

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON,
STATE OF NEW JERSEY**

**FINANCIAL STATEMENTS AND
SUPPLEMENTAL DATA**

December 31, 2019

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

TABLE OF CONTENTS

<u>Exhibit</u>	<u>Title</u>	<u>Page Number</u>
	INDEPENDENT AUDITOR'S REPORT	
	Independent Auditor's Report.....	1
	BASIC FINANCIAL STATEMENTS - REGULATORY BASIS	
	<u>Current Fund:</u>	
A	Statements of Assets, Liabilities, Reserves and Fund Balance	4
A-1	Statements of Operations and Changes in Fund Balance	6
A-2	Statement of Revenues and Other Credits to Income.....	7
A-3	Statement of Expenditures and Other Charges to Income.....	9
	<u>Trust Fund:</u>	
B	Statements of Assets, Liabilities, Reserves and Fund Balance	15
B-1	Statement of Fund Balance	16
	<u>General Capital Fund:</u>	
C	Statements of Assets, Liabilities, Reserves and Fund Balance	17
C-1	Statement of Fund Balance	18
	<u>Public Assistance Trust Fund:</u>	
E	Statements of Assets and Reserves	19
	<u>General Fixed Assets Account Group:</u>	
F	Statements of General Fixed Assets.....	20
	Notes to Financial Statements	21

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

TABLE OF CONTENTS

<u>Exhibit</u>	<u>Title</u>	<u>Page Number</u>
SUPPLEMENTAL SCHEDULES		
<u>Current Fund:</u>		
A-4	Schedule of Cash - Treasurer	46
A-5	Schedule of Cash - Collector	47
A-6	Schedule of Interfunds	48
A-7	Schedule of Change Funds.....	49
A-8	Schedule of Due to State of New Jersey - Senior Citizens' and Veterans' Deductions	50
A-9	Schedule of Taxes Receivable and Analysis of Property Tax Levy	51
A-10	Schedule of Tax Title Liens	52
A-11	Schedule of Miscellaneous Reserve	53
A-12	Schedule of Revenue Accounts Receivable	54
A-13	Schedule of Petty Cash.....	55
A-14	Schedule of Encumbrances Payable	55
A-15	Schedule of Grants Receivable - Grant Fund	56
A-16	Schedule of Reserves for Grants-Appropriated - Grant Fund	57
A-17	Schedule of County Taxes Payable	58
A-18	Schedule of Prepaid Taxes	58
A-19	Schedule of Municipal Open Space Tax Payable	59
A-20	Schedule of Encumbrances Payable - Grant Fund	59
A-21	Schedule of Tax Overpayments	60
A-22	Schedule of Regional High School Taxes Payable	61
A-23	Schedule of 2018 Appropriation Reserves	62
A-24	Schedule of Fire District Taxes Payable	65
A-25	Schedule of Interfunds - Grant Fund	65
A-26	Schedule of Deferred Charges.....	66
<u>Trust Funds:</u>		
B-2	Schedule of Cash – Treasurer	67
B-3	Schedule of Reserve for Municipal Open Space Tax.....	68
B-4	Schedule of Reserve for CDBG Rehabilitation Loan Repayment - Brewery	68
B-5	Schedule of Reserve for State Unemployment Insurance	69
B-6	Schedule of Reserve for Tax Sale Premiums	69
B-7	Schedule of Reserve for Other Federal Programs	70
B-8	Schedule of Interfunds.....	71
B-9	Schedule of Reserve for Performance Deposits	72
B-10	Schedule of Reserve for CDBG Rehabilitation Loan Repayment	72
B-11	Schedule of Reserve for Various Deposits.....	73

