

*Report of Audit*  
*on the*  
*Financial Statements*  
*of the*  
***City of Lambertville***  
*in the*  
*County of Hunterdon*  
*New Jersey*  
*for the*  
*Year Ended*  
*December 31, 2022*



CITY OF LAMBERTVILLE

I N D E X

PAGES

PART I

Independent Auditor's Report

1-4

EXHIBITS

Financial Statements - Regulatory Basis

Current Fund:

Balance Sheets - Regulatory Basis

"A"

Statements of Operations and Changes in Fund Balance - Regulatory Basis

"A-1"

Statement of Revenues - Regulatory Basis - Year Ended December 31, 2022

"A-2"

Statement of Expenditures - Regulatory Basis - Year Ended December 31, 2022

"A-3"

Trust Fund:

Balance Sheets - Regulatory Basis

"B"

Statement of Fund Balance - Regulatory Basis - Other Funds

"B-1"

General Capital Fund:

Balance Sheets - Regulatory Basis

"C"

Statement of Fund Balance - Regulatory Basis

"C-1"

Public Assistance Trust Fund:

Balance Sheets - Regulatory Basis

"E"

General Fixed Assets Account Group:

Balance Sheets - Regulatory Basis

"F"

PAGES

Notes to Financial Statements

5-43

CITY OF LAMBERTVILLE

I N D E X (CONTINUED)

EXHIBITS

Supplementary Schedules - All Funds

Current Fund:

Schedule of Cash - Treasurer	"A-4"
Schedule of Cash - Collector	"A-5"
Schedule of Change Funds	"A-6"
Schedule of Grants Receivable - Grant Fund	"A-7"
Schedule of Due from State of New Jersey - Senior Citizens and Veterans Deductions	"A-8"
Schedule of Taxes Receivable and Analysis of Property Tax Levy	"A-9"
Schedule of Tax Title Liens	"A-10"
Schedule of Deferred Charges - Emergencies	"A-11"
Schedule of Revenue Accounts Receivable	"A-12"
Schedule of Interfunds	"A-13"
Schedule of Reserve for Miscellaneous Reserves	"A-14"
Schedule of Petty Cash Fund	"A-15"
Schedule of Tax Overpayments	"A-16"
Schedule of Reserve for Grants Unappropriated – Current Fund	"A-17"
Schedule of 2021 Appropriation Reserves	"A-18"
Schedule of Reserve for Encumbrances Payable	"A-19"
Schedule of Fire District Taxes Payable	"A-20"
Schedule of Prepaid Taxes	"A-21"
Schedule of County Taxes Payable	"A-22"
Schedule of Regional High School Tax Payable	"A-23"
Schedule of Municipal Open Space Tax Payable	"A-24"
Schedule of Due State of New Jersey Construction Code Official	"A-25"
Schedule of Due State of New Jersey Registrar Licenses	"A-26"
Schedule of Reserve for Grants-Appropriated - Grant Fund	"A-27"
Schedule of Reserve for Grants Unappropriated – Grant Fund	"A-28"
Schedule of Interfunds - Grant Fund	"A-29"

Trust Fund:

Schedule of Cash - Treasurer	"B-2"
Schedule of Reserve for Animal Control Fund Expenditures	"B-3"
Schedule of Due State of New Jersey – Animal Control Fund	"B-4"
Schedule of Encumbrances Payable – Animal Control Trust Fund	"B-5"
Schedule of Encumbrances Payable – Trust Other	"B-6"
Schedule of Reserve for Various Deposits	"B-7"
Schedule of Due Current Fund	"B-8"
Schedule of Reserve for Performance Deposits	"B-9"
Schedule of Reserve for CDBG Rehabilitation Loan Repayment	"B-10"
Schedule of Reserve for Payroll Agency	"B-11"
Schedule of Reserve for C.O.A.H.	"B-12"
Schedule of Reserve for State Unemployment Insurance	"B-13"
Schedule of Reserve for Tax Sale Premiums	"B-14"
Schedule of Reserve for Municipal Open Space Tax	"B-15"
Schedule of Reserve for CDBG Rehabilitation Loan Repayment - Brewery	"B-16"
Schedule of Reserve for Other Federal Programs	"B-17"
Schedule of Reserve for UDAG Loan Repayment	"B-18"

CITY OF LAMBERTVILLE

I N D E X (CONTINUED)

EXHIBITS

General Capital Fund:

Schedule of Cash - Treasurer	"C-2"
Analysis of Cash and Investments	"C-3"
Schedule of Interfunds	"C-4"
Schedule of Deferred Charges to Future Taxation-Unfunded	"C-5"
Schedule of Contracts Payable	"C-6"
Schedule of Improvement Authorizations	"C-7"
Schedule of Bond Anticipation Notes	"C-8"
Schedule of Capital Improvement Fund	"C-9"
Schedule of Miscellaneous Deposits	"C-10"
Schedule of Grants Receivable	"C-11"
Schedule of Deferred Charges to Future Taxation - Funded	"C-12"
Schedule of General Serial Bonds	"C-13"
Schedule of Green Acres Loans Trust Loans Payable	"C-14"
Schedule of Bonds and Notes Authorized But Not Issued	"C-15"

Public Assistance Trust Fund:

Schedule of Cash - Treasurer	"E-1"
Schedule of Emergency Fund Cash and Reconciliation as of December 31, 2022	"E-2"
Schedule of Cash and Reconciliation as of December 31, 2022	"E-3"
Schedule of Revenues - Year Ended December 31, 2022	"E-4"
Schedule of Expenditures - Year Ended December 31, 2022	"E-5"

PAGES

PART II

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	44-45
Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Federal Financial Assistance Program and on Internal Control Over Compliance in Accordance with the Uniform Guidance	46-48
Schedule of Expenditures of Federal Awards - Year Ended December 31, 2022	49
Notes to the Schedule of Expenditures of Federal Awards - Year Ended December 31, 2022	50-51
Schedule of Findings and Questioned Costs for the Year Ended December 31, 2022	52-53

PART III

Statistical Data	54-56
Officials in Office and Surety Bonds	57
General Comments and Recommendations	58-61



CITY OF LAMBERTVILLE

PART I

INDEPENDENT AUDITOR'S REPORT ON  
AUDIT OF FINANCIAL STATEMENTS  
AND SUPPLEMENTARY SCHEDULES AND DATA

FINANCIAL STATEMENTS - REGULATORY BASIS - ALL FUNDS

NOTES TO FINANCIAL STATEMENTS - REGULATORY BASIS

SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEAR ENDED DECEMBER 31, 2022 AND 2021



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and Members  
of the City Council  
City of Lambertville  
County of Hunterdon  
Lambertville, New Jersey 08530

### ***Report on the Audit of the Financial Statements***

#### ***Opinions***

We have audited the accompanying balance sheets - regulatory basis of the various individual funds and account group of the City of Lambertville (the "City"), as of and for the year ended December 31, 2022, the related statements of operations and changes in fund balance - regulatory basis for the year then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various individual funds for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's regulatory financial statements as listed in the table of contents.

#### ***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the regulatory financial statements referred to above present fairly, in all material respects, the regulatory basis balances sheets of the various individual funds and account group as of December 31, 2022, the regulatory basis statement of operations and changes in fund balance for the year then ended and the regulatory basis statement of revenues and expenditures and changes in fund balance for the year ended December 31, 2022 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") as described in Note 1.

#### ***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the "Matter Giving Rise to Adverse Opinion" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the various individual funds and account group of the City as of December 31, 2022, or the results of its operations and changes in fund balance for the year then ended or the revenues or expenditures for the year ended December 31, 2022.

## **SUPLEE, CLOONEY & COMPANY**

### ***Basis for Adverse and Unmodified Opinions***

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

### ***Matter Giving Rise to Adverse Opinion***

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

### ***Responsibilities of Management for the Financial Statements***

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

## **SUPLEE, CLOONEY & COMPANY**

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

### ***Supplementary Information***

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

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information, Schedule of Expenditures of Federal Awards and data listed in the table of contents, as required by the Division and the Uniform Guidance are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

## SUPLEE, CLOONEY & COMPANY


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

The financial statements of the City, as of December 31, 2021, were audited by other auditors whose report dated August 29, 2022 expressed an adverse opinion on the financial statements as to the conformity of the financial statements with accounting principles generally accepted in the United States of America and an unmodified opinion on those financial statements in accordance with the basis of financial reporting prescribed by the Division.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated August 11, 2023 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City'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 City's internal control over financial reporting and compliance.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
REGISTERED MUNICIPAL ACCOUNTANT NO. 419

August 11, 2023

THIS PAGE INTENTIONALLY LEFT BLANK

CURRENT FUND

CITY OF LAMBERTVILLE

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	BALANCE DECEMBER <u>31, 2022</u>	BALANCE DECEMBER <u>31, 2021</u>
Current Fund:			
Cash	A-4	\$ 2,013,121.37	\$ 1,973,481.58
Change Funds	A-6	300.00	300.00
Due State of New Jersey-Senior Citizens and Veterans Deductions	A-8	95.91	
		<u>\$ 2,013,517.28</u>	<u>\$ 1,973,781.58</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	A-9	\$ 142,622.25	\$ 140,172.72
Tax Title Liens Receivable	A-10	148,875.69	136,777.74
Prepaid School Taxes	A-23		0.52
Revenue Accounts Receivable	A-12	70,233.10	20,749.32
Interfunds Receivable	A-13	94,468.05	27,474.17
	A	<u>\$ 456,199.09</u>	<u>\$ 325,174.47</u>
Deferred Charges:			
Emergency Authorizations	A-11	\$ 816,000.00	\$ 400,338.35
Overexpenditure of Appropriations	A-11		8,003.97
		<u>\$ 816,000.00</u>	<u>\$ 408,342.32</u>
		<u>\$ 3,285,716.37</u>	<u>\$ 2,707,298.37</u>
Grant Fund:			
Grants Receivable	A-7	\$ 923,247.45	\$ 845,133.68
Interfunds Receivable	A-29	25,685.93	15,040.72
		<u>\$ 948,933.38</u>	<u>\$ 860,174.40</u>
		<u>\$ 4,234,649.75</u>	<u>\$ 3,567,472.77</u>

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

CITY OF LAMBERTVILLE

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2021</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Current Fund:			
Liabilities:			
Appropriation Reserves	A-3:A-18	\$ 130,600.13	\$ 145,310.18
Encumbrances Payable	A-19	86,846.06	72,714.79
Due State of New Jersey-Senior Citizens and Veterans Deductions	A-8		499.16
Tax Overpayments	A-16	4,003.77	4,210.48
Interfunds Payable	A-13	912,732.79	719,898.83
Prepaid Taxes	A-21	122,706.36	170,629.33
County Taxes Payable	A-22	3,284.72	1,714.41
School Tax Payable	A-23	137,438.47	
Reserve for Miscellaneous Deposits	A-14	288,892.69	250,000.00
Reserve for Grants-Unappropriated	A-17	21,651.66	
Due State of New Jersey-Construction Code Official	A-25	2,694.00	1,638.54
Due State of New Jersey-Registrar Licenses	A-26		(20.00)
		<u>\$ 1,710,850.65</u>	<u>\$ 1,366,595.72</u>
Reserve for Receivables	A	456,199.09	325,174.47
Fund Balance	A-1	<u>1,118,666.63</u>	<u>1,015,528.18</u>
		<u>\$ 3,285,716.37</u>	<u>\$ 2,707,298.37</u>
Grant Fund:			
Reserve for Grants-Appropriated	A-27	\$ 944,509.75	\$ 858,359.40
Reserve for Grants-Unappropriated	A-28	<u>4,423.63</u>	<u>1,815.00</u>
		<u>\$ 948,933.38</u>	<u>\$ 860,174.40</u>
		<u>\$ 4,234,649.75</u>	<u>\$ 3,567,472.77</u>

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENTS OF OPERATIONS AND  
CHANGE IN FUND BALANCE - REGULATORY BASIS

	REF.	YEAR ENDED DECEMBER 31, 2022	YEAR ENDED DECEMBER 31, 2021
<u>REVENUE AND OTHER INCOME</u>			
Fund Balance Utilized	A-1:A-2	\$ 250,000.00	\$ 292,810.26
Miscellaneous Revenues Anticipated	A-2	2,605,797.80	2,644,046.94
Receipts from Delinquent Taxes	A-2	140,172.72	191,264.60
Receipts from Current Taxes	A-2	19,162,178.68	17,967,878.90
Non-Budget Revenues	A-2	109,810.53	62,196.25
Other Credits to Income:			
Unexpended Balance of Appropriation Reserve	A-18	86,612.07	179,666.21
Adjustment to Senior Citizen and Veteran Deductions	A-8	249.16	
Prepaid School Taxes	A-23	0.52	
<u>Total Income</u>		<u>\$ 22,354,821.48</u>	<u>\$ 21,337,863.16</u>
<u>EXPENDITURES</u>			
Budget and Emergency Appropriations:			
within "CAPS":			
Operations including Contingent	A-3	\$ 4,073,377.93	\$ 3,414,070.85
Deferred Charges and Statutory			
Expenditures - Municipal	A-3	558,482.88	532,490.91
Excluded from "CAPS"			
Operations	A-3	548,027.94	409,649.65
Capital Improvement Fund	A-3	95,000.00	24,950.00
Municipal Debt Service	A-3	1,483,612.32	1,443,198.50
Deferred Charges and Judgments	A-3	84,338.35	
County Tax	A-22	2,998,351.50	2,834,123.16
County Tax for Added and Omitted Taxes	A-22	3,284.72	2,530.91
Regional School Tax	A-23	11,262,769.00	10,797,197.00
Fire District Tax	A-20	1,243,140.00	1,212,035.00
Municipal Open Space Tax	A-24	84,054.51	56,000.00
Interfund Advances		66,993.88	38,302.38
Refund of Prior Years Revenues	A-4	250.00	
<u>Total Expenditures</u>		<u>\$ 22,501,683.03</u>	<u>\$ 20,764,548.36</u>
Excess (Deficit) in Revenue		\$ (146,861.55)	\$ 573,314.80
Adjustments to Income Before Fund Balance:			
Expenditures Included above which are by Statute			
Deferred Charges to Budget of Succeeding Year	A-3	500,000.00	
Statutory Excess to Fund Balance		\$ 353,138.45	\$ 573,314.80
<u>Fund Balance</u>			
Balance, January 1	A	1,015,528.18	735,023.64
		<u>\$ 1,368,666.63</u>	<u>\$ 1,308,338.44</u>
Decreased by:			
Utilization as Anticipated Revenue	A-1:A-2	250,000.00	292,810.26
Balance, December 31	A	<u>\$ 1,118,666.63</u>	<u>\$ 1,015,528.18</u>

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

REF.	ANTICIPATED		SPECIAL N.J.S. 40A:4-87	REALIZED	EXCESS OR (DEFICIT)
	BUDGET				
Fund Balance Anticipated	A-1	\$ 250,000.00		\$ 250,000.00	
Miscellaneous Revenues:					
Alcoholic Beverage Licenses	A-12	\$ 21,100.00	\$	\$ 20,476.00	\$ (624.00)
Other Licenses	A-2	18,200.00		22,422.00	4,222.00
Construction Code Official - Fees and Permits	A-2	300,000.00		345,759.54	45,759.54
Other Fees and Permits	A-2	150,000.00		189,133.24	39,133.24
Fines and Costs - Municipal Court	A-2	118,500.00		168,521.34	50,021.34
Interest and Costs on Taxes	A-12	41,300.00		46,976.30	5,676.30
Parking Meters	A-12	369,400.00		443,567.26	74,167.26
Energy Receipts Tax	A-12	390,619.00		409,602.00	18,983.00
Consolidated Municipal Tax Relief Act	A-12	24,451.00		5,468.00	(18,983.00)
Borough of Frenchtown - Interlocal Agreement	A-12	3,700.00		1,189.30	(2,510.70)
Licenses - Alcoholic Beverage	A-12	7,900.00		7,900.00	
Uniform Fire Safety Act	A-12	49,900.00		29,835.41	(20,064.59)
Cablevision Fees	A-12	19,173.14		19,173.14	
Reserve for the Payment of Debt	A-12	100,000.00		100,000.00	
Hotel and Motel Occupancy Fees	A-12	112,400.00		162,681.59	50,281.59
PILOT - Econotech Development Company	A-12	40,700.00		41,530.00	830.00
Contribution from Lambertville MUA	A-12	72,000.00		50,880.00	(21,120.00)
Reimbursement of Costs - Library	A-12	60,000.00		60,000.00	
PILOT - Community Investment Strategy	A-12	52,000.00		52,000.00	
Reserve for Open Space - Contribution to Debt Service	A-12	56,000.00		56,000.00	
PILOT - South Hunterdon Regional Apartments	A-12	12,100.00		12,678.15	578.15
American Rescue Plan	A-12	198,922.59		198,922.59	
Recycling Tonnage Grant	A-7	6,880.12		6,880.12	
Distracted Driving	A-7	3,000.00		3,000.00	
Distracted Driving - Unappropriated	A-7	660.00		660.00	
Click it or Ticket	A-7	1,705.00		1,705.00	
DWI Grant - Unappropriated	A-7	1,155.00		1,155.00	
Body Armor Replacement Fund	A-7	863.13		863.13	
LDWSR Grant	A-7	4,830.00		4,830.00	
Safe Passage - Super Bowl	A-7	720.00		720.00	
Safe Passage - St. Patricks Day	A-7	720.00		720.00	
Drive Sober or Get Pulled Over - Labor Day 2022	A-7		1,080.00	1,080.00	
Safe Passage Fourth of July	A-7		1,020.00	1,020.00	
Electric Vehicle DC Fast Charger	A-7		75,000.00	75,000.00	
Rediscover Hunterdon Communities Grant	A-7		5,000.00	5,000.00	
Body Worn Cameras	A-7		26,494.00	26,494.00	
Clean Communities Program	A-7		10,454.69	10,454.69	
Sustainable New Jersey	A-7		20,000.00	20,000.00	
Association of N.J. Environmental Commissioners	A-7		1,500.00	1,500.00	
	A-1	\$ 2,238,898.98	\$ 140,548.69	\$ 2,605,797.80	\$ 226,350.13
Receipts From Delinquent Taxes	A-2	\$ 169,189.04	\$	\$ 140,172.72	\$ (29,016.32)
Amount to be Raised by Taxes for Support of Municipal Budget	A-9:A-2	\$ 3,791,026.39	\$	\$ 3,810,578.95	\$ 19,552.56
<u>Budget Totals</u>		\$ 6,449,114.41	\$ 140,548.69	\$ 6,806,549.47	\$ 216,886.37
Non-Budget Revenues	A-2			109,810.53	109,810.53
		\$ 6,449,114.41	\$ 140,548.69	\$ 6,916,360.00	\$ 326,696.90
REF.	A-3		A-3		

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

	<u>REF.</u>		
Allocations of Current Tax Collections:			
Revenues from Collections	A-1:A-9	\$	19,162,178.68
Allocated to:			
School and County Taxes		\$	14,264,405.22
Fire District Tax			1,243,140.00
Open Space Tax			<u>84,054.51</u>
			<u>15,591,599.73</u>
Balance for Support of Municipal Appropriations		\$	3,570,578.95
Add: Appropriation "Reserve for Uncollected Taxes"	A-3		<u>240,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	\$	<u><u>3,810,578.95</u></u>

ANALYSIS OF REALIZED REVENUES

Receipts from Delinquent Taxes:			
Delinquent Tax Collections	A-9	\$	<u>140,172.72</u>
	A-1:A-2	\$	<u><u>140,172.72</u></u>
Licenses - Other:			
Municipal Clerk	A-12	\$	<u>22,422.00</u>
	A-2	\$	<u><u>22,422.00</u></u>
Other Fees and Permits:			
Police Department	A-12	\$	49,248.93
Municipal Clerk	A-12		<u>140,837.31</u>
		\$	<u>190,086.24</u>
Less: Refunds	A-4		<u>953.00</u>
	A-2	\$	<u><u>189,133.24</u></u>

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

REF.