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

TABLE OF CONTENTS

<u>Exhibit</u>	<u>Title</u>	<u>Page Number</u>
B-12	Schedule of Reserve for UDAG Loan Repayment	74
B-13	Schedule of Reserve for Payroll Agency	75
B-14	Schedule of Reserve for C.O.A.H.	75
B-15	Schedule of Encumbrances Payable - Animal Control Trust Fund	76
B-16	Schedule of Encumbrances Payable - Trust Other	76
B-17	Schedule of Reserve for Animal Control Fund Expenditures	77
B-18	Schedule of Interfunds - Animal Control Trust Fund	78
B-19	Schedule of Overexpenditures - Animal Control Trust Fund	79
	<u>General Capital Fund:</u>	
C-2	Schedule of General Capital Cash - Treasurer	80
C-3	Analysis of General Capital Cash and Investments	81
C-4	Schedule of Capital Improvement Fund	82
C-5	Schedule of Improvement Authorizations.....	83
C-6	Schedule of Deferred Charges to Future Taxation-Unfunded	84
C-7	Schedule of Bond Anticipation Notes	85
C-8	Schedule of Reserve for Deposits	86
C-9	Schedule of Interfunds.....	87
C-10	Schedule of Reserve for C.O.A.H. Deposits	88
C-11	Schedule of General Serial Bonds	89
C-12	Schedule of Green Acres Loans	90
C-13	Schedule of Deferred Charges to Future Taxation – Funded	91
C-14	Schedule of Contracts Payable	91
C-15	Schedule of Grants Receivable.....	92
C-16	Schedule of Bonds and Notes Authorized Not Issued	93
	<u>Public Assistance Trust Fund:</u>	
E-1	Schedule of Public Assistance Cash – Treasurer	94
E-2	Schedule of Public Assistance Revenues	95
E-3	Schedule of Public Assistance Expenditures	95
	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	96

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

TABLE OF CONTENTS

<u>Exhibit</u>	<u>Title</u>	<u>Page Number</u>
	SUPPLEMENTARY INFORMATION (UNAUDITED)	
	Schedule of Current Year Findings and Recommendations	98
	Summary Schedule of Prior Year Audit Findings	99
	Schedule of Proportionate Share of Net Pension Liability.....	100
	Schedule of Contributions	101
	Schedule of Proportionate Share of Net OPEB Liability and Contributions	102
	STATISTICAL SECTION (UNAUDITED)	
	Comparative Schedules of Operations and Change in Fund Balance – Current Fund	103
	Schedule of Tax Information	104
	Officials in Office and Surety Bonds	106
	General Comments	107

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the City Council
City of Lambertville

Report on the Financial Statements

We have audited the accompanying financial statements - regulatory basis of the various funds and account group of the City of Lambertville, County of Hunterdon, State of New Jersey (the "City"), as of and for the year ended December 31, 2019, and the related notes to financial statements, which collectively comprise the City's basic financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Basis for Adverse Opinion on U.S Generally Accepted Accounting Principles

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

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

Adverse Opinion

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" 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 each fund and account group of the City as of December 31, 2019, and the changes in financial position for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each fund and account group of the City as of December 31, 2019, and the changes in financial position for the year then ended in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in Note A.

Other Matters

The financial statements of the City as of and for the year ended December 31, 2018, were audited by other auditors whose report dated August 2, 2019, expressed an unmodified opinion on those financial statements.

Report on Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplemental schedules as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplemental schedules are the responsibility of management and were derived from and relate directly to, the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole, on the basis of accounting described in Note A.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

Report on Supplementary and Other Information (Continued)

The supplementary information and statistical section as listed in the table of contents has not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 14, 2020, 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 the City's internal control over financial reporting and compliance.

Mercadion, P.C.

Certified Public Accountants

October 14, 2020

CURRENT FUND

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

		December 31,	
	Ref.	2019	2018
ASSETS:			
Cash - Treasurer	A-4	\$ 1,174,464.93	\$ 2,225,755.98
Cash - Change Funds	A-7	300.00	300.00
Cash - Petty Cash	A-13	0.19	0.19
		<u>1,174,765.12</u>	<u>2,226,056.17</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-9	171,103.54	196,500.29
Tax Title Liens Receivable	A-10	148,714.51	141,555.57
Revenue Accounts Receivable	A-12	44,770.32	37,945.87
Interfunds Receivable		6,281.67	9,763.88
		<u>370,870.04</u>	<u>385,765.61</u>
Deferred Charges:			
Overexpenditure of Appropriations	A-26	1,176.03	3,158.56
Overexpenditure of Trust Funds	A-26, B	3,119.83	-
		<u>4,295.86</u>	<u>3,158.56</u>
Sub-total Current Fund		<u>1,549,931.02</u>	<u>2,614,980.34</u>
Federal and State Grant Fund:			
Federal and State Grants Receivable	A-15	319,746.35	230,938.00
Interfunds Receivable	A-25	25,051.64	13,258.80
Sub-total Grant Fund		<u>344,797.99</u>	<u>244,196.80</u>
Total		<u>\$ 1,894,729.01</u>	<u>\$ 2,859,177.14</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE (CONTINUED)**

		December 31,	
	Ref.	2019	2018
LIABILITIES, RESERVES AND FUND BALANCE:			
Appropriation Reserves	A-3, A-23	\$ 47,033.48	\$ 12,760.00
Reserve for Encumbrances	A-3, A-14, A-23	64,208.23	13,905.73
Tax Overpayments	A-21	11,380.46	15,879.74
Due to State of New Jersey:			
Senior Citizens' and Veterans' Deductions	A-8	949.16	250.00
Prepaid Taxes	A-18	123,216.53	142,234.73
County Taxes Payable	A-17	-	2,024.88
Miscellaneous Reserves	A-11	3,652.01	3,080.02
Interfunds Payable		82,664.55	1,146,674.31
		<u>333,104.42</u>	<u>1,336,809.41</u>
 Reserve for Receivables and Other Assets	 A	 370,870.04	 385,765.61
Fund Balance	A-1	845,956.56	892,405.32
		<u>1,216,826.60</u>	<u>1,278,170.93</u>
 Sub-total Current Fund		 <u>1,549,931.02</u>	 <u>2,614,980.34</u>
Federal and State Grant Fund:			
Reserve for Grants - Appropriated	A-16	333,897.03	243,796.80
Reserve for Grants - Unappropriated	A-15	6,050.96	-
Encumbrances Payable	A-16, A-20	4,850.00	400.00
		<u>344,797.99</u>	<u>244,196.80</u>
Sub-total Grant Fund		<u>344,797.99</u>	<u>244,196.80</u>
Total		<u>\$ 1,894,729.01</u>	<u>\$ 2,859,177.14</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE
Years Ended December 31, 2019 and 2018**

	Ref.	2019	2018
REVENUE AND OTHER INCOME REALIZED:			
Fund Balance Utilized	A-2	\$ 445,454.00	\$ 435,454.00
Miscellaneous Revenue Anticipated	A-2	2,400,776.38	2,144,153.97
Receipts from Delinquent Taxes	A-2	197,864.03	133,249.18
Receipts from Current Taxes	A-2A	16,406,506.30	15,876,952.95
Non-Budget Revenue	A-2, A-2A	24,056.46	47,969.58
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-23	13,077.07	56,623.58
Cancellation of Tax Overpayments	A-21	1,656.22	14.37
Total Income		<u>\$ 19,489,390.46</u>	<u>\$ 18,694,417.63</u>
EXPENDITURES:			
Budget and Emergency Appropriations:			
Operations Within "CAPS":			
Salaries and Wages		1,673,181.00	1,668,705.00
Other Expenses		1,505,420.08	1,332,770.13
Deferred Charges and Statutory Expenditures		471,942.46	452,233.00
Operations Excluded from "CAPS":			
Salaries and Wages		12,140.00	23,475.00
Other Expenses		400,223.80	288,670.60
Capital Improvements		17,500.00	17,500.00
Municipal Debt Service		1,328,571.00	1,106,016.15
Deferred Charges		-	21,700.00
Fire District Taxes	A-24	646,698.00	632,743.00
Regional High School Tax	A-22	10,238,857.00	10,003,548.00
Municipal Open Space Tax	A-19	78,028.16	76,157.23
County Taxes	A-17	2,703,180.87	2,731,620.76
County Added and Omitted Taxes	A-17	-	2,024.88
Interfunds Advanced		18,938.71	65.88
Refund of Prior Year Revenue	A-4	-	319.80
Total Expenditures		<u>19,094,681.08</u>	<u>18,357,549.43</u>
Excess in Revenue		394,709.38	336,868.20
Adjustment to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute Deferred			
Charges to Budget of Succeeding Year		<u>4,295.86</u>	<u>3,158.56</u>
Statutory Excess to Fund Balance		399,005.24	340,026.76
FUND BALANCE:			
Balance January 1,	A	<u>892,405.32</u>	<u>987,832.56</u>
		1,291,410.56	1,327,859.32
Decreased by:			
Utilized as Revenue		<u>445,454.00</u>	<u>435,454.00</u>
Balance December 31,		<u>\$ 845,956.56</u>	<u>\$ 892,405.32</u>

See notes to financial statements.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF REVENUES
Year Ended December 31, 2019**