ANALYSIS OF REALIZED REVENUES

Construction Code Fees	A-12	\$	350,851.54
Less: Refunds	A-4		5,092.00
	A-2	\$	<u>345,759.54</u>
Municipal Court	A-12	\$	169,321.34
Less: Refunds	A-4		800.00
	A-2	\$	<u>168,521.34</u>

ANALYSIS OF NON-BUDGET REVENUE

Miscellaneous Revenue Not Anticipated:			
Administrative Charges - Senior Citizens and Veterans		\$	455.00
State Inspections			50.00
Tax Map Revision			600.00
Interest on Investments			13,557.29
Reimbursement of Cost FEMA			34,986.80
Refunds			2,763.89
Use of Facilities/Rental			12,980.00
Sale of Assets Auction Proceeds			4,371.00
Insurance Reimbursement			1,500.00
Tax Sale Premiums Forfeited			35,100.00
Municipal Court - Prior year checks voided			817.00
Marriage Fees			1,200.00
Tax Collector			320.00
Miscellaneous			<u>4,866.79</u>
	A-4	\$	113,567.77
Tax Collector	A-5		340.00
Less: Refunds	A-4		<u>4,097.24</u>
	A-1:A-4	\$	<u>109,810.53</u>

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

<u>OPERATIONS WITHIN "CAPS"</u>	<u>APPROPRIATIONS</u>		<u>PAID OR CHARGED</u>	<u>RESERVED</u>	<u>UNEXPENDED BALANCE CANCELLED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER MODIFICATION</u>			
<u>GENERAL GOVERNMENT</u>					
General Administration:					
Other Expenses	\$ 109,226.68	\$ 107,226.68	\$ 103,761.92	\$ 3,464.76	\$
Mayor and Council:					
Salaries and Wages	5,000.00	5,000.00	4,300.00	700.00	
Other Expenses	3,185.74	3,185.74	2,912.22	273.52	
Municipal Clerk:					
Salaries and Wages	145,759.47	143,259.47	142,796.22	463.25	
Other Expenses	26,300.00	26,300.00	23,982.94	2,317.06	
Financial Administration:					
Salaries and Wages	81,044.47	79,044.47	78,945.80	98.67	
Other Expenses	13,100.00	12,300.00	11,342.07	957.93	
Auditor:					
Other Expenses	42,240.00	44,740.00	44,740.00		
Tax Collector:					
Salaries and Wages	17,578.15	22,178.15	22,005.00	173.15	
Other Expenses	11,700.00	11,700.00	11,561.83	138.17	
Liquidation of Tax Title Lien and Foreclosed					
Property:					
Other Expenses	750.00	2,950.00	2,238.50	711.50	
Tax Assessor:					
Salaries and Wages	35,827.08	35,827.08	35,777.05	50.03	
Other Expenses	2,675.00	5,675.00	5,352.45	322.55	
City Attorney:					
Other Expenses	95,540.00	118,540.00	108,401.48	10,138.52	
Historic Preservation:					
Salaries and Wages	508.74	2,158.74	2,120.34	38.40	

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

	<u>APPROPRIATIONS</u>		<u>PAID OR</u>		<u>UNEXPENDED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER</u>	<u>CHARGED</u>	<u>RESERVED</u>	<u>BALANCE</u>
<u>OPERATIONS WITHIN "CAPS"</u>		<u>MODIFICATION</u>			<u>CANCELLED</u>
<u>PUBLIC AFFAIRS AND PUBLIC SAFETY</u>					
Police:					
Salaries and Wages	\$ 846,703.13	\$ 818,403.13	\$ 809,978.74	\$ 8,424.39	\$
Other Expenses	50,600.00	50,600.00	47,379.45	3,220.55	
American Rescue Plan:					
Police:					
Salaries and Wages	198,922.59	198,922.59	198,922.59		
Emergency Management Services:					
Other Expenses	10,500.00	10,500.00	10,384.72	115.28	
Watershed Protection Improvements		500,000.00	500,000.00		
Uniform Fire Safety Act:					
Fire Inspection Official:					
Salaries and Wages	20,800.00	20,800.00	18,737.50	2,062.50	
Other Expenses	4,650.00	2,650.00	1,115.68	1,534.32	
Supplemental Fire District Payment:					
Other Expenses	1,249.00	1,249.00	1,249.00		
Municipal Prosecutor:					
Other Expenses	26,000.00	26,000.00	25,000.00	1,000.00	
<u>PUBLIC WORKS, PARKS AND PLAYGROUNDS</u>					
Public Works:					
Salaries and Wages	206,316.60	176,316.60	170,195.39	6,121.21	
Other Expenses	31,100.00	41,100.00	35,628.14	5,471.86	
Solid Waste Collection:					
Salaries and Wages	128,623.40	136,123.40	134,805.66	1,317.74	
Other Expenses	184,400.00	204,400.00	201,307.92	3,092.08	
Buildings and Grounds:					
Other Expenses	37,951.40	38,951.40	38,803.17	148.23	

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

<u>OPERATIONS WITHIN "CAPS"</u>	<u>APPROPRIATIONS</u>		<u>PAID OR CHARGED</u>	<u>RESERVED</u>	<u>UNEXPENDED BALANCE CANCELLED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER MODIFICATION</u>			
Municipal Land Use Law (N.J.S.A. 40A:55D-1)					
Planning Board:					
Salaries and Wages	\$ 7,957.44	\$ 8,097.44	\$ 8,087.99	\$ 9.45	\$
Other Expenses	1,775.00	1,775.00	1,216.47	558.53	
Zoning Board of Adjustments:					
Salaries and Wages	10,340.50	10,340.50	8,746.08	1,594.42	
Other Expenses	1,780.00	1,780.00	1,356.30	423.70	
Inspection and Code Enforcement:					
Other Expenses	11,000.00	11,000.00	5,900.00	5,100.00	
Administration of Public Assistance:					
Salaries and Wages	17,372.29	17,372.29	17,348.03	24.26	
Other Expenses	520.00	520.00	100.00	420.00	
Dog Regulation:					
Other Expenses	11,600.00	11,600.00	11,568.00	32.00	
Insurance:					
Other Insurance Premiums	129,318.00	124,318.00	123,652.00	666.00	
Workers Compensation	77,130.00	68,630.00	68,561.00	69.00	
Group Insurance Plan	571,754.16	556,754.16	544,472.89	12,281.27	
Group Insurance - Health Benefit Waiver	14,955.46	14,955.46	13,604.80	1,350.66	
Municipal Court:					
Salaries and Wages	75,922.05	82,722.05	82,708.86	13.19	
Other Expenses	7,495.00	8,995.00	8,741.54	253.46	
Public Defender:					
Salaries and Wages	4,050.00	4,050.00	3,750.00	300.00	

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

	<u>APPROPRIATIONS</u>		<u>PAID OR</u>	<u>RESERVED</u>	<u>UNEXPENDED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER</u>	<u>CHARGED</u>		<u>BALANCE</u>
		<u>MODIFICATION</u>			<u>CANCELLED</u>
State Uniform Construction Code:	\$	\$	\$	\$	\$
Construction Official:					
Salaries and Wages	119,456.58	125,956.58	125,860.48	96.10	
Other Expenses	5,250.00	6,250.00	5,910.26	339.74	
Accumulated Leave Compensation:					
Salaries and Wages	30,000.00	5,000.00		5,000.00	
Contribution to Public Event, Anniversary or Holiday:					
Other Expenses	3,800.00	3,800.00	2,768.34	1,031.66	
<u>UNCLASSIFIED</u>					
Street Lighting:					
Other Expenses	37,300.00	37,300.00	34,186.01	3,113.99	
Utilities:					
All	103,050.00	126,060.00	125,837.74	222.26	
<u>TOTAL OPERATIONS WITHIN "CAPS"</u>	<u>\$ 3,580,077.93</u>	<u>\$ 4,073,377.93</u>	<u>\$ 3,988,122.57</u>	<u>\$ 85,255.36</u>	<u>\$</u>
<u>TOTAL OPERATIONS INCLUDING CONTINGENT WITHIN "CAPS"</u>	<u>\$ 3,580,077.93</u>	<u>\$ 4,073,377.93</u>	<u>\$ 3,988,122.57</u>	<u>\$ 85,255.36</u>	<u>\$</u>

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

	<u>APPROPRIATIONS</u>		<u>PAID OR</u>		<u>UNEXPENDED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER</u>	<u>CHARGED</u>	<u>RESERVED</u>	<u>BALANCE</u>
		<u>MODIFICATION</u>			<u>CANCELED</u>
DEFERRED CHARGES AND STATUTORY EXPENDITURES - <u>MUNICIPAL WITHIN "CAPS"</u>					
Statutory Expenditures:					
Contribution to:					
Police and Firemen's Retirement System of NJ	\$ 268,010.00	\$ 268,010.00	\$ 268,010.00	\$	\$
Public Employees' Retirement System	111,149.00	112,849.00	112,784.07	64.93	
Social Security System	166,619.91	169,619.91	163,368.46	6,251.45	
Deferred Charges:					
Overexpenditure of Appropriation	8,003.97	8,003.97	8,003.97		
TOTAL DEFERRED CHARGES AND STATUTORY <u>EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u>	<u>\$ 553,782.88</u>	<u>\$ 558,482.88</u>	<u>\$ 552,166.50</u>	<u>\$ 6,316.38</u>	<u>\$</u>
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL <u>PURPOSES WITHIN "CAPS"</u>	<u>\$ 4,133,860.81</u>	<u>\$ 4,631,860.81</u>	<u>\$ 4,540,289.07</u>	<u>\$ 91,571.74</u>	<u>\$</u>
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>					
Maintenance of Free Public Library (CH. 82 P.L. 1985)	288,096.00	288,096.00	261,752.96	26,343.04	
Interlocal Municipal Service Agreements:					
Frenchtown - Construction Code Official:					
Salaries and Wages	80,000.00	80,000.00	72,540.35	7,459.65	
Other Expenses	5,250.00	7,250.00	5,444.30	1,805.70	
Frenchtown - Zoning:					
Salaries and Wages	3,700.00	3,700.00	280.00	3,420.00	
Increase in ABC Licenses:					
Municipal Clerk:					
Other Expenses	7,900.00	7,900.00	7,900.00		

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

	<u>APPROPRIATIONS</u>		<u>PAID OR</u>		<u>UNEXPENDED</u>
	<u>BUDGET</u>	<u>BUDGET AFTER</u>	<u>CHARGED</u>	<u>RESERVED</u>	<u>BALANCE</u>
		<u>MODIFICATION</u>			<u>CANCELED</u>
<u>STATE AND FEDERAL PROGRAMS OFF-SET BY REVENUES</u>					
Clean Communities Program (N.J.S.A. 40A:4-87 +\$10,454.69)	\$	\$ 10,454.69	\$ 10,454.69	\$	\$
Distracted Driving	3,000.00	3,000.00	3,000.00		
Distracted Driving - Unappropriated	660.00	660.00	660.00		
Click it or Ticket	1,705.00	1,705.00	1,705.00		
DWI Grant - Unappropriated	1,155.00	1,155.00	1,155.00		
Body Armor Replacement Fund	863.13	863.13	863.13		
Electric Vehicle DC Fast Charger (N.J.S.A. 40A:4-87 +\$75,000.00)		75,000.00	75,000.00		
Rediscover Hunterdon Grant (N.J.S.A. 40A:4-87 +\$5,000.00)		5,000.00	5,000.00		
Body Worn Cameras (N.J.S.A. 40A:4-87 +\$26,494.00)		26,494.00	26,494.00		
ANJEC Grant (N.J.S.A. 40A:4-87 +\$1,500.00)		1,500.00	1,500.00		
(N.J.S.A. 40A:4-87 +\$20,000.00)		20,000.00	20,000.00		
Recycling Tonnage Grant	6,880.12	6,880.12	6,880.12		
LDWSR Grant	4,830.00	4,830.00	4,830.00		
Safe Passage - Super Bowl	720.00	720.00	720.00		
Safe Passage - Saint Patricks Day	720.00	720.00	720.00		
Safe Passage - Fourth of July (N.J.S.A. 40A:4-87 +\$1,020.00)		1,020.00	1,020.00		
Stay Sober Labor Day 2022 Grant (N.J.S.A. 40A:4-87 +\$1,080.00)		1,080.00	1,080.00		
<u>TOTAL OPERATIONS - EXCLUDED FROM "CAPS"</u>	<u>\$ 405,479.25</u>	<u>\$ 548,027.94</u>	<u>\$ 508,999.55</u>	<u>\$ 39,028.39</u>	<u>\$</u>
<u>CAPITAL IMPROVEMENTS EXCLUDED FROM "CAPS"</u>					
Capital Improvement Fund	\$ 95,000.00	\$ 95,000.00	\$ 95,000.00	\$	\$
<u>TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>	<u>\$ 95,000.00</u>	<u>\$ 95,000.00</u>	<u>\$ 95,000.00</u>	<u>\$</u>	<u>\$</u>
<u>MUNICIPAL DEBT SERVICE-EXCLUDED FROM "CAPS"</u>					
Payment of Bond Principal	\$ 1,070,000.00	\$ 1,070,000.00	\$ 1,070,000.00	\$	\$
Payment of Bond Anticipation Notes and Capital Notes	73,900.00	73,900.00	67,118.00		6,782.00
Interest on Bonds	309,350.00	309,350.00	309,350.00		
Interest on Notes	19,300.00	19,300.00	19,258.59		41.41
Green Trust Loan- Principal and Interest	17,886.00	17,886.00	17,885.73		0.27
<u>TOTAL MUNICIPAL DEBT SERVICE EXCLUDED FROM "CAPS"</u>	<u>\$ 1,490,436.00</u>	<u>\$ 1,490,436.00</u>	<u>\$ 1,483,612.32</u>	<u>\$</u>	<u>\$ 6,823.68</u>

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

CITY OF LAMBERTVILLE

CURRENT FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS  
YEAR ENDED DECEMBER 31, 2022

		APPROPRIATIONS		PAID OR		UNEXPENDED
		BUDGET	BUDGET AFTER	CHARGED	RESERVED	BALANCE
			MODIFICATION			CANCELED
<u>DEFERRED CHARGES-EXCLUDED FROM "CAPS"</u>						
Special Emergency Authorizations -						
5 Years (N.J.S.A. 40A: 4-55)		\$ 84,338.35	\$ 84,338.35	\$ 84,338.35	\$	\$
<u>TOTAL DEFERRED CHARGES-EXCLUDED FROM "CAPS"</u>		<u>\$ 84,338.35</u>	<u>\$ 84,338.35</u>	<u>\$ 84,338.35</u>	<u>\$</u>	<u>\$</u>
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES EXCLUDED FROM "CAPS"						
		\$ 2,075,253.60	\$ 2,217,802.29	\$ 2,171,950.22	\$ 39,028.39	\$ 6,823.68
SUB-TOTAL GENERAL APPROPRIATIONS						
RESERVE FOR UNCOLLECTED TAXES		\$ 6,209,114.41	\$ 6,849,663.10	\$ 6,712,239.29	\$ 130,600.13	\$ 6,823.68
		240,000.00	240,000.00	240,000.00		
<u>TOTAL GENERAL APPROPRIATIONS</u>		<u>\$ 6,449,114.41</u>	<u>\$ 7,089,663.10</u>	<u>\$ 6,952,239.29</u>	<u>\$ 130,600.13</u>	<u>\$ 6,823.68</u>
	REF.	A-2		A-1	A:A-1	
Appropriation by 40A:4-87	A-2		\$ 140,548.69			
Special Emergency	A-11		500,000.00			
Budget	A-2		6,449,114.41			
			<u>\$ 7,089,663.10</u>			
Cash Disbursements	A-4			\$ 5,993,692.82		
Reserve for Encumbrances	A-19			86,846.06		
Reserve for Grants Appropriated	A-27			161,081.94		
Deferred Charges	A-11			84,338.35		
Overexpenditure of Appropriations	A-11			8,003.97		
Reserve for Watershed Protection Improvements	A-14			500,000.00		
Reserve for Uncollected Taxes	A-2			240,000.00		
				<u>\$ 7,073,963.14</u>		
Less: Refunds Cash	A-4			121,723.85		
				<u>\$ 6,952,239.29</u>		

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

TRUST FUND

"B"

CITY OF LAMBERTVILLE

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2021</u>
<u>ASSETS</u>			
Animal Control Trust Fund:			
Cash	B-2	\$ 8,120.21	\$ 4,289.47
		\$ 8,120.21	4,289.47
Other Funds:			
Cash	B-2	\$ 1,568,725.72	\$ 1,312,957.82
Accounts Receivable	B-2		25.00
Due Current Fund	B-8		12,313.52
		\$ 1,568,725.72	\$ 1,325,296.34
		\$ 1,576,845.93	\$ 1,329,585.81
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>			
Animal Control Trust Fund:			
Due Current Fund	B-8	\$ 35.81	\$ 9.37
Encumbrances Payable	B-5	139.03	236.00
Reserve for Animal Control			
Trust Fund Expenditures	B-3	7,945.37	4,044.10
		\$ 8,120.21	\$ 4,289.47
Other Funds:			
Due Current Fund	B-8	\$ 94,432.24	\$
Reserve For:			
Encumbrances	B-6	6,350.00	
Various Reserves and Deposits	B-7	124,849.19	103,688.86
Performance Deposits	B-9	267,076.49	214,688.86
CDBG Rehabilitation Loan Repayment	B-10	390,550.96	312,978.15
Payroll Agency	B-11	26,235.06	20,273.13
C.O.A.H.	B-12	136,857.54	97,001.88
State Unemployment Insurance	B-13	71,772.28	67,235.21
Tax Sale Premiums	B-14	238,100.00	287,477.72
Municipal Open Space	B-15	33,489.12	51,772.03
CDBG Rehabilitation Loan Repayment - Brewery	B-16	100,846.91	100,540.68
Other Federal Programs	B-17	78,165.82	69,649.01
UDAG	B-18		(8.82)
Fund Balance	B-1	0.11	0.11
		\$ 1,568,725.72	\$ 1,325,296.34
		\$ 1,576,845.93	\$ 1,329,585.81

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

"B-1"