	Anticipated Budget	Special N.J.S.A. 40A:4-87	Realized	Excess or (Deficit)
Surplus Anticipated	\$ 445,454.00	\$ -	\$ 445,454.00	\$ -
Miscellaneous Revenues:				
Local Revenues:				
Licenses:				
Alcoholic Beverages	23,508.00	-	23,758.00	250.00
Other	22,667.00	-	27,131.00	4,464.00
Fees and Permits:				
Construction Code Official	143,600.00	-	156,437.70	12,837.70
Fees and Permits:				
Municipal Court Fines	138,983.00	-	174,386.40	35,403.40
Interests and Costs on Taxes	45,225.00	-	42,009.12	(3,215.88)
Parking Meters	325,950.00	-	365,580.90	39,630.90
State Aid Without Offsetting Appropriations:				
Consolidated Municipal Property Tax Relief Aid	41,006.00	-	41,006.00	-
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	374,064.00	-	374,064.00	-
Dedicated Uniform Construction Code Fees Offset with Appropriations:				
Uniform Construction Code Fees	185,047.00	-	203,457.30	18,410.30
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Interlocal Municipal Service Agreements:				
Interlocal Service Agreement - Frenchtown	2,250.00	-	3,750.00	1,500.00
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Additional Revenues:				
Licenses - Alcoholic Beverages	4,368.00	-	4,368.00	-
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Public and Private Revenues:				
Recycling Tonnage Grant	9,112.96	-	9,112.96	-
Body Armor Replacement Fund	1,318.99	1,339.35	2,658.34	-
Distracted Driving Grant	1,100.00	1,375.00	2,475.00	-
Stay Sober	510.00	3,780.00	4,290.00	-
Drunk Driving Enforcement Fund	-	3,500.00	3,500.00	-
ANJEC - Open Space Stewardship	-	1,500.00	1,500.00	-
Sustainable Jersey Small Grant	-	20,000.00	20,000.00	-
Lower Delaware Wild Scenic Grant	-	1,700.00	1,700.00	-
Clean Communities	-	10,291.06	10,291.06	-
Click It or Ticket	-	1,200.00	1,200.00	-
NJ Historic Trust - Holcombe House	-	76,119.00	76,119.00	-
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services - Other Special Items:				
Uniform Fire Safety Act	10,300.00	-	12,550.91	2,250.91
Cable TV Franchise Fees	19,300.56	-	19,300.56	-
Reserve for Debt Service	401,879.50	-	401,879.50	-
Payment in Lieu of Taxes:				
Econo Tech Development Company	42,241.00	-	42,396.00	155.00
South Hunterdon Regional Apartments	11,758.00	-	11,952.90	194.90
Community Investment Strategy	53,000.00	-	52,722.00	(278.00)
Reserve for Open Space	56,000.00	-	56,000.00	-
Hotel and Motel Occupancy Fees	123,800.00	-	123,179.73	(620.27)
Contribution from LMSA	72,000.00	-	72,000.00	-
Reimbursement of Library Costs	60,000.00	-	60,000.00	-
Parking Meters	20,000.00	-	-	(20,000.00)
Total Miscellaneous Revenues	2,188,989.01	120,804.41	2,400,776.38	90,982.96
Receipts from Delinquent Taxes	153,750.00	-	197,864.03	44,114.03
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	2,849,804.89	-	3,741,312.70	891,507.81
Budget Totals	5,637,997.90	120,804.41	6,785,407.11	1,026,604.80
Non-Budget Revenue	-	-	24,056.46	24,056.46
	\$ 5,637,997.90	\$ 120,804.41	\$ 6,809,463.57	\$ 1,050,661.26
	A-3	A-3		

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF REVENUES (CONTINUED)
Year Ended December 31, 2019