CITY OF LAMBERTVILLE

TRUST FUND

STATEMENT OF FUND BALANCE- REGULATORY BASIS - OTHER FUNDS

	<u>REF.</u>		
Balance, December 31, 2021	B	\$	0.11
Balance, December 31, 2022	B	\$	<u>0.11</u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

GENERAL CAPITAL FUND

"C"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

BALANCE SHEET - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2021</u>
<u>ASSETS</u>			
Cash	C-2	\$ 726,876.58	\$ 935,330.20
Deferred Charges to Future Taxation:			
Funded	C-12	8,329,160.05	9,412,364.19
Unfunded	C-5	9,157,859.21	7,192,957.21
Grants Receivable	C-11	1,536,087.50	199,950.00
Interfunds Receivable	C-4	887,046.86	665,079.79
		<u>\$ 20,637,030.20</u>	<u>\$ 18,405,681.39</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Bond Anticipation Notes	C-8	\$ 8,700,652.00	\$ 6,245,000.00
Serial Bonds	C-13	8,105,000.00	9,175,000.00
Green Acres Loans	C-14	224,160.05	237,364.19
Improvement Authorizations:			
Funded	C-7	48,950.12	146,452.80
Unfunded	C-7	1,670,063.47	1,955,692.79
Capital Improvement Fund	C-9	23,872.24	19,352.24
Reserve For:			
Contracts Payable	C-6	1,294,879.68	247,918.72
Miscellaneous Deposits	C-10	391,751.30	201,199.31
Fund Balance	C-1	177,701.34	177,701.34
		<u>\$ 20,637,030.20</u>	<u>\$ 18,405,681.39</u>

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

"C-1"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>		
Balance, December 31, 2021	C	\$	177,701.34
Balance, December 31, 2022	C	\$	<u>177,701.34</u>

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

THIS PAGE INTENTIONALLY LEFT BLANK

PUBLIC ASSISTANCE TRUST FUND

"E"

CITY OF LAMBERTVILLE

PUBLIC ASSISTANCE TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2021</u>
<u>ASSETS</u>			
Cash			
Public Assistance Trust Fund II	E-1	\$ 33,040.00	\$ 106,536.66
Emergency Fund	E-2	<u>102,894.74</u>	<u>2,807.91</u>
		<u>\$ 135,934.74</u>	<u>\$ 109,344.57</u>
<u>LIABILITIES AND RESERVES</u>			
Reserve for:			
Public Assistance Trust Fund II		\$ 105,840.00	\$ 106,536.66
Emergency Fund		<u>30,094.74</u>	<u>2,807.91</u>
		<u>\$ 135,934.74</u>	<u>\$ 109,344.57</u>

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

GENERAL FIXED ASSETS ACCOUNT GROUP

"F"

CITY OF LAMBERTVILLE

GENERAL FIXED ASSETS ACCOUNT GROUP

BALANCE SHEETS - REGULATORY BASIS

	BALANCE DECEMBER <u>31, 2022</u>	BALANCE DECEMBER <u>31, 2021</u>
<u>FIXED ASSETS</u>		
Land	\$ 6,267,100.00	\$ 4,289,000.00
Buildings	4,182,500.00	3,735,500.00
Machinery and Equipment	<u>2,630,118.62</u>	<u>2,507,726.28</u>
<u>TOTAL FIXED ASSETS</u>	<u>\$ 13,079,718.62</u>	<u>\$ 10,532,226.28</u>
<u>RESERVE</u>		
Investment in General Fixed Assets	<u>\$ 13,079,718.62</u>	<u>\$ 10,532,226.28</u>

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

NOTES TO FINANCIAL STATEMENTS

CITY OF LAMBERTVILLE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2022 AND 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

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

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes the presentation of basic financial statements into three fund types, the governmental, proprietary and fiduciary funds, as well as government-wide financial reporting that must be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles (GAAP).

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

The accounting policies of the City of Lambertville conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the financial transactions and accounts of the City of Lambertville are organized on the basis of funds and an account group which is different from the fund structure required by GAAP.

A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific government activity. As required by the Division of Local Government Services, the City accounts for its financial transactions through the following individual funds and account group:

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

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

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

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

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

C. Basis of Accounting

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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

Expenditures - are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances, at December 31, are reported as a cash liability in the financial statements and constitute part of the City's regulatory Appropriation Reserve balance.

Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis, interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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

Interfunds - Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves. GAAP does not require the establishment of an offsetting reserve.

General Fixed Assets - N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the City as part of its basic financial statements. General fixed assets are defined as nonexpendable personal and real property having a physical existence, a useful life of more than one year and an acquisition cost of \$1,000.00 or more per unit. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

General Fixed Assets that have been acquired and are utilized in a governmental fund operation are accounted for in the General Fixed Asset Account Group rather than in a governmental fund. No depreciation has been provided on General Fixed Assets or reported in the financial statements.

The City has developed a fixed assets accounting and reporting system based on an inspection and valuation prepared internally. Adjustments for assets acquired/sold subsequent to this date have been recorded. Fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Buildings and land are stated at the assessed value contained in the City's most recent property revaluation.

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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

Accounting and Financial Reporting for Pensions

Governmental Accounting Standards Board (GASB) Statement No. 68 Accounting and financial reporting for pensions administered by state and local government employers improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

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

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

The New Jersey Division of Local Government Services issued Local Finance Notice 2023-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension and Benefits reporting on GASB 68. As of the date of this report the information for the period ended June 30, 2022, was not available for PFRS, therefore the information dated June 30, 2021, is disclosed.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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

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

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

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

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

The New Jersey Division of Local Government Services issued Local Finance Notice 2021-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension and Benefits reporting on GASB 75. As of the date of this report the information for the period ended June 30, 2022, was not available, therefore the information dated June 30, 2021, is disclosed.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Compensated Absences - The City has adopted written policies through employee contract and municipal ordinances which set forth the terms under which an employee may accumulate earned, but not used, vacation and sick leave. The City records expenditures for payment of earned and unused vacation and sick leave in the accounting period in which the payments are made. GAAP requires that expenditures be recorded in the governmental (Current) fund in an amount that would normally be liquidated with available resources, and that expenditures be recorded in the enterprise fund on an accrual basis.

Leases

Under GAAP, lease receivables are measured at the present value of the lease payments expected to be received during the lease term. Payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized in a systematic and rational manner over the lease term.

Lease liabilities represent obligations to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of the expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Payments for short-term leases with a term of 12 months or less are expensed as incurred and these leases are not included as lease liabilities or right -to-use assets on the statements of net position.

New Jersey's municipalities do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording lease receivables, deferred outflows, lease liabilities or deferred inflows on their balance sheets.

D. Basic Financial Statements

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

NOTE 2: CASH AND CASH EQUIVALENTS

The City considers petty cash, change funds, cash in banks and certificates of deposit as cash and cash equivalents.

A. Deposits

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

The City of Lambertville had the following cash and cash equivalents at December 31, 2022:

<u>Fund</u>	<u>Bank Balance</u>	<u>Reconciling Items</u>		<u>Reconciled Balance</u>
		<u>Additions</u>	<u>Deletions</u>	
Current Fund	\$1,992,634.56	\$56,715.99	\$35,929.18	\$2,013,421.37
Animal Control Fund	8,120.21			8,120.21
Other Trust Fund	1,583,567.51	838.15	15,679.94	1,568,725.72
General Capital Fund	763,824.58		36,948.00	726,876.58
Public Assistance Trust Fund	135,934.74			135,934.74
<u>TOTAL DECEMBER 31, 2022</u>	<u>\$4,484,081.60</u>	<u>\$57,554.14</u>	<u>\$88,557.12</u>	<u>\$4,453,078.62</u>

Custodial Credit Risk-Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The City does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. Of the cash on deposit in the bank at December 31, 2022, \$250,000.00 was covered by Federal Depository Insurance and \$4,234,081.60 was covered under the provisions of NJGUDPA.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments

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

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

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (c.52:18A-90.4); or
8. Agreements for the repurchase of fully collateralized securities if:
  - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
  - b. the custody of collateral is transferred to a third party;
  - c. the maturity of the agreement is not more than 30 days;
  - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (c. 17:19-41); and
  - e. a master repurchase agreement providing for the custody and security of collateral is executed.

The City of Lambertville's investment activities during the year were in accordance with the above New Jersey Statute.

NOTE 3: GOVERNMENTAL DEBT

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

SUMMARY OF MUNICIPAL DEBT

	<u>YEAR 2022</u>	<u>YEAR 2021</u>	<u>YEAR 2020</u>
Issued:			
General:			
Bonds, Loans and Notes	\$17,029,812.05	\$15,657,364.19	\$12,455,308.16
Less: Funds Temporarily Held to Pay			
Bonds and Notes - General Capital	<u>387,788.80</u>	<u>201,199.31</u>	<u>597,236.81</u>
<u>Net Debt Issued</u>	\$16,642,023.25	\$15,456,164.88	\$11,858,071.35
Authorized But Not Issued:			
General - Bonds and Notes	<u>457,207.21</u>	<u>947,957.21</u>	<u>966,650.42</u>
Bonds and Notes Issued and			
Authorized But Not Issued	<u>\$17,099,230.46</u>	<u>\$16,404,122.09</u>	<u>\$12,824,721.77</u>

NOTE 3: GOVERNMENTAL DEBT (CONTINUED)

SUMMARY OF REGULATORY DEBT CONDITION (ANNUAL DEBT STATEMENT)

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a regulatory net debt percentage of 1.944%.

	<u>GROSS DEBT</u>	<u>DEDUCTION</u>	<u>NET DEBT</u>
Regional School District Debt	\$22,120,384.29	\$22,120,384.29	
General Debt	<u>17,487,019.26</u>	<u>387,788.80</u>	<u>\$17,099,230.46</u>
	<u>\$39,607,403.55</u>	<u>\$22,508,173.09</u>	<u>\$17,099,230.46</u>

NET DEBT \$17,099,230.46 DIVIDED BY EQUALIZED VALUATION BASIS PER N.J.S. 40A:2-2, AS AMENDED, \$879,360,938.00 EQUALS 1.944%.

EQUALIZED VALUATION BASIS

2020 Equalized Valuation Basis of Real Property	\$ 818,922,974.00
2021 Equalized Valuation Basis of Real Property	864,288,474.00
2022 Equalized Valuation Basis of Real Property	<u>954,871,366.00</u>
	<u>\$ 879,360,938.00</u>

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

Equalized Valuation Basis* - December 31, 2022	<u>\$879,360,938.00</u>
3 1/2% of Equalized Valuation Basis	\$30,777,632.83
Net Debt	<u>17,099,230.46</u>
Remaining Borrowing Power	<u>\$13,678,402.37</u>

\*Equalized Valuation basis is the average of the equalized valuation of Real Estate, including improvements, and the assessed valuation of Class II Railroad Property of the City for the last three (3) preceding years.

NOTE 3: GOVERNMENTAL DEBT (CONTINUED)

SCHOOL DEBT DEDUCTION

School debt is deductible up to the extent of 4.0% of the Average Equalized Assessed Valuation of real property for the Local and Regional School Districts.

LONG-TERM DEBT

GENERAL CAPITAL FUND

General Serial Bonds:

\$2,425,000.00 of 2003 General Improvement Bonds due in annual installments of \$65,000.00 to \$200,000.00 through August 2024 at variable interest rates of 3.00% to 4.00%.	\$	400,000.00
\$3,335,000.00 of 2010 General Improvement Bonds due in annual installments of \$150,000.00 to \$300,000.00 through March 2024 at variable interest rates of 2.00% to 4.00%.		600,000.00
\$4,365,000.00 of 2014 General Improvement Bonds due in annual installments of \$150,000.00 to \$815,000.00 through March 2033 at variable interest rates of 3.00% to 4.00%.		2,895,000.00
\$5,385,000.00 of 2018 General Improvement Bonds due in annual installments of \$195,000.00 to \$385,000.00 through March 2033 at variable interest rates of 3.00% to 5.00%.		<u>4,210,000.00</u>
	\$	<u>8,105,000.00</u>

**Green Acres Trust Loans:**

\$220,000.00 of 2017 Green Acres Trust Loan due in semi-annual installments of \$4,640.15 to \$6,772.43 through March 2037 at an interest rate of 2.0%.	\$	171,453.76
\$67,629.79 of 2017 Green Acres Trust Loan due in semi-annual installments of \$1,426.42 to \$2,081.90 through March 2037 at an interest rate of 2.0%.		<u>52,706.29</u>
	\$	<u>224,160.05</u>

NOTE 3: GOVERNMENTAL DEBT (CONTINUED)

LONG-TERM DEBT (CONTINUED)

Bonds and Notes Authorized But Not Issued

At December 31, 2022, the City has authorized but not issued bonds and notes as follows:

General Capital Fund	<u>\$457,207.21</u>
----------------------	---------------------

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST  
FOR BONDED DEBT ISSUED AND OUTSTANDING DECEMBER 31, 2022

<u>General Capital</u>			
<u>CALENDAR YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
2023	1,090,000.00	263,687.50	1,353,687.50
2024	1,115,000.00	217,712.50	1,332,712.50
2025	630,000.00	177,687.50	807,687.50
2026	635,000.00	154,862.50	789,862.50
2027	650,000.00	135,256.25	785,256.25
2028	660,000.00	114,931.25	774,931.25
2029	660,000.00	94,443.75	754,443.75
2030	660,000.00	73,956.25	733,956.25
2031	660,000.00	53,468.75	713,468.75
2032	660,000.00	32,637.50	692,637.50
2033	<u>685,000.00</u>	<u>11,025.00</u>	<u>696,025.00</u>
TOTAL	<u>\$8,105,000.00</u>	<u>\$1,329,668.75</u>	<u>\$9,434,668.75</u>

NOTE 3: GOVERNMENTAL DEBT (CONTINUED)

LONG-TERM DEBT (CONTINUED)

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL  
AND INTEREST FOR GREEN ACRES  
TRUST LOAN AS OF DECEMBER 31, 2022

CALENDAR YEAR	PRINCIPAL	INTEREST	TOTAL
2023	13,469.55	4,416.19	17,885.74
2024	13,740.29	4,145.45	17,885.74
2025	14,016.46	3,869.27	17,885.73
2026	14,298.20	3,587.54	17,885.74
2027	14,585.59	3,300.15	17,885.74
2028	14,878.76	3,006.97	17,885.73
2029	15,177.83	2,707.91	17,885.74
2030	15,482.91	2,402.83	17,885.74
2031	15,794.11	2,091.63	17,885.74
2032	16,111.57	1,774.16	17,885.73
2033	16,435.40	1,450.33	17,885.73
2034	16,765.76	1,119.97	17,885.73
2035	17,102.75	782.98	17,885.73
2036	17,446.52	439.22	17,885.74
2037	8,854.33	88.54	8,942.87
	\$ 224,160.05	\$ 35,183.16	\$ 259,343.17

SHORT-TERM DEBT

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

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

NOTE 3: GOVERNMENTAL DEBT (CONTINUED)

SHORT-TERM DEBT (CONTINUED)

There were outstanding Bond Anticipation Notes at December 31, 2022.

Outstanding Bond Anticipation Notes are summarized as follows:

	<u>Rate</u>	<u>Issue Date</u>	<u>Due Date</u>	<u>Amount</u>
General Capital	1.75%	04/14/2022	04/14/2023	\$6,177,882.00
General Capital	3.50%	10/11/2022	04/14/2023	<u>2,522,770.00</u>
				<u>\$8,700,652.00</u>

In accordance with N.J.S.A. 40A:4 sections 64 through 73, in any fiscal year, in anticipation of the collection of taxes for such year, whether levied in such year, or in anticipation of other revenue for such year, the City may, by resolution, borrow money and issue its negotiable notes, each of which shall be designated by the fiscal year to which it pertains. The proceeds may be used to pay outstanding previous notes of same purpose, or for purposes provided for in the budget or for which taxes are levied or to be levied for in such year. The amount outstanding shall not exceed an amount certified as the gross borrowing power, and no such notes shall be authorized in excess of an amount certified as the net borrowing power. Tax anticipation notes may be renewed from time to time, but any note shall mature within 120 days after the beginning of the succeeding fiscal year, and bear an interest rate that does not exceed 6%. The City did not have any Tax Anticipation Notes in 2022.

NOTE 4: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2022 which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2023 were as follows:

Current Fund	\$250,000.00
--------------	--------------

NOTE 5: PROPERTY TAXES

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

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

	BALANCE DECEMBER 31, 2022	BALANCE DECEMBER 31, 2021
Prepaid Taxes	<u>\$122,706.36</u>	<u>\$170,629.33</u>

NOTE 6: PENSION PLANS

Plan Descriptions

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

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

NOTE 6: PENSION PLANS (CONTINUED)

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

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

Vesting and Benefit Provisions

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

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

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

NOTE 6: PENSION PLANS (CONTINUED)

Funding Policy

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group life insurance benefits is based on actual claims paid. For fiscal year 2022, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. During 2022, PERS provides for employee contributions of 7.50% of employees' base salary.

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. 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. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. For the fiscal year 2022, the State contributed an amount less than the actuarially determined amount. During 2022, PFRS provides for employee contributions of 10.00% of employees' base salary.

The City's share of pension costs, which is based upon the annual billings received from the State, amounted to:

<u>YEAR</u>		<u>PERS</u>		<u>PFRS</u>
2022	\$	111,149.00	\$	268,010.00
2021		136,951.00		228,920.00
2020		128,320.00		205,258.00

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

The City's share for DCRP amounted to \$0 for 2022, 2021 and 2020 as no employees were enrolled in DCRP.

Certain City employees are also covered by Federal Insurance Contribution Act.

NOTE 6: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions – GASB 68

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 "Accounting and Financial Reporting for Public Employees Pensions" which requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) of the participating municipality as of December 31, 2022. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year's budget and no liability is accrued at December 31, 2022.

Public Employees Retirement System (PERS)

At June 30, 2022, the State reported a net pension liability of \$1,556,351.00 for the City's proportionate share of the total net pension liability. The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the City's proportion was 0.0103128507 percent, which was an increase of 0.0012234881 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2022, the State recognized an actuarially determined pension benefit of \$146,333.00 for the City's proportionate share of the total pension expense. The pension expense recognized in the City's financial statements based on the April 1, 2022 billing was \$106,447.00.

NOTE 6: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

At June 30, 2022, the State reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 11,233.00	\$ 9,906.00
Changes of assumptions	4,822.00	233,047.00
Net difference between projected and actual earnings on pension plan investments	64,416.00	
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>211,928.00</u>	<u>242,156.00</u>
	<u>\$ 292,399.00</u>	<u>\$ 485,109.00</u>

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

<u>Year Ended June 30,</u>	<u>Amount</u>
2023	(\$139,547.60)
2024	(74,060.60)
2025	(39,215.60)
2026	66,317.40
2027	<u>(6,203.60)</u>
	<u>(\$192,710.00)</u>

NOTE 6: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which rolled forward to June 30, 2022. These actuarial valuations used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	
Through 2026	2.75-6.55%
	Based on
	Years of Service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

NOTE 6: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major assets class included in PERS's target assets allocation as of June 30, 2022 asset are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasury's	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%

NOTE 6: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

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

The following presents the City's proportionate share of the net pension liability of the participating employers as of June 30, 2022 respectively, calculated using the discount rate as disclosed above as well as what the City's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2022		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
City's proportionate share of the pension liability	\$1,999,455.00	\$1,556,351.00	\$1,179,252.00

NOTE 6: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

Special Funding Situation

In accordance with N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. For PERS, the legislation which legally obligates the State is found in Chapter 133, P.L. 2001. This special funding situation is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2022, there is no net pension liability associated with this special funding situation as there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date.

The amounts contributed by the State on behalf of the City under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68, and the State is treated as a nonemployer contributing entity. Since the City does not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the City related to this legislation.

The non-employer contributing entities' total proportionate share of the non-employer contribution that is associated with the City as of December 31, 2022 was 0.0103540522%. The non-employer contributing entities' contribution and employer pension expense and related revenue for the year ended June 30, 2022 was \$3,275.00.

Pension Plan Fiduciary Net Position

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

NOTE 6: PENSION PLANS (CONTINUED)

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

Police and Firemen's Retirement System (PFRS)

As discussed in Note 1, as of the date of this report the information for the period ended June 30, 2022, for PFRS was not available, therefore the information dated June 30, 2021 is disclosed.

At June 30, 2021, the State reported a net pension liability of \$1,617,382.00 for the City's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

At June 30, 2021, the City's proportion was 0.0221281800 percent, which was an increase of 0.0025258068 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2021, the State recognized an actuarially determined pension benefit of \$147,602.00. The pension expense recognized in the City's financial statements based on the April 1, 2021 billing was \$218,992.00.

At June 30, 2021, the State reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	Deferred Outflow of <u>Resources</u>	Deferred Inflow of <u>Resources</u>
Differences between expected and actual experience	\$ 18,452.00	\$ 193,746.00
Changes of assumptions	8,606.00	484,722.00
Net difference between projected and actual earnings on pension plan investments		689,219.00
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>389,809.00</u>	<u>19,857.00</u>
	\$ <u>416,867.00</u>	\$ <u>1,387,544.00</u>

NOTE 6: PENSION PLANS (CONTINUED)

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

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

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

Year Ended		Amount
<u>June 30</u>		
2022	\$	(355,195.60)
2023		(248,175.60)
2024		(202,450.60)
2025		(198,613.60)
2026		39,604.40
Thereafter		<u>(5,846.00)</u>
	\$	<u>(970,677.00)</u>

Actuarial Assumptions

The total pension liability for the June 30, 2021 measurement date was determined by an actuarial valuation as of July 1, 2020, which rolled forward to June 30, 2021. This actuarial valuation used the following assumptions:

	<u>June 30, 2021</u>
Inflation:	
Price	2.75%
Salary Increases	
Through all future years	3.25-15.25%
	Based on Years of Service
Investment Rate of Return	7.00%

Employee mortality rates were based on the Pubs-2010 amount-weighted mortality table with a 105.6% adjustment for males and 102.5% adjustment for females. For healthy annuitants, mortality rates were based on the Pubs-2010 amount-weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females. Disability rates were based on the Pubs-2010 amount-weighted mortality table with a 152.0% adjustment for males and 109.3% adjustment for females. Mortality improvement is based on scale MP-2021.

NOTE 6: PENSION PLANS (CONTINUED)

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

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

Actuarial Assumptions (Continued)

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018.

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00 percent at June 30, 2021 and June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.09%
Non-U.S. Developed Market Equity	13.50%	8.71%
Emerging Market Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Assets	3.00%	9.15%
Real Estate	8.00%	7.40%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasury's	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%

NOTE 6: PENSION PLANS (CONTINUED)

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

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of both June 30, 2021 and June 30, 2020, respectively. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

The following presents the City's proportionate share of the net pension liability of the participating employers as of June 30, 2021 respectively, calculated using the discount rate as disclosed above as well as what the City's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2021		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
City's proportionate share of the PFRS pension liability	\$2,455,944.00	\$1,617,382.00	\$919,370.00

NOTE 6: PENSION PLANS (CONTINUED)

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

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

Special Funding Situation

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

The non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the City as of December 31, 2021 and 2020 is 0.0221282696% and 0.0196023732% respectively, the non-employer contributing entities' contribution for the year ended June 30, 2021 and 2020 was \$39,516.00 and \$30,248.00, respectively and the employer pension expense and related revenue for the year ended June 30, 2021 and 2020 was \$50,661.00 and \$44,549.00, respectively.

At June 30, 2021 and 2020, the State's proportionate share of the net pension liability attributable to the City for the PFRS special funding situation is \$454,888.00 and \$393,92.00, respectively.

At June 30, 2021, the City's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

City's Proportionate Share of Net Pension Liability	\$1,617,382.00
State of New Jersey Proportionate Share of Net Pension Liability Associated with the City	<u>454,888.00</u>
	<u>\$2,072,270.00</u>

NOTE 6: PENSION PLANS (CONTINUED)

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

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

Pension Plan Fiduciary Net Position

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

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75

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

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

Plan Description and Benefits Provided

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*; therefore, assets are accumulated to pay associated benefits.

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Plan Description and Benefits Provided (Continued)

The Plan provides medical and prescription drug coverage to retirees and their covered dependents of the employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees.

Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 3) retired and reached the age of 65 with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 4) retired and reached age 62 with at least 15 years of service with the employer. Further, the law provides that the employer paid obligations for retiree coverage may be determined by means of a collective negotiations' agreement.

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

The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

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

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Contributions

The City's contributions to SHBP for the years ended November 30, 2021, 2020 and 2019 were \$182,490.27, \$147,573.22, and \$142,738.63 respectively, which equaled the required contributions for each year.

Total Net OPEB Liability

At June 30, 2021, the Plan reported a Liability of \$7,674,027.00 for the City's proportionate share of the collective Net OPEB liability. The total Net OPEB Liability measured as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021.

The City's proportion of the Net OPEB Liability was based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2020 through June 30, 2021.

At June 30, 2021, the City's proportion was 0.042634 percent, which was an increase of 0.000407 percent from its proportion measured as of June 30, 2020.

For the year ended June 30, 2021, the State reported OPEB benefit of \$104,906.00. This OPEB benefit was based on the OPEB plans June 30, 2021 measurement date.

At June 30, 2021, the State reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$172,196	\$1,605,520
Changes of assumptions	1,103,932	1,356,474
Net difference between projected and actual earnings on OPEB plan investments	3,669	-
Changes in proportion	<u>660,659</u>	<u>1,349,448</u>
	<u>\$1,940,456</u>	<u>\$4,311,442</u>

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Other local amounts reported by the State as the City's proportionate share of deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the State's actuarially calculated pension (benefit)/expense as follows:

Year Ended	
<u>June 30,</u>	<u>Amount</u>
2022	(\$595,968)
2023	(596,571)
2024	(597,122)
2025	(465,791)
2026	(192,903)
Total Thereafter	<u>77,368</u>
	<u><u>(\$2,370,986)</u></u>

Actuarial Assumptions and Other Inputs

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

Inflation rate	2.50%
Salary Increases:	
Public Employees Retirement System (PERS):	
Initial fiscal year applied	
Rate through 2026	2.00% to 6.00%
Rate thereafter	3.00% to 7.00%
Police and Firemen's Retirement System (PFRS):	
Rate for all future years	3.25% to 15.25%

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs (Continued)

PERS	Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using scale MP-2021
PFRS	Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using scale MP-2021

\* Salary increases are based on years of service within the respective plan.

Actuarial assumptions used in the July 1, 2020 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2013 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

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

Discount Rate

The discount rate for June 30, 2021 was 2.16%. 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.

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

The following presents the Net OPEB Liability associated with the City's as of June 30, 2021, calculated using the discount rate as disclosed above as well as what the Net OPEB Liability would be if it was calculated using a discount rate that is 1 -percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2021		
	1.00% <u>Decrease (1.16%)</u>	At Discount <u>Rate (2.16%)</u>	1.00% <u>Increase (3.16%)</u>
City's proportionate share of the Net OPEB Liability	\$9,030,857	\$7,674,027	\$6,598,709

NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in Healthcare Trends

The following presents the total Net OPEB Liability associated with the City's as of June 30, 2021, calculated using the healthcare trend rate as disclosed above as well as what the Net OPEB Liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2021		
	1.00% <u>Decrease</u>	Healthcare Cost <u>Trend Rate</u>	1.00% <u>Increase</u>
City's proportionate share of the Net OPEB Liability	\$6,402,723	\$7,674,027	\$9,332,921

OPEB Plan Fiduciary Net Position

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

NOTE 8: COMPENSATED ABSENCES

The City has permitted contractual employees to accrue unused sick pay, which may be taken as time off, or paid upon retirement, up to a maximum payment of \$20,000.00 and for officers hired after September 1, 1999 a maximum payment of \$15,000.00. For non-contractual employees hired prior to January 1, 1996 the maximum payment is \$15,000.00. The accumulated cost of such unpaid compensation is not required to be reported in the financial statements but is estimated to be material. The City annually appropriates the amounts that are required to be paid in that year's budget and no liability is accrued at December 31, 2022.

NOTE 9: LITIGATION

The City Attorney's letter did not indicate any litigation, claims or contingent liabilities that are either not covered by the City's insurance carrier or would have a material financial impact on the City.

NOTE 10: TAX APPEALS

There are tax appeals filed with the County and State Tax Court of New Jersey requesting a reduction of assessments for the year 2022. Any reduction in assessed valuation will result in a refund of prior years' taxes in the year of settlement, which may be funded from tax revenues through the establishment of a reserve or by the issuance of refunding bonds per N.J.S.A. 40A:2-51

NOTE 11: CONTINGENT LIABILITIES

The City participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of funds for eligible purposes. Findings and questioned costs, if any, relative to federal and state financial assistance programs will be discussed in detail in Part II of the 2022 audit report. In addition, these programs are also subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2022, the City does not believe that any material liabilities will result from such audits.

NOTE 12: RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters. The City maintains commercial insurance coverage through the Mid Jersey Joint Insurance Fund covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

New Jersey Unemployment Compensation Insurance - The City has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the City is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The City is billed quarterly for amounts due to the State. The following table is a summary of City contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the City's expendable trust fund for the current and previous two years:

<u>Fiscal Year</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ 208.38	\$ 4,988.07	\$ 659.38	\$ 71,772.28
2021		3,981.92	1,102.74	67,235.21
2020		4,055.19	846.54	64,356.03

NOTE 13: DEFERRED COMPENSATION PLAN

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

The City has engaged a private contractor to administer the plan.

The accompanying financial statements do not include the City's Deferred Compensation Plan activities.

NOTE 14: INTERFUND RECEIVABLES AND PAYABLES

The following Interfund balances remained on the balance sheets at December 31, 2022:

<u>FUND</u>	<u>INTERFUND RECEIVABLE</u>	<u>INTERFUND PAYABLE</u>
Current	\$94,468.05	\$912,732.79
Grant	25,685.93	
Animal Control Trust		35.81
Trust Other		94,432.24
General Capital	<u>887,046.86</u>	
	<u>\$1,007,200.84</u>	<u>\$1,007,200.84</u>

All balances resulted from the time lag between the dates that payments between funds are made and will be liquidated within one year.

NOTE 15: FIXED ASSETS

Below is a summary of the General Fixes Assets Account Group for the year ended December 31, 2022:

	Balance December 31, 2021	Additions	Deletions	Balance December 31, 2022
Land	\$ 4,289,000.00	\$ 1,978,100.00	\$	\$ 6,267,100.00
Buildings	3,735,500.00	447,000.00		4,182,500.00
Machinery and Equipment	<u>2,507,726.28</u>	<u>378,164.84</u>	<u>255,772.50</u>	<u>2,630,118.62</u>
	\$ <u>10,532,226.28</u>	\$ <u>2,803,264.84</u>	\$ <u>255,772.50</u>	\$ <u>13,079,718.62</u>

NOTE 16: DEFERRED CHARGES

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2022 the following deferred charges are shown on the balance sheets of the various funds

	BALANCE DECEMBER 31, 2022	2023 BUDGET APPROPRIATION	BALANCE TO SUCCEEDING BUDGETS
Current:			
Special Emergency Authorization			
N.J.S.A. 40A:4-53			
Operating Deficit	<u>\$316,000.00</u>	<u>\$79,000.00</u>	<u>\$237,000.00</u>
Hurricane IDA	<u>\$500,000.00</u>	**	

\*\* Funded by Capital Ordinance in 2023

NOTE 17: SUBSEQUENT EVENTS

The City has evaluated subsequent events occurring after the financial statement date through August 11, 2023 which is the date the financial statements were available to be issued. Based upon this evaluation, the City has determined that there are no subsequent events that need to be disclosed.

CITY OF LAMBERTVILLE  
SUPPLEMENTARY SCHEDULES - ALL FUNDS  
YEAR ENDED DECEMBER 31, 2022

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF CASH - TREASURER

	<u>REF.</u>	<u>CURRENT FUND</u>	<u>GRANT FUND</u>
Balance, December 31, 2021	A	\$ 1,973,481.58	\$
Increased by Receipts:			
Collector	A-5	\$ 19,399,695.51	\$
Revenue Accounts Receivable	A-12	2,404,584.56	
Miscellaneous Revenue Not Anticipated	A-2	113,567.77	
Reserve for Miscellaneous Deposits	A-14	131,392.59	
State of N.J.- Senior Citizens and Veterans Deductions	A-8	22,750.00	
Interfunds	A-13:A-29	794,756.44	74,931.59
Petty Cash Fund	A-15	700.00	
Grants Receivable	A-7		81,153.17
Reserve for Grants-Unappropriated	A-17:A-28	21,651.66	4,423.63
Budget Appropriation-Refunds	A-3	121,723.85	
Due State of New Jersey-Construction Code Official	A-25	19,407.46	
Due State of New Jersey-Registrar Licenses	A-26	645.00	
		<u>23,030,874.84</u>	<u>160,508.39</u>
		\$ 25,004,356.42	\$ 160,508.39
Decreased by Disbursements:			
2022 Appropriations	A-3	\$ 5,993,692.82	\$
2021 Appropriation Reserves	A-18	131,412.90	
Interfunds	A-13:A-29	668,916.36	85,576.80
Refund of Prior Year Revenue	A-1	250.00	
Refund of Miscellaneous Revenues	A-2	4,097.24	
Refund of Current Year Revenue	A-2	6,845.00	
Reserve for Miscellaneous Reserves	A-14	666,271.09	
Petty Cash Fund	A-15	700.00	
Refund of Tax Overpayments	A-16	27,482.21	
County Taxes Payable	A-22	3,000,065.91	
Regional School Tax	A-23	11,125,330.01	
Municipal Open Space Tax	A-24	84,054.51	
Due State of New Jersey-Construction Code Official	A-25	18,352.00	
Due State of New Jersey-Registrar Licenses	A-26	625.00	
Reserve for Grants-Appropriated	A-27		74,931.59
Fire District Tax	A-20	1,243,140.00	
		<u>22,991,235.05</u>	<u>160,508.39</u>
Balance, December 31, 2022	A	\$ <u>2,013,121.37</u>	\$ <u></u>

"A-5"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF CASH-COLLECTOR

	<u>REF.</u>		
Received:			
Revenue Accounts Receivable	A-12	\$ 46,976.30	
Senior Citizen Disallowed - Prior Years	A-8	1,000.00	
Taxes Receivable	A-9	19,107,626.16	
Miscellaneous Revenue	A-2	340.00	
Prepaid Taxes	A-21	118,422.43	
Tax Overpayments	A-16	31,559.43	
Miscellaneous Reserves	A-14	<u>93,771.19</u>	
		\$	19,399,695.51
Decreased by Disbursements:			
Payments to Treasurer	A-4	\$	<u>19,399,695.51</u>

"A-6"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF CHANGE FUNDS

<u>DEPARTMENT</u>		<u>BALANCE</u> <u>DECEMBER 31,</u> <u>2021 AND 2022</u>	
Tax Collector	\$	200.00	
Municipal Court		50.00	
Municipal Clerk		50.00	
	\$	300.00	
<u>REF.</u>		A	

"A-7"

CITY OF LAMBERTVILLE

GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2021</u>	<u>ACCRUED</u> <u>2022</u> <u>BUDGET</u>	<u>RECEIVED</u>	<u>UNAPPROPRIATED</u> <u>APPLIED</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>
ANJEC - Open Space Stewardship Grant	\$ 810.00	\$ 1,500.00	\$ 1,000.00	\$	\$ 1,310.00
Body Armor Grant- State		863.13	863.13		
Body Worn Camera Grant		26,494.00	25,906.23		587.77
Clean Communities Program		10,454.69	10,454.69		
Click It or Ticket It		1,705.00	275.00		1,430.00
Distracted Driving Grant		3,660.00	2,400.00	660.00	600.00
Drive Sober or Get Pulled Over - Labor Day 2022		1,080.00	1,080.00		
DWI Grant		1,155.00		1,155.00	
Electric Vehicle DC Fast Charge		75,000.00			75,000.00
FEMA - Swan Creek Embankment Erosion Mitigation	460,000.00				460,000.00
Green Communities Grant	3,000.00				3,000.00
Hunterdon County Economic Development Grant	5,369.29		2,539.00		2,830.29
Local Efficiency Achievement Program	60,537.39				60,537.39
Lower Delaware Wild and Scenic Grant	350.00	4,830.00	2,415.00		2,765.00
New Jersey Historic Trust - Holcombe House	76,119.00				76,119.00
Rediscover Hunterdon Communities Grant		5,000.00	5,000.00		
Recycling Tonnage Grant		6,880.12	6,880.12		
Safe Passage - Super Bowl		720.00	600.00		120.00
Safe Passage - St. Patrick's Day		720.00	720.00		
Safe Passage - Fourth of July		1,020.00	1,020.00		
Small Cities CDBG	227,628.00				227,628.00
Stay Sober Grant	1,320.00				1,320.00
Sustainable New Jersey - Small Grant NJLM	10,000.00	20,000.00	20,000.00		10,000.00
	<u>\$ 845,133.68</u>	<u>\$ 161,081.94</u>	<u>\$ 81,153.17</u>	<u>\$ 1,815.00</u>	<u>\$ 923,247.45</u>
<u>REF.</u>	<u>A</u>	<u>A-2</u>	<u>A-4</u>	<u>A-28</u>	<u>A</u>

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF DUE STATE OF NEW JERSEY  
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS  
PER CHAPTER 20, P.L. 1971

	<u>REF.</u>		
Balance, December 31, 2021	A	\$	(499.16)
Increased by:			
Senior Citizens Deductions Per Tax Billing		\$	3,750.00
Veterans Deductions Per Tax Billing			19,750.00
Senior Citizens Deductions Allowed by Tax Collector			750.00
Veteran Deductions Allowed by Tax Collector			
Canceled	A-1		<u>249.16</u>
			<u>24,499.16</u>
		\$	<u>24,000.00</u>
Decreased by:			
Deductions Disallowed by Collector:			
Received in Cash From State	A-4	\$	22,750.00
Prior Year Deductions Disallowed by Tax Collector	A-5		1,000.00
Current Year Deductions Disallowed by Tax Collector			<u>154.09</u>
			<u>23,904.09</u>
Balance, December 31, 2022	A	\$	<u><u>95.91</u></u>