	Ref.	
Allocation of Current Tax Collections:		
Revenue from Collections	A-1, A-9	\$ 16,406,506.30
Less Allocated:		
Schools, County and District Taxes		<u>13,016,193.60</u>
Balance for Support of Municipal Budget Appropriations		3,390,312.70
Add:		
Appropriation Reserve for Uncollected Taxes	A-3	<u>351,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 3,741,312.70</u>
Receipts from Delinquent Taxes:		
Delinquent Tax Collections	A-9	\$ 197,864.03
Tax Title Lien Collections	A-10	<u>-</u>
	A-2	<u>\$ 197,864.03</u>
Fees and Permits - Other:		
Fees and Permits	A-12	\$ 25,837.59
Clerk - Landlord Registration	A-12	14,250.00
Clerk - Vacant Properties	A-12	11,500.00
Clerk - Parking Permits	A-12	43,965.00
Clerk - Bulk Garbage	A-12	11,970.00
Clerk - Dumpster Permits	A-12	2,500.00
Clerk - Street Openings	A-12	2,100.00
Clerk - Application Fees	A-12	17,050.00
Police - Fees	A-12	508.65
Police - Road Jobs	A-12	18,055.94
Police - No Parking Signs	A-12	<u>8,700.52</u>
Balance for Fees and Permits - Other	A-2	<u>\$ 156,437.70</u>
Miscellaneous Revenue not Anticipated:		
Interest on Investments		\$ 17,890.19
State of New Jersey Motor Vehicle Fines		450.00
Rent		4,560.73
Miscellaneous Collector	A-5	<u>1,155.54</u>
Balance for Miscellaneous Revenue not Anticipated	A-1, A-2	<u>\$ 24,056.46</u>

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF EXPENDITURES
Year Ended December 31, 2019

	Appropriations		Expended			Unexpended Balance Canceled	Over Expenditure
	Budget	Budget After Modification	Paid	Encumbered	Reserved		
<u>OPERATIONS WITHIN "CAPS"</u>							
General Administration:							
Salaries and Wages	\$ 80,000.00	\$ 73,850.00	\$ 73,846.08	\$ -	\$ 3.92	\$ -	\$ -
Mayor and City Council:							
Salaries and Wages	13,400.00	10,800.00	10,750.00	-	50.00	-	-
Other Expenses	56,200.00	18,378.00	16,877.12	1,500.00	0.88	-	-
Municipal Clerk:							
Salaries and Wages	111,260.00	111,262.00	111,260.77	-	1.23	-	-
Other Expenses	28,500.00	113,500.00	97,162.04	14,558.04	1,779.92	-	-
Financial Administration:							
Salaries and Wages	54,970.00	62,107.00	62,106.23	-	0.77	-	-
Other Expenses	13,000.00	12,030.50	11,705.33	372.88	-	-	47.71
Auditor:							
Other Expenses	53,000.00	48,300.00	48,300.00	-	-	-	-
Tax Collector:							
Salaries and Wages	21,830.00	23,180.00	23,123.55	-	56.45	-	-
Other Expenses	7,500.00	6,300.00	6,274.20	-	25.80	-	-
Liquidation of TTL and Foreclosed Property:							
Other Expenses	500.00	-	-	-	-	-	-
Tax Assessor:							
Salaries and Wages	33,760.00	33,761.00	33,760.70	-	0.30	-	-
Other Expenses	4,500.00	6,504.00	6,503.37	-	0.63	-	-
Maintenance of Tax Map:							
Other Expenses	2,000.00	-	-	-	-	-	-
City Attorney:							
Other Expenses	45,000.00	119,000.00	115,688.89	3,167.10	144.01	-	-
Municipal Prosecutor:							
Other Expenses	36,250.00	40,157.00	35,280.17	2,876.30	2,000.53	-	-
Police:							
Salaries and Wages	913,017.00	911,322.00	911,318.71	-	3.29	-	-
Other Expenses	64,800.00	41,300.00	37,929.57	3,248.36	122.07	-	-
Dog Regulation:							
Other Expenses	100.00	4,550.00	4,543.50	-	6.50	-	-