ANALYSIS OF STATE SHARE OF CURENT YEAR  
SENIOR CITIZENS AND VETERANS DEDUCTIONS

Senior Citizens Deductions Per Tax Billing	\$	3,750.00
Veterans Deductions Per Tax Billing		19,750.00
Deductions Allowed by Tax Collector:		
Senior Citizens		<u>750.00</u>
	\$	<u>24,250.00</u>
Less: Deductions Disallowed by Tax Collector:		
Senior Citizens		<u>154.09</u>
	A-9	\$ <u><u>24,095.91</u></u>

"A-9"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

<u>YEAR</u>	<u>BALANCE DECEMBER 31, 2021</u>	<u>2022 LEVY</u>	<u>CASH COLLECTIONS</u>		<u>CANCELED</u>	<u>TRANSFERRED TO TAX TITLE LIENS</u>	<u>BALANCE DECEMBER 31, 2022</u>
			<u>2021</u>	<u>2022</u>			
2021	\$ 140,172.72	\$	\$	\$ 140,172.72	\$	\$	\$
2022		19,416,381.67	170,629.33	18,991,549.35	100,649.81	10,930.93	142,622.25
	<u>\$ 140,172.72</u>	<u>\$ 19,416,381.67</u>	<u>\$ 170,629.33</u>	<u>\$ 19,131,722.07</u>	<u>\$ 100,649.81</u>	<u>\$ 10,930.93</u>	<u>\$ 142,622.25</u>
<u>REF.</u>	A		A-2:A-21	A-2		A-10	A
Collector	A-5			\$ 19,107,626.16			
State of New Jersey	A-8			24,095.91			
				<u>\$ 19,131,722.07</u>			

ANALYSIS OF 2022 PROPERTY TAX LEVY

TAX YIELD

General Property Tax	\$ 19,395,186.98
Added and Omitted Tax (54:4-63.1 et. seq.)	21,194.69
	<u>\$ 19,416,381.67</u>

TAX LEVY

District School Tax	A-23	11,262,769.00
County Taxes:		
County Tax	A-22	\$ 2,736,959.24
County Library Tax	A-22	261,392.26
Due County for Added Taxes (54:4-63.1 et. seq.)	A-22	3,284.72
		3,001,636.22
Fire District Tax	A-20	1,243,140.00
Local Tax for Municipal Purposes	A-2	3,791,026.39
Local Open Space	A-24	84,054.51
Additional Tax Levied		33,755.55
		<u>\$ 19,416,381.67</u>

"A-10"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

	<u>REF.</u>		
Balance, December 31, 2021	A		\$ 136,777.74
Increased by:			
Transfers From Taxes Receivable	A-9	\$ 10,930.93	
Interest and Costs		<u>1,167.02</u>	
			<u>12,097.95</u>
Balance, December 31, 2022	A		\$ <u>148,875.69</u>

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF DEFERRED CHARGES - EMERGENCIES

	<u>REF.</u>	<u>SPECIAL EMERGENCY AUTHORIZATION COVID-19</u>	<u>SPECIAL EMERGENCY AUTHORIZATION ANTICIPATED REVENUE DEFICIT</u>	<u>SPECIAL EMERGENCY AUTHORIZATION (N.J.S.A. 40A: 4-55.3) HURRICANE IDA</u>	<u>OVEREXPENDITURE OF APPROPRIATIONS</u>	<u>TOTAL</u>
Balance, December 31, 2021	A	\$ 5,338.35	\$ 395,000.00	\$	\$ 8,003.97	\$ 408,342.32
Increased by:						
2022 Authorization	A-3	\$ 5,338.35	\$ 395,000.00	\$ 500,000.00	\$ 8,003.97	\$ 500,000.00
				\$ 500,000.00		\$ 908,342.32
Decreased by:						
Budget Appropriation	A-3	5,338.35	79,000.00		8,003.97	92,342.32
Balance, December 31, 2022	A	\$	\$ 316,000.00	\$ 500,000.00	\$	\$ 816,000.00

"A-12"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

<u>REF.</u>		<u>BALANCE DECEMBER 31, 2021</u>	<u>ACCRUED IN 2022</u>	<u>COLLECTED BY</u>		<u>BALANCE DECEMBER 31, 2022</u>
				<u>COLLECTOR</u>	<u>TREASURER</u>	
Clerk:						
Licenses:						
Alcoholic Beverage Licenses	A-2	\$	\$ 20,476.00	\$	\$ 20,476.00	\$
Other	A-2	936.00	21,486.00		22,422.00	
Fees and Permits	A-2	2,825.50	145,857.79		140,837.31	7,845.98
Construction Code Official:						
Fees and Permits	A-2	5,156.90	393,717.64		350,851.54	48,023.00
Municipal Court:						
Fines and Costs	A-2	10,842.92	171,620.54		169,321.34	13,142.12
Police Department:						
Fees and Permits	A-2	718.00	48,530.93		49,248.93	
Parking Meters	A-2		443,567.26		443,567.26	
Borough of Frenchtown - Interlocal Agreement	A-2		1,189.30		1,189.30	
Interest and Costs on Taxes	A-2		46,976.30	46,976.30		
Consolidated Municipal Tax Relief Act	A-2		5,468.00		5,468.00	
Energy Receipts Tax	A-2		409,602.00		409,602.00	
Hotel and Motel Occupancy Fees	A-2		162,681.59		162,681.59	
PILOT - South Hunterdon Regional Apartments	A-2		12,678.15		12,678.15	
PILOT - Econotech Development Company	A-2		41,530.00		41,530.00	
Reserve for the Payment of Debt	A-2		100,000.00		100,000.00	
American Rescue Plan	A-2		198,922.59		198,922.59	
Cablevision Fees	A-2		19,173.14		19,173.14	
Uniform Fire Safety Act	A-2	270.00	30,787.41		29,835.41	1,222.00
Reserve for Open Space - Contribution to Debt Service	A-2		56,000.00		56,000.00	
PILOT - Community Investment Strategy	A-2		52,000.00		52,000.00	
Licenses - Alcoholic Beverage	A-2		7,900.00		7,900.00	
Reimbursement of Costs - Library	A-2		60,000.00		60,000.00	
Contribution from Lambertville MUA	A-2		50,880.00		50,880.00	
		<u>\$ 20,749.32</u>	<u>\$ 2,501,044.64</u>	<u>\$ 46,976.30</u>	<u>\$ 2,404,584.56</u>	<u>\$ 70,233.10</u>
<u>REF.</u>		A		A-5	A-4	A

"A-13"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	<u>TOTAL</u>	<u>GRANT FUND</u>	<u>ANIMAL CONTROL TRUST FUND</u>	<u>OPEN SPACE TRUST FUNDS</u>	<u>TRUST OTHER FUNDS</u>	<u>GENERAL CAPITAL FUND</u>
Balance, December 31, 2021							
Due from	A	\$ 27,474.17	\$	\$ 9.37	\$	\$ 27,464.80	\$
Due to	A	<u>719,898.83</u>	<u>15,040.72</u>	<u></u>	<u>24,341.00</u>	<u>15,437.32</u>	<u>665,079.79</u>
 Treasurer-Receipts	A-4	<u>794,756.44</u>	<u>85,576.80</u>	<u></u>	<u></u>	<u>156,471.16</u>	<u>552,708.48</u>
 Treasurer-Disbursements	A-4	<u>668,916.36</u>	<u>74,931.59</u>	<u>26.44</u>	<u>65,908.23</u>	<u>197,308.69</u>	<u>330,741.41</u>
Balance, December 31, 2022							
Due from	A	\$ 94,468.05	\$	\$ 35.81	\$ 41,567.23	\$ 52,865.01	\$
Due to	A	<u><u>912,732.79</u></u>	<u><u>25,685.93</u></u>	<u><u></u></u>	<u><u></u></u>	<u><u></u></u>	<u><u>887,046.86</u></u>

"A-14"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF RESERVE FOR MISCELLANEOUS RESERVES

	BALANCE DECEMBER 31, 2021	BUDGET APPROPRIATION	INCREASED BY CASH RECIEPTS	DECREASED BY CASH DISBURSEMENTS	BALANCE DECEMBER 31, 2022
Outside Liens	\$	\$	\$ 89,808.81	\$ 89,808.81	\$
State Library Aid			2,131.00	2,131.00	
Due to Lambertville Sewerage Authority			3,962.38	3,962.38	
Hurricane IDA Damages MEL	250,000.00			24.11	249,975.89
Hurricane IDA Damages Selective Ins			101,895.50	101,895.50	
Watershed Protection Improvements		500,000.00		461,083.20	38,916.80
FEMA - Non-Congregate Shelter Reimbursement			27,366.09	27,366.09	
	<u>\$ 250,000.00</u>	<u>\$ 500,000.00</u>	<u>\$ 225,163.78</u>	<u>\$ 686,271.09</u>	<u>\$ 288,892.69</u>
<u>REF.</u>	A	A-3		A-4	A
Treasurer	A-4		\$ 131,392.59		
Collector	A-5		<u>93,771.19</u>		
			<u>\$ 225,163.78</u>		

"A-15"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF PETTY CASH FUND

<u>DEPARTMENT</u>	<u>CASH DISBURSEMENTS</u>	<u>CASH RECEIPTS</u>
Treasurer	\$ <u>700.00</u>	\$ <u>700.00</u>
	\$ <u>700.00</u>	\$ <u>700.00</u>
<u>REF.</u>	A-4	A-4

"A-16"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF TAX OVERPAYMENTS

	<u>REF.</u>		
Balance, December 31, 2021	A	\$	4,210.48
Increased by:			
Cash Receipts	A-5		31,559.43
		\$	<u>35,769.91</u>
Decreased by:			
Cash Disbursements	A-4	\$	27,482.21
Applied	A-21		<u>4,283.93</u>
		\$	<u>31,766.14</u>
Balance, December 31, 2022	A	\$	<u><u>4,003.77</u></u>

"A-17"

SCHEDULE OF RESERVE FOR GRANTS UNAPPROPRIATED - CURRENT FUND

Increased by:			
Cash Receipts	A-4	\$	21,651.66
Balance, December 31, 2022	A	\$	<u><u>21,651.66</u></u>

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF 2021 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2021	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<u>GENERAL GOVERNMENT</u>				
General Administration:				
Other Expenses	\$ 15,080.07	\$ 21,065.87	\$ 17,542.28	\$ 3,523.59
Mayor and Council:				
Other Expenses	28.01	28.01		28.01
Municipal Clerk:				
Salaries and Wages	21.16	3,070.42	3,070.42	
Other Expenses	20.23	3,047.87	3,042.58	5.29
Financial Administration:				
Salaries and Wages	500.54	3,484.44	3,484.44	
Other Expenses	4.11	4.11		4.11
Tax Collector:				
Salaries and Wages	223.66	638.28	638.28	
Other Expenses	22.50	22.50		22.50
Tax Assessor:				
Salaries and Wages	80.37	1,300.91	1,300.91	
Other Expenses	179.85	179.85		179.85
City Attorney:				
Other Expenses	5,789.20	20,477.04	5,520.00	14,957.04
Historic Preservation:				
Salaries and Wages	1.66	1.66		1.66
<u>PUBLIC AFFAIRS AND PUBLIC SAFETY</u>				
Police:				
Salaries and Wages	16,228.68	27,407.71	27,407.71	
Other Expenses	623.25	3,104.94	2,487.00	617.94
Emergency Management Services:				
Other Expenses	524.57	524.57		524.57
Uniform Fire Safety Act:				
Fire Inspection Official:				
Salaries and Wages	1,823.19	1,823.19		1,823.19
Other Expenses	188.70	755.00	566.30	188.70
Municipal Prosecutor:				
Other Expenses	1,563.95	1,563.95		1,563.95
<u>PUBLIC WORKS, PARKS AND PLAYGROUNDS</u>				
Public Works:				
Salaries and Wages	230.81	230.81		230.81
Other Expenses	3,513.06	7,002.92	6,852.41	350.51
Solid Waste Collection:				
Salaries and Wages	3,432.11	432.11		432.11
Other Expenses	17,766.70	25,680.93	21,008.91	4,672.02
Buildings and Grounds:				
Other Expenses	505.55	851.10	274.24	576.86
Municipal Land Use Law (N.J.S.A. 40A:55D-1)				
Planning Board:				
Salaries and Wages	79.20	79.20		79.20
Other Expenses	28.58	28.58		28.58
Zoning Board of Adjustments:				
Salaries and Wages	680.66	680.66		680.66
Other Expenses	13.20	631.76	618.56	13.20
Inspection and Code Enforcement:				
Other Expenses	1,700.00	1,700.00		1,700.00
Administration of Public Assistance:				
Salaries and Wages	620.90	630.80	630.80	
Other Expenses	302.86	481.06	178.20	302.86
Dog Regulation:				
Other Expenses	32.00	2,924.00	2,892.00	32.00

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF 2021 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2021	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
Insurance:				
Group Insurance Plan	\$ 5,964.08	\$ 5,964.08	\$	\$ 5,964.08
Group Insurance - Health Benefit Waiver	180.58	180.58		180.58
Municipal Court:				
Salaries and Wages	2,959.57	2,959.57	1,921.93	1,037.64
Other Expenses	950.81	1,287.52	338.71	950.81
Public Defender:				
Salaries and Wages	300.00	300.00		300.00
Construction Official:				
Salaries and Wages	270.33	4,486.43	4,486.43	
Other Expenses	261.90	546.90	285.00	261.90
Accumulated Leave Compensation:				
Salaries and Wages	500.00	500.00		500.00
Contribution to Public Event, Anniversary or Holiday:				
Other Expenses	1,259.13	3,296.88	1,637.11	1,659.77
<u>UNCLASSIFIED</u>				
Street Lighting:				
Other Expenses	998.80	3,525.03	2,526.23	998.80
Utilities:				
All	6,460.10	11,641.57	3,461.76	8,179.81
Statutory Expenditures:				
Contribution to:				
Social Security System	17,959.94	17,959.94	3,403.78	14,556.16
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>				
Maintenance of Free Public Library (CH. 82 P.L. 1985)	16,208.98	16,295.59	16,038.91	256.68
Interlocal Municipal Service Agreements:				
Frenchtown - Construction Code Official:				
Salaries and Wages	4,524.02	4,524.02		4,524.02
Other Expenses	13,997.60	13,997.60		13,997.60
Frenchtown - Zoning:				
Salaries and Wages	705.01	705.01		705.01
	<u>\$ 145,310.18</u>	<u>\$ 218,024.97</u>	<u>\$ 131,412.90</u>	<u>\$ 86,612.07</u>
<u>REF.</u>	A: A-18		A-4	A-1
Balance, December 31, 2021	A-18	\$ 145,310.18		
Encumbrances Payable	A-19	72,714.79		
		<u>\$ 218,024.97</u>		

"A-19"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>REF.</u>		
Balance, December 31, 2021	A	\$	72,714.79
Increased by:			
Budget Appropriations	A-3		86,846.06
		\$	<u>159,560.85</u>
Decreased by:			
Transferred to Appropriation Reserves	A-18		<u>72,714.79</u>
Balance, December 31, 2022	A	\$	<u><u>86,846.06</u></u>

"A-20"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF FIRE DISTRICT TAX PAYABLE

REF.

Increased by:		
Levy Calendar Year 2022	A-1:A-9	\$ 1,243,140.00
Decreased by:		
Cash Disbursements	A-4	\$ <u>1,243,140.00</u>

"A-21"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF PREPAID TAXES

	<u>REF.</u>		
Balance, December 31, 2021 (2022 Taxes)	A	\$	170,629.33
Increased by:			
Collection - 2023 Taxes	A-5	\$	118,422.43
Applied	A-16		<u>4,283.93</u>
			122,706.36
		\$	<u>293,335.69</u>
Decreased by:			
Applied to Taxes Receivable	A-9		<u>170,629.33</u>
Balance, December 31, 2022 (2023 Taxes)	A	\$	<u><u>122,706.36</u></u>

"A-22"

SCHEDULE OF COUNTY TAXES PAYABLE

Balance, December 31, 2021	A	\$	1,714.41
Current Year Tax Levy:			
County Tax	A-1:A-9	\$	2,736,959.24
County Library Tax	A-1:A-9		261,392.26
Added County Taxes	A-1:A-9		<u>3,284.72</u>
		\$	<u>3,001,636.22</u>
		\$	3,003,350.63
Decreased by:			
Cash Disbursements	A-4		<u>3,000,065.91</u>
Balance, December 31, 2022	A	\$	<u><u>3,284.72</u></u>

"A-23"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF REGIONAL SCHOOL TAX PAYABLE

	<u>REF.</u>	
Balance, December 31, 2021	A	\$ (0.52)
Increased by:		
Levy Calendar Year 2022	A-1:A-9	11,262,769.00
		\$ <u>11,262,768.48</u>
Decreased by:		
Cash Disbursements	A-4	<u>11,125,330.01</u>
Balance, December 31, 2022	A	\$ <u><u>137,438.47</u></u>

"A-24"

SCHEDULE OF MUNICIPAL OPEN SPACE TAX PAYABLE

Increased by:		
Levy Calendar Year 2022	A-1:A-9	\$ 84,054.51
Decreased by:		
Cash Disbursements	A-4	\$ <u><u>84,054.51</u></u>

"A-25"

CITY OF LAMBERTVILLE

CURRENT FUND

SCHEDULE OF DUE STATE OF NEW JERSEY  
CONSTRUCTION CODE OFFICIAL

	<u>REF.</u>	
Balance, December 31, 2021	A	\$ 1,638.54
Increased by:		
Cash Receipts	A-4	19,407.46
		<u>\$ 21,046.00</u>
Decreased by:		
Cash Disbursements	A-4	18,352.00
		<u>18,352.00</u>
Balance, December 31, 2022	A	<u><u>\$ 2,694.00</u></u>

"A-26"

SCHEDULE OF DUE STATE OF NEW JERSEY  
REGISTRAR LICENSES

Balance, December 31, 2021	A	\$ (20.00)
Increased by:		
Cash Receipts	A-4	645.00
		<u>\$ 625.00</u>
Decreased by:		
Cash Disbursements	A-4	625.00
		<u><u>\$ 625.00</u></u>

CITY OF LAMBERTVILLE

GRANT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

<u>GRANT/PROGRAM</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2021</u>	<u>BUDGET</u> <u>APPROPRIATIONS</u>	<u>PAID OR</u> <u>CHARGED</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>
Alcohol Education and Rehabilitation Fund	\$ 6,841.11	\$	\$	\$ 6,841.11
ANJEC - Open Space Stewardship Grant	196.46	1,500.00	1,258.17	438.29
Body Armor Grant- State	4,249.80	863.13		5,112.93
Body Worn Camera Grant		26,494.00	25,906.23	587.77
Clean Communities Program	15,034.62	10,454.69	11,689.45	13,799.86
Click It or Ticket It	500.00	1,705.00	275.00	1,930.00
COVID-19 Grant	1,520.00			1,520.00
Distracted Driving Grant		3,660.00	2,760.00	900.00
Drive Sober or Get Pulled Over - Labor Day 2022		1,080.00		1,080.00
Drunk Driving Enforcement Fund	21,518.52	1,155.00	374.55	22,298.97
Electric Vehicle DC Fast Charge		75,000.00		75,000.00
FEMA - Swan Creek Embankment Erosion Mitigation	436,558.75			436,558.75
Green Communities Grant	3,000.00			3,000.00
Hunterdon County Economic Development Grant	5,369.29		2,539.00	2,830.29
Local Efficiency Achievement Program	67,824.00			67,824.00
Lower Delaware Wild and Scenic Grant	277.27	4,830.00	4,560.13	547.14
New Jersey Historic Trust - Holcombe House	76,119.00			76,119.00
Recycling Tonnage Grant	4,406.28	6,880.12	1,568.44	9,717.96
Rediscover Hunterdon Communities Grant		5,000.00	5,000.00	
Safe Passage - Super Bowl		720.00	720.00	
Safe Passage - St. Patrick's Day		720.00	720.00	
Safe Passage - Fourth of July		1,020.00	1,020.00	
Small Cities CDBG	206,151.08			206,151.08
Stay Sober Grant	3,630.00			3,630.00
Sustainable New Jersey - Small Grant NJLM	5,163.22	20,000.00	16,540.62	8,622.60
	<u>\$ 858,359.40</u>	<u>\$ 161,081.94</u>	<u>\$ 74,931.59</u>	<u>\$ 944,509.75</u>

REF.

A

A-3

A-4

A

"A-28"

CITY OF LAMBERTVILLE

GRANT FUND

SCHEDULE OF RESERVE FOR GRANTS-UNAPPROPRIATED

<u>GRANT/PROGRAM</u>	BALANCE DECEMBER <u>31, 2021</u>	CASH <u>RECEIPTS</u>	APPLIED TO <u>RECEIVABLES</u>	BALANCE DECEMBER <u>31, 2022</u>
Distracted Driving Grant	\$ 660.00	\$	\$ 660.00	\$
DWI Grant	1,155.00		1,155.00	
Body Armor Replacement Fund		1,037.17		1,037.17
CARES Act		3,386.46		3,386.46
	<u>\$ 1,815.00</u>	<u>\$ 4,423.63</u>	<u>\$ 1,815.00</u>	<u>\$ 4,423.63</u>
<u>REF.</u>	A	A-4	A-7	A

"A-29"

CITY OF LAMBERTVILLE

GRANT FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	<u>TOTAL</u>	<u>CURRENT FUND</u>
Balance, December 31, 2021			
Due from	A	\$ 15,040.72	\$ 15,040.72
Increased by:			
Treasurer-Receipts	A-4	<u>74,931.59</u>	<u>74,931.59</u>
Decreased by:			
Treasurer-Disbursements	A-4	<u>85,576.80</u>	<u>85,576.80</u>
Balance, December 31, 2022			
Due from	A	\$ <u><u>25,685.93</u></u>	\$ <u><u>25,685.93</u></u>

## CITY OF LAMBERTVILLE

## TRUST FUND

## SCHEDULE OF CASH-TREASURER

	REF.	ANIMAL CONTROL	TRUST OTHER
Balance, December 31, 2021	B	\$ 4,289.47	\$ 1,312,957.82
Increased by Receipts:			
Dog License Fees	B-3	\$ 4,040.30	\$
Due State of New Jersey	B-4	367.40	
Accounts Receivable	B		25.00
Various Reserves and Deposits	B-7		186,686.12
Due Current Fund	B-8	26.44	114,781.30
Performance Deposits	B-9		192,663.36
CDBG Rehabilitation Loan Repayment	B-10		77,572.81
Payroll Agency	B-11		2,621,445.76
C.O.A.H.	B-12		56,142.38
State Unemployment Insurance	B-13		5,196.45
Tax Sale Premiums	B-14		128,400.00
Municipal Open Space	B-15		84,184.19
CDBG Rehabilitation Loan Repayment - Brewery	B-16		306.23
Other Federal Programs	B-17		9,326.23
UDAG	B-18		10.00
		<u>4,434.14</u>	<u>3,476,739.83</u>
		\$ 8,723.61	\$ 4,789,697.65
Decreased by Disbursements:			
Expenditures Under R.S. 4:19-15.11	B-3	\$ 236.00	\$
Due State of New Jersey	B-4	367.40	
Various Reserves and Deposits	B-7		165,525.31
Due Current Fund	B-8		8,035.54
Performance Deposits	B-9		140,275.73
Payroll Agency	B-11		2,615,483.83
C.O.A.H.	B-12		9,936.72
State Unemployment Insurance	B-13		659.38
Tax Sale Premiums	B-14		177,777.72
Municipal Open Space	B-15		102,467.10
Other Federal Programs	B-17		809.42
UDAG	B-18		1.18
		<u>603.40</u>	<u>3,220,971.93</u>
Balance, December 31, 2022	B	\$ <u>8,120.21</u>	\$ <u>1,568,725.72</u>

"B-3"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES

	<u>REF.</u>			
Balance, December 31, 2021	B		\$	4,044.10
Increased by:				
License Fees Collected	B-2	\$	4,040.30	
Encumbrances Payable	B-5		<u>236.00</u>	
				<u>4,276.30</u>
			\$	8,320.40
Decreased by:				
Expenditures Under R.S. 4:19-15.11:				
Cash Disbursements	B-1	\$	236.00	
Encumbrances Payable	B-5		<u>139.03</u>	
				<u>375.03</u>
Balance, December 31, 2022	B		\$	<u><u>7,945.37</u></u>

<u>LICENSE FEES COLLECTED</u>		
<u>YEAR</u>		<u>AMOUNT</u>
2021	\$	4,575.37
2020		<u>4,362.00</u>
	\$	<u><u>8,937.37</u></u>

"B-4"

SCHEDULE OF DUE STATE OF NEW JERSEY -  
ANIMAL CONTROL FUND

Increased by:				
Cash Receipts	B-2		\$	367.40
Decreased by:				
Cash Disbursements	B-2		\$	<u><u>367.40</u></u>

"B-5"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF ENCUMBRANCES PAYABLE  
ANIMAL CONTROL TRUST FUND

REF.

Balance, December 31, 2021	B	\$	236.00
Increased by:			
Animal Control Expenditures	B-3		139.03
		\$	<u>375.03</u>
Decreased by:			
Animal Control Expenditures	B-3		<u>236.00</u>
Balance, December 31, 2022	B	\$	<u><u>139.03</u></u>

"B-6"

SCHEDULE OF ENCUMBRANCES PAYABLE  
TRUST OTHER FUND

Increased by:			
Reserve for C.O.A.H.	B-12	\$	6,350.00
Balance, December 31, 2022	B	\$	<u><u>6,350.00</u></u>

"B-7"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF VARIOUS RESERVES AND DEPOSITS

	BALANCE DECEMBER 31, 2021	CASH RECEIPTS	CASH DISBURSED	BALANCE DECEMBER 31, 2022
Police Donations	\$ 2,652.86	\$ 1,400.00		\$ 4,052.86
Marriage/Civil Union		100.00		100.00
Recreation	9,777.84	26,002.00	18,830.80	16,949.04
UCC Penalties - Fire Safety	1,000.00			1,000.00
UCC Penalties - Fire Department	1,000.00			1,000.00
Parking Offense Adjudication Act	809.68	2,316.00	716.04	2,409.64
Recycling	33.20			33.20
Office of Emergency Management Donations	475.53			475.53
Public Defender Fees	906.00	600.00		1,506.00
Police Outside Overtime	54,727.20	151,764.12	140,224.82	66,266.50
Antique Meter Sleeves	395.00			395.00
Halloween	543.97			543.97
Memorial Garden	17,997.13	4,254.00	2,254.00	19,997.13
Tree Planting - Ely Field	4,350.00			4,350.00
Shade Tree Donations	5,528.15	250.00	3,499.65	2,278.50
Community Development Block Grant	3,491.82			3,491.82
	<u>\$ 103,688.38</u>	<u>\$ 186,686.12</u>	<u>\$ 165,525.31</u>	<u>\$ 124,849.19</u>

REF.

B

B-2

B-2

B

"B-8"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>	<u>TOTAL</u>	<u>ANIMAL CONTROL FUND</u>	<u>TRUST OTHER FUND</u>
Balance, December 31, 2021:				
Due From	B	\$ 12,313.52	\$	12,313.52
Due To	B	<u>9.37</u>	<u>9.37</u>	<u></u>
Increased by:				
Cash Receipts	B-2	<u>114,807.74</u>	<u>26.44</u>	<u>114,781.30</u>
.		\$ 114,817.11	\$ 35.81	\$ 114,781.30
Decreased by:				
Cash Disbursements	B-2	<u>8,035.54</u>	<u></u>	<u>8,035.54</u>
Balance, December 31, 2022:				
Due To	B	<u>\$ 94,468.05</u>	<u>\$ 35.81</u>	<u>\$ 94,432.24</u>

"B-9"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF RESERVE FOR PERFORMANCE DEPOSITS

	<u>REF.</u>	
Balance, December 31, 2021	B	\$ 214,688.86
Increased by:		
Cash Receipts	B-2	<u>192,663.36</u>
		\$ <u>407,352.22</u>
Decreased by:		
Cash Disbursements	B-2	<u>140,275.73</u>
Balance, December 31, 2022	B	\$ <u><u>267,076.49</u></u>

"B-10"

SCHEDULE OF RESERVE FOR CDBG REHABILITATION  
LOAN REPAYMENT

Balance, December 31, 2021	B	\$ 312,978.15
Increased by:		
Cash Receipts	B-2	<u>77,572.81</u>
Balance, December 31, 2022	B	\$ <u><u>390,550.96</u></u>

"B-11"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF RESERVE FOR PAYROLL AGENCY

	<u>REF.</u>	
Balance, December 31, 2021	B	\$ 20,273.13
Increased by:		
Cash Receipts	B-2	<u>2,621,445.76</u>
		\$ 2,641,718.89
Decreased by:		
Cash Disbursements	B-2	<u>2,615,483.83</u>
Balance, December 31, 2022	B	<u>\$ 26,235.06</u>

"B-12"

SCHEDULE OF RESERVE FOR C.O.A.H.

Balance, December 31, 2021	B	\$ 97,001.88
Increased by:		
Cash Receipts	B-2	<u>56,142.38</u>
		\$ 153,144.26
Decreased by:		
Cash Disbursements	B-2	\$ 9,936.72
Encumbrances Payable	B-6	<u>6,350.00</u>
		<u>16,286.72</u>
Balance, December 31, 2022	B	<u>\$ 136,857.54</u>

"B-13"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF RESERVE FOR STATE UNEMPLOYMENT INSURANCE

	<u>REF.</u>	
Balance, December 31, 2021	B	\$ 67,235.21
Increased by:		
Cash Receipts	B-2	<u>5,196.45</u>
		\$ <u>72,431.66</u>
Decreased by:		
Cash Disbursements	B-2	<u>659.38</u>
Balance, December 31, 2022	B	\$ <u><u>71,772.28</u></u>

"B-14"

SCHEDULE OF RESERVE FOR  
TAX SALE PREMIUMS

Balance, December 31, 2021	B	\$ 287,477.72
Increased by:		
Cash Receipts	B-2	<u>128,400.00</u>
		\$ <u>415,877.72</u>
Decreased by:		
Cash Disbursements	B-2	<u>177,777.72</u>
Balance, December 31, 2022	B	\$ <u><u>238,100.00</u></u>

"B-15"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE TAX

	<u>REF.</u>		
Balance, December 31, 2021	B	\$	51,772.03
Increased by:			
Open Space Levy	B-2	\$	84,054.51
Interest on Investments			<u>129.68</u>
			84,184.19
		\$	<u>135,956.22</u>
Decreased by:			
Cash Disbursements	B-2		<u>102,467.10</u>
Balance, December 31, 2022	B	\$	<u><u>33,489.12</u></u>

"B-16"

SCHEDULE OF RESERVE FOR CDBG REHABILITATION  
LOAN REPAYMENT - BREWERY

Balance, December 31, 2021	B	\$	100,540.68
Increased by:			
Cash Receipts	B-2		<u>306.23</u>
Balance, December 31, 2022	B	\$	<u><u>100,846.91</u></u>

"B-17"

CITY OF LAMBERTVILLE

TRUST FUND

SCHEDULE OF RESERVE FOR OTHER FEDERAL PROGRAMS

	<u>REF.</u>	
Balance, December 31, 2021	B	\$ 69,649.01
Increased by:		
Cash Receipts		9,326.23
		<u>\$ 78,975.24</u>
Decreased by:		
Cash Disbursements	B-2	809.42
		<u>809.42</u>
Balance, December 31, 2022	B	<u><u>\$ 78,165.82</u></u>

"B-18"

SCHEDULE OF RESERVE FOR UDAG  
LOAN REPAYMENT

Balance, December 31, 2021	B	\$ (8.82)
Increased by:		
Cash Receipts	B-2	10.00
		<u>\$ 1.18</u>
Decreased by:		
Cash Disbursements	B-2	1.18
		<u><u>\$ 1.18</u></u>

"C-2"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF CASH - TREASURER

	<u>REF.</u>		
Balance, December 31, 2021	C	\$	935,330.20
Increased by Receipts:			
Budget Appropriations:			
Capital Improvement Fund	C-9	\$	95,000.00
Deferred Charges to Future Taxation-Unfunded	C-5		112,500.00
Grants Receivable	C-11		84,862.50
Bond Anticipation Notes	C-8		8,700,652.00
Miscellaneous Deposits	C-10		290,551.99
Interfunds	C-4		<u>125,535.66</u>
			9,409,102.15
		\$	<u>10,344,432.35</u>
Decreased by Disbursements:			
Bond Anticipation Notes	C-8	\$	6,177,882.00
Miscellaneous Deposits	C-10		100,000.00
Contracts Payable	C-6		2,992,171.04
Interfunds	C-4		<u>347,502.73</u>
			<u>9,617,555.77</u>
Balance, December 31, 2022	C:C-3	\$	<u><u>726,876.58</u></u>

"C-3"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

ANALYSIS OF CASH

	BALANCE DECEMBER <u>31, 2022</u>
Fund Balance	\$ 177,701.34
Capital Improvement Fund	23,872.24
Grants Receivable	(1,536,087.50)
Interfunds Receivable	(887,046.86)
Reserve For:	
Contracts Payable	1,294,879.68
Miscellaneous Deposits	391,751.30
Improvement Authorizations Funded as Set Forth on "C-7"	48,950.12
Improvement Authorizations Expended as Set Forth on "C-5"	(457,207.21)
Unexpended Proceeds of Bond Anticipation Notes Issued as Set Forth on "C-5"	<u>1,670,063.47</u>
	<u>\$ 726,876.58</u>

REF.

C-2

"C-4"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	<u>TOTAL</u>	<u>CURRENT FUND</u>
Balance, December 31, 2021:			
Due From	C	\$ <u>665,079.79</u>	\$ <u>665,079.79</u>
Increased by:			
Receipts	C-2	<u>125,535.66</u>	<u>125,535.66</u>
Decreased by:			
Disbursements	C-2	<u>347,502.73</u>	<u>347,502.73</u>
Balance, December 31, 2022:			
Due From	C	\$ <u><u>887,046.86</u></u>	\$ <u><u>887,046.86</u></u>

## CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

		ANALYSIS OF BALANCE						
		DECEMBER 31, 2022						
ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2021	AUTHORIZATIONS	BAN PAID BY BUDGET	CASH RECEIPTS	BALANCE DECEMBER 31, 2022	BOND ANTICIPATION NOTES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
1997-21	Purchase of Trash Truck	\$ 4,513.28	\$	\$	\$	4,513.28	\$	4,513.28
2002-03	Bike Pedestrian Safety Program	149,220.00				149,220.00		149,220.00
2003-20	Acquisition and Rehabilitation of Former Acme Site	47,501.00				47,501.00		47,501.00
2011-03	Purchase Public Works Vehicle and Equipment	88,476.51				88,476.51		88,476.51
2011-13	Purchase Police SUV	42,750.00				42,750.00		42,750.00
2012-19	Acquisition of Office and Computer Equipment	18,902.63				18,902.63		18,902.63
2016-17	Upgrades to City Hall	123,500.00		7,074.00		116,426.00	116,426.00	
2017-08	Improvements to City Property- Bicycle Transportation	144,800.00		5,145.00		139,655.00	139,655.00	
2017-20	Improvements to City Roads Incl. Clinton St. (NJDOT \$250,000)	83,500.00				83,500.00	83,500.00	
2018-01	Refurbish & Repair Heavy Equipment & Vehicles	38,000.00		4,223.00		33,777.00	33,777.00	
2018-02	Acquisition of Equipment	75,950.29		8,395.00		67,555.29	67,555.00	0.29
2018-03	Improvements to City Parks	123,000.00		4,242.00		118,758.00	118,758.00	
2018-06	Improvements to City Buildings	400,000.00		21,053.00		378,947.00	378,947.00	
2018-07	Supplemental Engineering Services - Flood Gates	35,090.18				35,090.18	35,000.00	90.18
2018-08	Improvements to City Roads - George St. and Coryell	435,000.00		9,416.00		425,584.00	357,784.00	67,800.00
2018-09	Supplemental Professional and Consulting - COAH	66,500.00		2,294.00		64,206.00	64,206.00	
2018-11	Acquisition and Installation of Fencing for Ely Park	380,034.54		3,932.00		376,102.54	376,068.00	34.54
2018-13	Supplemental Professional and Consulting - Connaught Hill	38,950.00		1,344.00		37,606.00	37,606.00	
2018-19	Acquisition of a Refurbished Garbage Truck	29,111.97				29,111.97	29,000.00	111.97
2018-20	Improvements of City Parks	22,419.81				22,419.81	22,113.00	306.81
2019-02	Professional and Consulting Fees - C.O.A.H.	47,500.00				47,500.00	47,500.00	
2020-03	Redevelopment Planning and Design	85,000.00				85,000.00	85,000.00	
2020-04	Redevelopment Planning and Investigation	18,000.00				18,000.00	18,000.00	
2020-05	Various Technology Improvements	61,037.00				61,037.00	61,037.00	
2020-06	Housing Element and Fair Share Plan	33,000.00				33,000.00	33,000.00	
2020-11	Various Capital Improvements	141,050.00				141,050.00	141,050.00	
2020-17	Purchase of Closson Property	161,900.00				161,900.00	161,900.00	
2021-03	DPV Vehicle Rehabilitation	31,900.00				31,900.00	31,900.00	
2021-05	Grant Avenue and Allen Street (NJDOT)	86,850.00				86,850.00	86,850.00	
2021-11	Acquisition of 260 North Main Street	3,770,000.00				3,770,000.00	3,770,000.00	
2021-31	Hurricane IDA Improvements	409,500.00				409,500.00	409,500.00	
2022-06	Watershed Protection Improvements		476,189.00			476,189.00	476,189.00	
2022-11	Various Road Improvements (NJDOT \$150,000)		585,713.00		112,500.00	473,213.00	435,713.00	37,500.00
2022-12	Supplemental Ord. 2021-05		35,000.00			35,000.00	35,000.00	
2022-13	Various Capital Improvements		1,047,618.00			1,047,618.00	1,047,618.00	
		\$ 7,192,957.21	\$ 2,144,520.00	\$ 67,118.00	\$ 112,500.00	\$ 9,157,859.21	\$ 8,700,652.00	\$ 457,207.21
REF	C		C-7	C-8	C-2	C		C-