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2019**

	Appropriations		Expended			Unexpended Balance Canceled	Over Expenditure
	Budget	Budget After Modification	Paid	Encumbered	Reserved		
<u>OPERATIONS WITHIN "CAPS" (CONT'D)</u>							
Emergency Management:							
Other Expenses	200.00	-	-	-	-	-	-
Inspection and Code Enforcement:							
Other Expenses	10,200.00	12,200.00	12,200.00	-	-	-	-
Municipal Court:							
Salaries and Wages	77,530.00	75,680.00	75,671.55	-	8.45	-	-
Other Expenses	8,500.00	8,500.00	8,430.37	200.00	-	-	130.37
Public Defender:							
Salaries and Wages	1,020.00	20.00	837.00	-	-	-	817.00
Other Expenses	-	-	-	-	-	-	-
Public Works:							
Salaries and Wages	122,230.00	93,630.00	93,532.00	-	98.00	-	-
Other Expenses	30,250.00	28,600.00	27,607.96	520.86	471.18	-	-
Solid Waste Collection:							
Salaries and Wages	112,340.00	109,865.00	109,863.53	-	1.47	-	-
Other Expenses	183,000.00	215,000.00	198,536.42	1,958.02	14,505.56	-	-
Street Lighting:							
Other Expenses	36,800.00	37,800.00	37,552.37	90.54	157.09	-	-
Parks and Playgrounds:							
Other Expenses	1,000.00	-	-	-	-	-	-
Buildings and Grounds:							
Other Expenses	22,000.00	26,270.00	23,504.23	2,705.00	60.77	-	-
Snow Removal:							
Salaries and Wages	3,060.00	3,060.00	3,042.52	-	17.48	-	-
Municipal Land Use Law - Planning Board:							
Salaries and Wages	7,650.00	7,650.00	7,647.70	-	2.30	-	-
Other Expenses	825.00	3,375.00	3,319.97	-	55.03	-	-
Master Plan	7,500.00	9,300.00	8,185.03	1,040.56	74.41	-	-
Zoning Board of Adjustment:							
Salaries and Wages	11,325.00	11,025.00	10,997.87	-	27.13	-	-
Other Expenses	1,000.00	1,800.00	1,701.67	-	98.33	-	-

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2019**

	Appropriations		Expended			Unexpended	Over
	Budget	Budget After Modification	Paid	Encumbered	Reserved	Balance Canceled	Expenditure
OPERATIONS WITHIN "CAPS" (CONT'D)							
Uniform Fire Safety Act - Fire Inspection Official:							
Salaries and Wages	23,720.00	23,751.00	23,750.18	-	0.82	-	-
Other Expenses	1,360.00	5,260.00	5,231.14	-	28.86	-	-
Administration of Public Assistance:							
Salaries and Wages	16,370.00	16,371.00	16,370.35	-	0.65	-	-
Other Expenses	1,040.00	1,890.00	1,840.68	-	49.32	-	-
Public Events, Anniversary or Holiday:							
Other Expenses	4,800.00	4,800.00	417.73	2,940.00	1,442.27	-	-
Contribution to Lambertville Senior Citizen Center:							
Other Expenses	500.00	500.00	-	-	500.00	-	-
Historic Preservation:							
Salaries and Wages	1,160.00	1,160.00	1,154.05	-	5.95	-	-
Other Expenses	100.00	1,650.00	1,604.35	-	45.65	-	-
Insurance:							
Group Insurance Plan	535,000.00	444,300.00	439,287.30	-	5,012.70	-	-
Other Insurance Premiums	110,809.00	112,124.00	112,123.00	-	1.00	-	-
Workers Compensation	72,820.00	72,820.00	72,820.00	-	-	-	-
Group Insurance Plan - Health Benefit Waivers	15,000.00	5,743.50	5,694.51	-	48.99	-	-
State Uniform Construction Code - Construction Official:							
Salaries and Wages	104,520.00	103,870.00	103,851.76	-	18.24	-	-
Other Expenses	4,600.00	3,750.00	3,514.57	-	235.43	-	-
Unclassified:							
Utilities (All)	99,540.00	99,540.00	88,441.43	4,584.81	6,513.76	-	-
Total Operations - Within "CAPS"	3,167,356.00	3,177,606.00	3,105,161.47	39,762.47	33,677.14	-	995.08
Total Operations Including Contingent Within "CAPS"	3,167,356.00	3,177,606.00	3,105,161.47	39,762.47	33,677.14	-	995.08
Detail:							
Salaries and Wages	1,709,162.00	1,672,364.00	1,672,884.55	-	296.45	-	817.00
Other Expenses	1,458,194.00	1,505,242.00	1,432,276.92	39,762.47	33,380.69	-	178.08