"C-6"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF CONTRACTS PAYABLE

	<u>REF.</u>	
Balance, December 31, 2021	C	\$ 247,918.72
Increased by:		
Charges to Improvement Authorizations	C-7	4,039,132.00
		<u>\$ 4,287,050.72</u>
Decreased by:		
Cash Disbursements	C-2	<u>2,992,171.04</u>
Balance, December 31, 2022	C	<u><u>\$ 1,294,879.68</u></u>

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE		BALANCE DECEMBER 31, 2021		2022 AUTHORIZATIONS	PAID OR CHARGED	BALANCE DECEMBER 31, 2022	
		DATE	AMOUNT	FUNDED	UNFUNDED			FUNDED	UNFUNDED
General Improvements:									
2001-26	Housing Rehabilitation - DCA Grant #00-3507-99	07/16/01	\$ 300,000.00	\$	6,695.00	\$	\$	\$ 6,695.00	\$
2017-08	Improvements to City Property- Bicycle Transportation	03/21/17	197,630.00			147,936.08		8,281.08	139,655.00
2017-20	Improvements to City Roads Incl. Clinton St. (NJDOT \$	07/18/17	550,000.00		64,044.30	83,500.00		33,974.04	83,500.00
2018-06	Improvements to City Buildings	03/20/18	400,000.00			99,066.44		99,066.44	
2018-08	Improvements to City Roads - George St. and Coryell	05/15/18	435,000.00			98,954.26		18,112.18	80,842.08
2020-03	Redevelopment Planning and Design	05/21/20	85,000.00			13,404.57		5,314.00	8,090.57
2020-11	Various Capital Improvements	08/20/20	149,200.00			108,426.08		75,920.18	32,505.90
2020-17	Purchase of Closson Property	12/17/20	170,000.00			86,216.66		-10,890.66	97,107.32
2021-05	Grant Avenue and Allen Street (NJDOT)	04/22/21	200,000.00		75,713.50	86,850.00		130,929.52	31,633.98
2021-11	Acquisition of 260 North Main Street	04/22/21	3,770,000.00			1,008,078.95		5,670.64	1,002,408.31
2021-31	Hurricane IDA Improvements	12/16/21	430,000.00			223,259.75		223,242.36	17.39
2022-06	Watershed Protection Improvements	05/03/22	1,921,000.00			1,921,000.00	1,878,199.78		42,800.22
2022-11	Various Road Improvements (NJDOT \$150,000)	05/19/22	600,000.00			600,000.00	543,792.72		56,207.28
2022-12	Supplemental Ord. 2021-05	05/19/22	35,000.00			35,000.00	28,699.69		6,300.31
2022-13	Various Capital Improvements	05/19/22	1,100,000.00			1,100,000.00	1,011,004.89		88,995.11
				\$	146,452.80	\$ 1,955,692.79	\$ 3,656,000.00	\$ 4,039,132.00	\$ 48,950.12 \$ 1,670,063.47
		REF.		C	C		C-6	C:C-3	C:C-5
	Capital Improvement Fund		C-9			\$ 90,480.00			
	Deferred Charges to Future Taxation - Unfunded		C-5			2,144,520.00			
	Grants Receivable		C-11			1,421,000.00			
						\$ 3,656,000.00			

CITY OF LAMBERTVILLE  
GENERAL CAPITAL FUND  
SCHEDULE OF BOND ANTICIPATION NOTES

<u>ORDINANCE</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, 2021</u>	<u>INCREASED</u>	<u>DECREASED</u>	<u>BALANCE DECEMBER 31, 2022</u>
2016-17	Upgrades to City Hall	04/16/19	04/15/21	04/16/22	1.900%	\$ 123,500.00	\$	\$ 123,500.00	\$
			04/14/22	04/14/23	1.750%		116,426.00		116,426.00
2017-08	Improvements to City Property- Bicycle Transportation	01/18/18	04/15/21	04/16/22	1.900%	144,800.00		144,800.00	
			04/14/22	04/14/23	1.750%		139,655.00		139,655.00
2017-20	Improvements to City Roads Incl. Clinton St. (NJDOT \$250,000)	01/18/18	04/15/21	04/16/22	1.900%	83,500.00		83,500.00	
			04/14/22	04/14/23	1.750%		83,500.00		83,500.00
2018-01	Refurbish & Repair Heavy Equipment & Vehicles	04/16/19	04/15/21	04/16/22	1.900%	38,000.00		38,000.00	
			04/14/22	04/14/23	1.750%		33,777.00		33,777.00
2018-02	Acquisition of Equipment	04/16/19	04/15/21	04/16/22	1.900%	75,950.00		75,950.00	
			04/14/22	04/14/23	1.750%		67,555.00		67,555.00
2018-03	Improvements to City Parks	04/16/19	04/15/21	04/16/22	1.900%	123,000.00		123,000.00	
			04/14/22	04/14/23	1.750%		118,758.00		118,758.00
2018-06	Improvements to City Buildings	04/16/19	04/15/21	04/16/22	1.900%	400,000.00		400,000.00	
			04/14/22	04/14/23	1.750%		378,947.00		378,947.00
2018-07	Supplemental Engineering Services - Flood Gates	04/16/19	04/15/21	04/16/22	1.900%	35,000.00		35,000.00	
			04/14/22	04/14/23	1.750%		35,000.00		35,000.00
2018-08	Improvements to City Roads - George St. and Coryell	04/16/19	04/15/21	04/16/22	1.900%	367,200.00		367,200.00	
			04/14/22	04/14/23	1.750%		357,784.00		357,784.00
2018-09	Supplemental Professional and Consulting - COAH	04/16/19	04/15/21	04/16/22	1.900%	66,500.00		66,500.00	
			04/14/22	04/14/23	1.750%		64,206.00		64,206.00
2018-11	Acquisition and Installation of Fencing for Ely Park	04/16/19	04/15/21	04/16/22	1.900%	380,000.00		380,000.00	
			04/14/22	04/14/23	1.750%		376,068.00		376,068.00
2018-13	Supplemental Professional and Consulting - Connaught Hill	04/16/19	04/15/21	04/16/22	1.900%	38,950.00		38,950.00	
			04/14/22	04/14/23	1.750%		37,606.00		37,606.00
2018-19	Acquisition of a Refurbished Garbage Truck	04/16/19	04/15/21	04/16/22	1.900%	29,000.00		29,000.00	
			04/14/22	04/14/23	1.750%		29,000.00		29,000.00
2018-20	Improvements of City Parks	04/16/19	04/15/21	04/16/22	1.900%	22,113.00		22,113.00	
			04/14/22	04/14/23	1.750%		22,113.00		22,113.00
2019-02	Professional and Consulting Fees - C.O.A.H.	04/14/21	04/14/21	04/14/22	1.900%	47,500.00		47,500.00	
			04/14/22	04/14/23	1.750%		47,500.00		47,500.00
2020-03	Redevelopment Planning and Design	04/14/21	04/14/21	04/14/22	1.900%	85,000.00		85,000.00	
			04/14/22	04/14/23	1.750%		85,000.00		85,000.00
2020-04	Redevelopment Planning and Investigation	04/14/21	04/14/21	04/14/22	1.900%	18,000.00		18,000.00	
			04/14/22	04/14/23	1.750%		18,000.00		18,000.00
2020-05	Various Technology Improvements	04/14/21	04/14/21	04/14/22	1.900%	61,037.00		61,037.00	
			04/14/22	04/14/23	1.750%		61,037.00		61,037.00
2020-06	Housing Element and Fair Share Plan	04/14/21	04/14/21	04/14/22	1.900%	33,000.00		33,000.00	
			04/14/22	04/14/23	1.750%		33,000.00		33,000.00
2020-11	Various Capital Improvements	04/14/21	04/14/21	04/14/22	1.900%	141,050.00		141,050.00	
			04/14/22	04/14/23	1.750%		141,050.00		141,050.00
2020-17	Purchase of Closson Property	04/14/21	04/14/21	04/14/22	1.900%	161,900.00		161,900.00	
			04/14/22	04/14/23	1.750%		161,900.00		161,900.00
2021-11	Acquisition of 260 North Main Street	05/28/21	05/28/21	04/14/22		3,770,000.00		3,770,000.00	
			04/14/22	04/14/23	1.750%		3,770,000.00		3,770,000.00

ORDINANCE	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE			BALANCE				
		NOTE				DECEMBER 31, 2021	INCREASED	DECREASED		31, 2022			
2021-03	DPW Vehicle Rehabilitation	10/11/22	10/11/22	04/14/23	3.50%	\$	\$	31,900.00	\$	31,900.00			
2021-05	Grant Avenue and Allen Street (NJDOT)	10/11/22	10/11/22	04/14/23	3.50%			86,850.00		86,850.00			
2021-31	Hurricane IDA Improvements	10/11/22	10/11/22	04/14/23	3.50%			409,500.00		409,500.00			
2022-06	Watershed Protection Improvements	10/11/22	10/11/22	04/14/23	3.50%			476,189.00		476,189.00			
2022-11	Various Road Improvements (NJDOT \$150,000)	10/11/22	10/11/22	04/14/23	3.50%			435,713.00		435,713.00			
2022-12	Supplemental Ord. 2021-05	10/11/22	10/11/22	04/14/23	3.50%			35,000.00		35,000.00			
2022-13	Various Capital Improvements	10/11/22	10/11/22	04/14/23	3.50%			1,047,618.00		1,047,618.00			
						\$	6,245,000.00	\$	8,700,652.00	\$	6,245,000.00	\$	8,700,652.00
						REF.	C	C-2		C			
					Paid by Budget		C-5		\$	67,118.00			
					Cash Disbursements		C-2			6,177,882.00			
									\$	6,245,000.00			

"C-9"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>	
Balance, December 31, 2021	C	\$ 19,352.24
Increased by:		
Current Year Budget Appropriation	C-2	95,000.00
		<u>\$ 114,352.24</u>
Decreased by:		
Appropriation to Finance		
Improvement Authorizations	C-7	<u>90,480.00</u>
Balance, December 31, 2022	C	<u><u>\$ 23,872.24</u></u>

"C-10"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF MISCELLANEOUS DEPOSITS

<u>ITEM</u>	BALANCE DECEMBER 31, 2021	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE DECEMBER 31, 2022
Reserve for Insurance Refunds	\$ 3,962.50	\$	\$	\$ 3,962.50
Reserve to pay Debt	197,236.81	261,126.14	100,000.00	358,362.95
Reserve to pay Debt - Clinton St - Ord 2017-20		29,425.85		29,425.85
	<u>\$ 201,199.31</u>	<u>\$ 290,551.99</u>	<u>\$ 100,000.00</u>	<u>\$ 391,751.30</u>
<u>REF.</u>	C	C-2	C-2	C

"C-11"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF GRANTS RECEIVABLE

REF.

Balance, December 31, 2021	C	\$	199,950.00
Increased by:			
Improvement Authorizations	C-7		1,421,000.00
		\$	<u>1,620,950.00</u>
Decreased by:			
Receipts	C-2		<u>84,862.50</u>
Balance, December 31, 2022	C	\$	<u><u>1,536,087.50</u></u>

ANALYSIS OF BALANCE

State Livable Communities Grant - Ordinance 2007-02	\$	36,800.00
Delaware River Joint Toll Commission - Ordinance 2008-19		50,000.00
New Jersey Department of Transportation - Ordinance 2021-05		28,287.50
United States Department of Agriculture - Ordinance 2022-06		<u>1,421,000.00</u>
	\$	<u><u>1,536,087.50</u></u>

"C-12"

SCHEDULE OF DEFERRED CHARGES  
TO FUTURE TAXATION - FUNDED

Balance, December 31, 2021	C	\$	9,412,364.19
Decreased by:			
Serial Bonds Paid by Budget	C-13	\$	1,070,000.00
Green Acres Loans Paid in Budget	C-14		<u>13,204.14</u>
			<u>1,083,204.14</u>
Balance, December 31, 2022	C	\$	<u><u>8,329,160.05</u></u>

"C-13"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF GENERAL SERIAL BONDS

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2022		INTEREST RATE	BALANCE DECEMBER 31, 2021	DECREASED	BALANCE DECEMBER 31, 2022
			DATE	AMOUNT				
General Improvement	05/15/03	\$ 2,425,000.00	08/15/23	\$ 200,000.00	3.90%	\$ 600,000.00	\$ 200,000.00	\$ 400,000.00
			08/15/24	200,000.00	4.00%			
General Improvement	03/01/10	3,335,000.00	03/01/23	300,000.00	3.75%	900,000.00	300,000.00	600,000.00
			03/01/24	300,000.00	3.80%			
General Improvement	03/19/14	4,365,000.00	03/01/23	225,000.00	4.00%	3,110,000.00	215,000.00	2,895,000.00
			03/01/26	730,000.00	3.00%			
			03/01/29	815,000.00	3.25%			
			03/01/31	550,000.00	3.25%			
			03/01/33	575,000.00	3.50%			
General Obligation Bonds	3/27/18	5,385,000.00	3/1/2023	365,000.00	5.00%	4,565,000.00	355,000.00	4,210,000.00
			3/1/2024	380,000.00	5.00%			
			3/1/2025	385,000.00	5.00%			
			3/1/2026-2033	385,000.00	3.00%			
						\$ 9,175,000.00	\$ 1,070,000.00	\$ 8,105,000.00
REF.						C	C-12	C

"C-14"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF GREEN ACRES TRUST LOANS PAYABLE

IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL ISSUE	AMOUNT OF ORIGINAL ISSUE	OUTSTANDING DECEMBER 31, 2022		INTEREST RATE	BALANCE DECEMBER 31, 2021	DECREASED	BALANCE DECEMBER 31, 2022
			DATE	AMOUNT				
McCann Tract Acquisition	6/13/2017	\$ 220,000.00	2023	\$ 10,302.48	2.000%	\$	\$	\$
			2024	10,509.56	2.000%			
			2025	10,720.80	2.000%			
			2026	10,936.29	2.000%			
			2027	11,156.11	2.000%			
			2028	11,380.35	2.000%			
			2029	11,609.10	2.000%			
			2030	11,842.44	2.000%			
			2031	12,080.47	2.000%			
			2032	12,323.29	2.000%			
			2033	12,570.98	2.000%			
			2034	12,823.66	2.000%			
			2035	13,081.42	2.000%			
			2036	13,344.35	2.000%			
			2037	6,772.46	2.000%	181,553.24	10,099.48	171,453.76
McCann Tract Acquisition	6/13/2017	67,629.79	2023	3,167.07	2.000%			
			2024	3,230.73	2.000%			
			2025	3,295.66	2.000%			
			2026	3,361.91	2.000%			
			2027	3,429.48	2.000%			
			2028	3,498.41	2.000%			
			2029	3,568.73	2.000%			
			2030	3,640.47	2.000%			
			2031	3,713.64	2.000%			
			2032	3,788.28	2.000%			
			2033	3,864.42	2.000%			
			2034	3,942.10	2.000%			
			2035	4,021.33	2.000%			
			2036	4,102.17	2.000%			
			2037	2,081.89	2.000%	55,810.95	3,104.66	52,706.29
						\$ 237,364.19	\$ 13,204.14	\$ 224,160.05

REF.

C

C-12

C

"C-15"

CITY OF LAMBERTVILLE

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE DECEMBER 31, 2022</u>
1997-21	Purchase of Trash Truck	\$ 4,513.28
2002-03	Bike Pedestrian Safety Program	149,220.00
2003-20	Acquisition and Rehabilitation of Former Acme Site	47,501.00
2011-03	Purchase Public Works Vehicle and Equipment	88,476.51
2011-13	Purchase Police SUV	42,750.00
2012-19	Acquisition of Office and Computer Equipment	18,902.63
2018-02	Acquisition of Equipment	0.29
2018-07	Supplemental Engineering Services - Flood Gates	90.18
2018-08	Improvements to City Roads - George St. and Coryell	67,800.00
2018-11	Acquisition and Installation of Fencing for Ely Park	34.54
2018-19	Acquisition of a Refurbished Garbage Truck	111.97
2018-20	Improvements of City Parks	306.81
2022-11	Various Road Improvements (NJDOT \$150,000)	<u>37,500.00</u>
		<u>\$ 457,207.21</u>

"E-1"

CITY OF LAMBERTVILLE

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF CASH - TREASURER

	<u>REF.</u>	<u>P.A.T.F.</u> <u>II</u>	<u>FUND</u> <u>TOTAL</u>
Balance, December 31, 2021	E	\$ <u>106,536.66</u>	\$ <u>106,536.66</u>
Increased by:			
State Aid		\$ 55,300.00	\$ 55,300.00
Voided Checks		10,735.36	10,735.36
Interest Earned		224.82	224.82
	E-4	\$ <u>66,260.18</u>	\$ <u>66,260.18</u>
Decreased by:			
2022 Assistance	E-5	\$ <u>139,756.84</u>	\$ <u>139,756.84</u>
Balance, December 31, 2022	E	\$ <u><u>33,040.00</u></u>	\$ <u><u>33,040.00</u></u>

"E-2"

CITY OF LAMBERTVILLE

PUBLIC ASSISTANCE TRUST FUND

SCHEDULE OF EMERGENCY FUND CASH AND  
RECONCILIATION AS OF DECEMBER 31, 2022

	<u>REF.</u>		
Balance, December 31, 2021 (Restated)	E-1	\$	2,807.91
Increased by:			
State Aid - Due to PATF II		\$	72,800.00
Refunds			27,366.09
Other Receipts			10,054.00
Interest Earned/Credits			<u>123.26</u>
			110,343.35
		\$	<u>113,151.26</u>
Decreased by Disbursements:			
2022 Assistance			<u>10,256.52</u>
Balance, December 31, 2022		\$	<u><u>102,894.74</u></u>

<u>RECONCILIATION - DECEMBER 31, 2022</u>	<u>P.A.T.F. II ACCOUNT</u>	<u>TOTAL</u>
Balance on Deposit per Statement of:		
Bank of Princeton		
Account #1800005447	\$ <u>102,894.74</u>	\$ <u>102,894.74</u>
Balance, December 31, 2022	\$ <u><u>102,894.74</u></u>	\$ <u><u>102,894.74</u></u>

"E-3"

CITY OF LAMBERTVILLE  
PUBLIC ASSISTANCE TRUST FUND  
SCHEDULE OF CASH AND  
RECONCILIATION AS OF DECEMBER 31, 2022

	<u>REF.</u>		
Balance, December 31, 2021	E-1	\$	106,536.66
Increased by Receipts:			
State Aid		\$	55,300.00
Voided Checks			10,735.36
Interest Earned			<u>224.82</u>
	E-4		66,260.18
		\$	<u>172,796.84</u>
Decreased by Disbursements:			
2022 Assistance	E-5		<u>139,756.84</u>
Balance, December 31, 2022	E-1	\$	<u><u>33,040.00</u></u>

<u>RECONCILIATION - DECEMBER 31, 2022</u>	<u>P.A.T.F. II</u> <u>ACCOUNT</u>	<u>TOTAL</u>
Balance on Deposit per Statement of: The Bank of Princeton Account #1800000265	\$ <u>33,040.00</u>	\$ <u>33,040.00</u>
Balance, December 31, 2022	\$ <u><u>33,040.00</u></u>	\$ <u><u>33,040.00</u></u>

"E-4"

CITY OF LAMBERTVILLE  
PUBLIC ASSISTANCE TRUST FUND  
SCHEDULE OF REVENUES  
YEAR ENDED DECEMBER 31, 2022

	<u>P.A.T.F. II</u>	<u>FUND TOTAL</u>
State Aid Payments	\$ 55,300.00	\$ 55,300.00
Refunds		
Voided Checks	10,735.36	10,735.36
Interest Earned	224.82	224.82
	<u>                    </u>	<u>                    </u>
<u>TOTAL REVENUES</u>	<u>\$ 66,260.18</u>	<u>\$ 66,260.18</u>
<u>REF.</u>		<u>E-1</u>

"E-5"

SCHEDULE OF EXPENDITURES  
YEAR ENDED DECEMBER 31, 2022

	<u>P.A.T.F. II</u>	<u>FUND TOTAL</u>
Payments for Current Year Assistance (Reported):		
Maintenance Payments	\$ 25,202.00	\$ 25,202.00
Other:		
Work Related	1,197.46	1,197.46
Emergency Assistance	83,403.66	83,403.66
Transportation	124.72	124.72
Transient	500.00	500.00
Temporary Rental Assistance	28,367.00	28,367.00
	<u>                    </u>	<u>                    </u>
<u>Total Payments Reported</u>	<u>\$ 138,794.84</u>	<u>\$ 138,794.84</u>
Assistance Under/(Over)-reported	<u>962.00</u>	<u>962.00</u>
<u>TOTAL EXPENDITURES (P.A.T.F.)</u>	<u>\$ 139,756.84</u>	<u>\$ 139,756.84</u>
<u>REF.</u>		<u>E-1</u>

CITY OF LAMBERTVILLE

PART II

SINGLE AUDIT SECTION

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

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

SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

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

The Honorable Mayor and Members  
of the City Council  
City of Lambertville  
County of Hunterdon  
Lambertville, New Jersey 08530

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account group of the City of Lambertville, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's regulatory financial statements, and have issued our report thereon dated August 11, 2023. Our report disclosed that, as described in Note 1 to the financial statements, the City of Lambertville prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

***Internal Control Over Financial Reporting***

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

## SUPLEE, CLOONEY & COMPANY

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 City of Lambertville'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. However, we noted other matters in the internal control which are discussed in Part II, General Comments and Recommendations of this report.

### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards. However, we noted other matters of noncompliance which are discussed in Part II, General Comments and Recommendations of the audit report.

### ***Purpose of This Report***

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Lambertville's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the City of Lambertville's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
REGISTERED MUNICIPAL ACCOUNTANT NO. 419

August 11, 2023



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

Telephone 908-789-9300

Fax 908-789-8535

E-mail [info@scnco.com](mailto:info@scnco.com)

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAM AND ON  
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE  
WITH THE UNIFORM GUIDANCE**

The Honorable Mayor and Members  
of the City Council  
City of Lambertville  
County of Hunterdon  
Lambertville, New Jersey 08530

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

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

We have audited the City of Lambertville, County of Hunterdon, State of New Jersey (the "City") compliance with the types of compliance requirements identified as subject to audit in the Federal OMB Compliance Supplement that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2022. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

## **SUPLEE, CLOONEY & COMPANY**

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards and the Uniform Guidance we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

# SUPLEE, CLOONEY & COMPANY


## *Report on Internal Control Over Compliance*

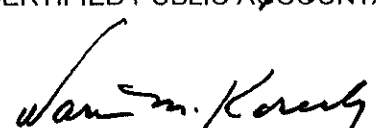
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
REGISTERED MUNICIPAL ACCOUNTANT NO. 419

August 11, 2023

## SCHEDULE 1

## CITY OF LAMBERTVILLE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2022

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL NUMBER	STATE ACCOUNT NUMBER	GRANT PERIOD		GRANT AWARD AMOUNT	2022 RECEIVED	2022 EXPENDITURES	CUMULATIVE
			FROM	TO				EXPENDITURES DECEMBER 31, 2022
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>								
<u>NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION (NHTSA)</u>								
National Priority Safety Programs - Passed Through								
the New Jersey Department of Law and Public Safety								
Impaired Driving Countermeasure (Drive Sober, or Get Pulled Over)	20.616	2016-066-1160-100-157	Continuous		\$ 9,575.00	\$	\$	5,945.00
Occupant Protection (Click It of Ticket)	20.616	2016-066-1160-100-155	Continuous		2,205.00	275.00	275.00	275.00
						\$ 275.00	\$ 275.00	6,220.00
<u>U. S. DEPARTMENT OF AGRICULTURE:</u>								
<u>Pass Through Natural Resources Conservation Service</u>								
Emergency Watershed Protection - Hurricane IDA	10.923	N/A	03/11/2022	12/31/2022	1,614,750.75	\$	1,311,695.76	1,311,695.76
						\$	1,311,695.76	1,311,695.76
<u>U.S. DEPARTMENT OF HOMELAND SECURITY:</u>								
<u>Public Assistance for Presidentially Declared Disasters - Passed</u>								
<u>Through the New Jersey Department of Law and Public Safety</u>								
Hurricane IDA	97.036	2022-066-1200-100-C84	09/05/2021	09/05/2024	315,785.20	315,785.20	148,126.92	315,785.20
Coronavirus Pandemic	97.036	2022-066-1200-100-C50	03/25/2020	09/25/2020	7,693.83	7,693.83		7,693.83
						\$ 323,479.03	\$ 148,126.92	323,479.03
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>								
<u>Passed Through the New Jersey Department of Community Affairs -</u>								
<u>Division of Housing and Community Resources</u>								
Small Cities Community Development Block Grant	14.218	2014-02292-0174-00	01/01/2014	12/21/2015	250,000.00	\$	\$	43,848.92
						\$	\$	43,848.92
<u>U.S. DEPARTMENT OF TREASURY</u>								
<u>Pass-Through the NJ Department of Community Affairs</u>								
Coronavirus State and Local Fiscal Recovery Funds	21.027	2021-022-8030-100-687	03/03/2021	12/31/2024	397,845.18	\$ 198,922.59	198,922.59	397,845.18
Coronavirus Relief Fund	21.019	2020-066-1200-100-D05	03/25/2020	09/25/2020	3,386.46	3,386.46		3,386.46
						\$ 202,309.05	\$ 198,922.59	401,231.64
Totals						\$ 526,063.08	\$ 1,659,020.27	2,086,475.35

CITY OF LAMBERTVILLE  
NOTES TO THE SCHEDULE OF EXPENDITURES OF  
FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2022

NOTE 1. GENERAL

The accompanying schedule of expenditures of Federal Awards present the activity of all federal financial assistance programs of the City of Lambertville, County of Hunterdon, New Jersey. All federal awards received directly from federal, as well as federal financial assistance passed through other government agencies is included on the Schedule of Expenditures of Federal Awards.

NOTE 2. BASIS OF ACCOUNTING

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

NOTE 3. RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

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

#### NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS

Amounts reported in the accompanying schedule of expenditures agree with amounts reported in the Township's statutory basis financial statements. These amounts are reported either in the Current Fund, Grant Fund or General Capital Fund.

##### Revenues:

	<u>Federal</u>	<u>Total</u>
Current Fund	\$ 264,661.94	\$ 264,661.94
Grant Fund	275.00	275.00
General Capital Fund	<u>261,126.14</u>	<u>261,126.14</u>
	<u>\$ 526,063.08</u>	<u>\$ 526,063.08</u>

##### Expenditures:

	<u>Federal</u>	<u>Total</u>
Current Fund	\$ 198,922.59	\$ 198,922.59
Grant Fund	275.00	275.00
General Capital Fund	<u>1,459,822.68</u>	<u>1,459,822.68</u>
	<u>\$ 1,659,020.27</u>	<u>\$ 1,659,020.27</u>

#### NOTE 5. OTHER

Matching contributions expended by the City in accordance with terms of the various grants are not reported in the accompanying schedules. In addition, the City has elected not to use the 10% *de minimis* inherent cost note as allowed under Uniform Guidance.

CITY OF LAMBERTVILLE  
HUNTERDON COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

**Section I - Summary of Auditor's Results**

**Financial Statements**

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

**Federal Program(s)**

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

<u>Program</u>	<u>Federal AL#</u>
U.S. Department of Agriculture:	
Emergency Watershed Protection	10.923

CITY OF LAMBERTVILLE  
HUNTERDON COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2022

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

**Federal Program(s) (Continued)**

(5) Program Threshold Determination:

Type A Federal Program Threshold > \$750,000.00

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

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

**State Program(s)** - Not Applicable

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

**Internal Control Findings**

None Reported

**Compliance Findings**

None Reported

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

Federal Programs - None Reported

State Programs - None Reported

**Status of Prior Year Audit Findings** - Not Applicable

THIS PAGE INTENTIONALLY LEFT BLANK

PART III

CITY OF LAMBERTVILLE

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2022

COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE - CURRENT FUND

	YEAR 2022		YEAR 2021	
	AMOUNT	%	AMOUNT	%
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 250,000.00	1.12%	\$ 292,810.26	1.37%
Miscellaneous - From Other Than				
Local Property Tax Levies	2,802,470.08	12.54%	2,885,909.40	13.52%
Collection of Delinquent Taxes				
and Tax Title Liens	140,172.72	0.63%	191,264.60	0.90%
Collections of Current Tax Levy	19,162,178.68	85.72%	17,967,878.90	84.21%
<u>Total Revenue</u>	<u>\$ 22,354,821.48</u>	<u>100.00%</u>	<u>\$ 21,337,863.16</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Municipal Purposes	\$ 6,842,839.42	30.41%	\$ 5,824,359.91	28.05%
County Taxes	3,001,636.22	13.34%	2,836,654.07	13.66%
Local School Taxes	11,262,769.00	50.05%	10,797,197.00	52.00%
Fire District Tax	1,243,140.00	5.52%	1,212,035.00	5.84%
Municipal Open Space	84,054.51	0.37%	56,000.00	0.27%
Other Expenditures	67,243.88	0.30%	38,302.38	0.18%
<u>Total Expenditures</u>	<u>\$ 22,501,683.03</u>	<u>100.00%</u>	<u>\$ 20,764,548.36</u>	<u>100.00%</u>
Excess (Deficit) in Revenue	\$ (146,861.55)		\$ 573,314.80	
Adjustments to Income Before Fund Balance:				
Expenditures Included Above Which are by Statute				
Deferred Charges to Budget of Succeeding Year	500,000.00			
Statutory Excess to Fund Balance	\$ 353,138.45		\$ 573,314.80	
Fund Balance - January 1	1,015,528.18		735,023.64	
	<u>\$ 1,368,666.63</u>		<u>\$ 1,308,338.44</u>	
Less: Utilization as Anticipated Revenue	250,000.00		292,810.26	
Fund Balance, December 31	<u>\$ 1,118,666.63</u>		<u>\$ 1,015,528.18</u>	

### COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Tax Rate	<u>\$2.310</u>	<u>\$2.268</u>	<u>\$2.221</u>
Appointment of Tax Rate:			
Municipal	\$0.417	\$0.375	\$0.360
Municipal Library	\$0.034	\$0.034	\$0.034
Municipal Open Space	0.010	0.010	0.010
County	0.326	0.322	0.322
County Open Space	0.032	0.031	0.031
Regional School	1.342	1.345	1.315
Fire District Tax	<u>0.149</u>	<u>0.151</u>	<u>0.149</u>

### ASSESSED VALUATIONS

Assessed Valuation:

2022	<u>\$839,618,392.00</u>		
2021		<u>\$802,923,992.00</u>	
2020			<u>\$795,337,992.00</u>

### COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

<u>YEAR</u>	<u>TAX LEVY</u>	<u>CURRENTLY</u>	
		<u>CASH COLLECTIONS</u>	<u>PERCENTAGE OF COLLECTION</u>
2022	\$19,416,381.67	\$19,162,178.68	98.69%
2021	\$18,212,878.16	\$17,967,878.90	98.65%
2020	\$17,667,273.00	\$17,551,110.98	99.34%

#### DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>YEAR</u>	<u>AMOUNT OF TAX TITLE LIENS</u>	<u>AMOUNT OF DELINQUENT TAXES</u>	<u>TOTAL DELINQUENT</u>	<u>PERCENTAGE OF TAX LEVY</u>
2022	\$148,875.69	\$142,622.25	\$291,497.94	1.50%
2021	\$136,777.74	\$140,172.72	\$276,950.46	1.52%
2020	\$156,969.96	\$155,874.89	\$312,844.85	1.77%

#### COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>YEAR</u>	<u>BALANCE DECEMBER 31</u>	<u>UTILIZED IN BUDGET OF SUCCEEDING YEAR</u>
Current Fund	2022	\$ 1,118,666.63	\$ 250,000.00
	2021	1,015,528.18	250,000.00
	2020	735,023.64	292,810.26
	2019	845,956.56	400,000.00
	2018	892,405.32	445,454.00

### OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>	<u>NAME OF SURETY</u>
Andrew J. Nowick	Mayor		
Julia Taylor	Council President		
Benedetta Lambert	Councilperson		
Wardell Sanders	Councilperson		
Steven M. Stegman	Councilperson,		
Cynthia Ege	City Clerk and Registrar of Vital Statistics	\$1,000,000.00	M.E.L. J.I.F.
Chris Battaglia	Chief Financial Officer until June 2022	\$1,000,000.00	M.E.L. J.I.F.
Christie Ehret	Chief Financial Officer	\$1,000,000.00	M.E.L. J.I.F.
Susan Bacorn	Deputy Treasurer	\$1,000,000.00	M.E.L. J.I.F.
Cynthia McBride	Tax Collector	\$1,000,000.00	M.E.L. J.I.F.
Richard Carmosino	Tax Assessor	\$1,000,000.00	M.E.L. J.I.F.
Francesco Taddeo	Magistrate	\$1,000,000.00	M.E.L. J.I.F.
Patricia Wozniak	Municipal Court Administrator	\$1,000,000.00	M.E.L. J.I.F.

All of the bonds were examined and were properly executed.

THIS PAGE INTENTIONALLY LEFT BLANK

GENERAL COMMENTS AND RECOMMENDATIONS

## GENERAL COMMENTS

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

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

Effective July 1, 2020, the bid threshold in accordance with N.J.S.A. 40A:11-4 is \$17,500.00 or up to \$44,000.00 if the City has a qualified purchasing agent. In accordance with N.J.S.A. 40A:11-3 and authorized by a resolution of the governing body, the bid threshold for purchases made prior to June 2022 made by the City's qualified purchasing agent was \$44,000.00. Subsequent to June 2022, the City did not have a qualified purchasing agent and the bid threshold was \$17,500.00.

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Solicitor's opinion should be sought before a commitment is made.

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

- Arnett Ave. Stormwater Conveyance System Emergency
- Various Road Projects
- Tropical Storm IDA Restoration Projects – Swan Creek, Ely Creek & York St.
- Tropical Storm IDA Restoration Projects – Various Roadways
- Swan Creek Tributary Stabilization & Restoration Projects
- Library Porch Restoration and Modification Project
- Purchase 4X4 Pickup with Snow Plow Package
- Landscaping of City Properties

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

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

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

## COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

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

The governing body on January 4, 2022 adopted the following resolution authorizing interest to be charged on delinquent taxes:

"WHEREAS, taxes are payable in quarterly installments on February 1<sup>st</sup>, May 1<sup>st</sup>, August 1<sup>st</sup> and November 1<sup>st</sup> in each year, and installments become delinquent if not paid on or before those dates.

"BE IT THEREFORE RESOLVED, that Council does hereby authorize an interest charge not to exceed eight (8%) percent per annum on the first \$1,500.00 of the delinquency and eighteen (18%) percent per annum on any amount in excess of \$1,500.00 upon all delinquent installments; and

BE IT ALSO RESOLVED, that Council does hereby authorized a penalty to be charged to a taxpayer with a delinquency in excess of \$10,000.00 who fails to pay that delinquency prior to the end of the calendar year. The penalty so fixed shall not exceed six (6%) percent of the amount of the delinquency.

BE IT FURTHER RESOLVED, that any installments received after the expiration of the grace period, and such grace period shall be the period starting with the second day and ending on the ten (10<sup>th</sup>) day of the month in which taxes are due, shall bear interest at the applicable interest rate from the original due date.

BE IT FURTHER RESOLVED, that the Tax Collector of the City of Lambertville is hereby authorized to conduct the annual sale of delinquent taxes for the Calendar Year of 2022.

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

## DELINQUENT TAXES AND TAX TITLE LIENS

A tax sale was held on October 25, 2022 and was complete.

Inspection of tax sale certificates on file revealed that all tax sale certificates were available for audit.

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

<u>YEAR</u>	<u>NUMBER OF LIENS</u>
2022	21
2021	21
2020	21

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

## CONFIRMATION OF DELINQUENT TAXES AND OTHER CHARGES

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

<u>TYPE</u>	<u>NUMBER MAILED</u>
Payments of 2023 Taxes	10
Payments of 2022 Taxes	10
Delinquent Taxes	5

## OTHER COMMENTS

### Interfunds

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

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

### Construction Code/Fire Safety

Monthly bank reconciliations were not prepared for either account during 2022. Bank reconciliations are one of the primary internal controls used in the detection of clerical errors or irregularities, therefore, their monthly preparation is critical to the internal control structure.

In addition, receipts were not deposited within 48 hours per N.J.S.A. 40A:5-15.

### Public Assistance Fund

Monthly bank reconciliations are not being performed in a timely or accurate manner. Bank reconciliations are one of the primary internal controls used in the detection of clerical errors or irregularities, therefore, their monthly preparation is critical to the internal control structure. Our audit revealed differences between disbursements reported to the State on the monthly GA-6 reports and bank activity. These differences would have been discovered through the monthly reconciliation process.

Expenditures were made from the Fund without sufficient original documentation.

The Emergency Fund bank account maintained is not included in the City's listing of accounts approved by the Council at the annual re-organization meeting.

### RECOMMENDATIONS

That monthly bank reconciliations be prepared by the Construction Code and Fire Safety departments and that all cash receipts collected be deposited within 48 hours per N.J.S.A. 40A:5-15.

That monthly bank reconciliations be prepared for the Public Trust Fund.

That procedures be established for expending of funds from the Emergency Trust Fund.

That the Emergency Trust Fund bank account be approved by the City Council.