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2019**

	Appropriations		Expended			Unexpended Balance Canceled	Over Expenditure
	Budget	Budget After Modification	Paid	Encumbered	Reserved		
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u>							
Deferred Charges:							
Overexpenditure of Appropriation	3,158.56	3,158.56	3,158.56	-	-	-	-
Deficit in Animal Control Trust Fund	4,527.97	4,527.97	4,527.97	-	-	-	-
Statutory Expenditures - Contribution to:							
Public Employees' Retirement System	125,880.00	125,880.00	125,878.00	-	2.00	-	-
Social Security System (O.A.S.I.)	141,740.00	143,490.00	143,670.93	-	-	-	180.93
Police & Firemen's Retirement System	194,705.00	194,705.00	194,703.00	-	2.00	-	-
 Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	 470,011.53	 471,761.53	 471,938.46	 -	 4.00	 -	 180.93
 Total General Appropriations for Municipal Purposes Within "CAPS"	 3,637,367.53	 3,649,367.53	 3,577,099.93	 39,762.47	 33,681.14	 -	 1,176.01
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>							
Maintenance of Free Public Library	259,010.42	259,010.42	234,564.68	24,445.76	-	-	0.02
Interlocal Municipal Service Agreements:							
Borough of Frenchtown							
Construction Code Official - Salaries & Wages	20,890.00	9,090.00	565.00	-	8,525.00	-	-
Construction Code Official - Other Expenses	3,750.00	2,750.00	(2,057.12)	-	4,807.12	-	-
Borough of Frenchtown							
Zoning - Salaries & Wages	2,250.00	3,050.00	3,029.78	-	20.22	-	-
Increase in ABC Licenses:							
Municipal Clerk:							
Other Expenses	4,368.00	4,368.00	4,368.00	-	-	-	-
 Total Other Operations - Excluded from "CAPS"	 290,268.42	 278,268.42	 240,470.34	 24,445.76	 13,352.34	 -	 0.02

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2019**

	Appropriations		Expended			Unexpended Balance Canceled	Over Expenditure
	Budget	Budget After Modification	Paid	Encumbered	Reserved		
Public and Private Programs Offset by Revenues:							
Body Armor Grant	1,318.99	2,658.34	2,658.34	-	-	-	-
Recycling Tonnage Grant	9,112.96	9,112.96	9,112.96	-	-	-	-
Stay Sober Grant	510.00	4,290.00	4,290.00	-	-	-	-
Distracted Driving Grant	1,100.00	2,475.00	2,475.00	-	-	-	-
Drunk Driving Enforcement Fund	-	3,500.00	3,500.00	-	-	-	-
Open Space Stewardship	-	1,500.00	1,500.00	-	-	-	-
Sustainable Jersey Small Grant	-	20,000.00	20,000.00	-	-	-	-
Lower Delaware Wild & Scenic Grant	-	1,700.00	1,700.00	-	-	-	-
Clean Communities Program	-	10,291.06	10,291.06	-	-	-	-
NJ Historic Trust - Holcombe House	-	76,119.00	76,119.00	-	-	-	-
Click It or Ticket	-	1,200.00	1,200.00	-	-	-	-
Supplemental Fire District Payment	1,249.00	1,249.00	1,249.00	-	-	-	-
Total Public and Private Programs Offset by Revenues	13,290.95	134,095.36	134,095.36	-	-	-	-
Total Operations - Excluded from "CAPS"	303,559.37	412,363.78	374,565.70	24,445.76	13,352.34	-	0.02
Detail:							
Salaries and Wages	23,140.00	12,140.00	3,594.78	-	8,545.22	-	-
Other Expenses	280,419.37	400,223.78	370,970.92	24,445.76	4,807.12	-	0.02
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>							
Capital Improvement Fund	17,500.00	17,500.00	17,500.00	-	-	-	-
Total Capital Improvements - Excluded from "CAPS"	17,500.00	17,500.00	17,500.00	-	-	-	-

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
STATEMENT OF EXPENDITURES (CONTINUED)
Year Ended December 31, 2019**

	Appropriations		Expended			Unexpended Balance Canceled	Over Expenditure
	Budget	Budget After Modification	Paid	Encumbered	Reserved		
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"							
Payment of Bond Principal	870,000.00	870,000.00	870,000.00	-	-	-	-
Payment of Bond Anticipation Notes	-	-	-	-	-	-	-
Interest on Bonds	430,685.00	430,685.00	430,685.00	-	-	-	-
Interest on Notes	10,000.00	10,000.00	10,000.00	-	-	-	-
Loan Repayments for Principal and Interest: Green Trust Loan Principal & Interest	17,886.00	17,886.00	17,886.00	-	-	-	-
Total Municipal Debt Service - Excluded from "CAPS"	1,328,571.00	1,328,571.00	1,328,571.00	-	-	-	-
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,649,630.37	1,758,434.78	1,720,636.70	24,445.76	13,352.34	-	0.02
Subtotal General Appropriations	5,286,997.90	5,407,802.31	5,297,736.63	64,208.23	47,033.48	-	1,176.03
Reserve for Uncollected Taxes	351,000.00	351,000.00	351,000.00	-	-	-	-
Total General Appropriations	<u>\$ 5,637,997.90</u>	<u>\$ 5,758,802.31</u>	<u>\$ 5,648,736.63</u>	<u>\$ 64,208.23</u>	<u>\$ 47,033.48</u>	<u>\$ -</u>	<u>\$ 1,176.03</u>
Ref.	A-2			A-14	A		A, A-26
Original Budget		\$ 5,637,997.90					
Appropriation by NJSA 40A:4-87	A-2	120,804.41					
		<u>\$ 5,758,802.31</u>					
Reserve for Grants Appropriated	A-16		\$ 132,846.36				
Reserve for Uncollected Taxes	A-2A		351,000.00				
Cash Disbursed	A-4		5,164,890.27				
			<u>\$ 5,648,736.63</u>				

See notes to financial statements.

TRUST FUND

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUNDS
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

ASSETS:	Ref.	December 31,	
		2019	2018
Animal Control Fund:			
Cash	B-2	\$ 714.21	\$ 5,235.91
Over-expenditure of Trust Reserve	B-19	2,893.20	4,527.97
		<u>3,607.41</u>	<u>9,763.88</u>
Other Funds:			
Cash	B-2	963,407.46	1,043,507.53
Interfunds Receivable	B-8	57,612.91	150,261.42
Accounts Receivable		25.00	25.00
Over-expenditure of Payroll Trust Reserve	B-13	226.63	-
		<u>1,021,272.00</u>	<u>1,193,793.95</u>
		<u>\$ 1,024,879.41</u>	<u>\$ 1,203,557.83</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Animal Control Fund:			
Interfunds Payable	B-19	\$ 715.41	\$ 9,763.88
Encumbrances Payable	B-15	2,892.00	-
		<u>3,607.41</u>	<u>9,763.88</u>
Other Funds:			
Interfunds Payable	B-8	-	4,776.25
Encumbrances Payable	B-16	15,577.47	67,189.83
Reserve for:			
Municipal Open Space Tax	B-3	76,729.77	116,895.45
CDBG Rehabilitation Loan - Brewery	B-4	99,737.28	99,239.85
State Unemployment Insurance	B-5	61,147.38	57,825.54
Tax Sale Premiums	B-6	105,680.22	265,500.00
Other Federal Programs	B-7	56,534.42	49,382.82
Performance Deposits	B-9	175,738.04	138,177.32
CDBG Rehabilitation Loan Repayment	B-10	224,218.83	206,530.74
Miscellaneous Trust Deposits	B-11	145,949.14	115,627.58
UDAG Loan Repayment	B-12	1.18	1.18
Payroll Agency	B-13	-	2.96
C.O.A.H.	B-14	59,958.16	72,644.32
Fund Balance	B-1	0.11	0.11
		<u>1,021,272.00</u>	<u>1,193,793.95</u>
		<u>\$ 1,024,879.41</u>	<u>\$ 1,203,557.83</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
STATEMENT OF FUND BALANCE**

	<u>Ref.</u>	
Balance December 31, 2018	B	<u>\$ 0.11</u>
Balance December 31, 2019	B	<u>\$ 0.11</u>

GENERAL CAPITAL FUND

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
STATEMENTS OF ASSETS, LIABILITIES, RESERVES AND FUND BALANCE**

ASSETS:	Ref.	December 31,	
		2019	2018
Cash	C-2	\$ 1,710,085.94	\$ 598,615.01
Deferred Charges to Future Taxation:			
Funded	C-13	11,462,997.09	12,345,435.99
Unfunded	C-6	2,466,663.42	2,419,163.42
Interfunds Receivable	C-9	-	987,930.34
Grants Receivable	C-15	86,800.00	86,800.00
Total Assets		\$ 15,726,546.45	\$ 16,437,944.76
LIABILITIES, RESERVES AND FUND BALANCE:			
Bond Anticipation Notes Payable	C-7	\$ 2,000,000.00	\$ 400,000.00
General Serial Bonds	C-11	11,200,000.00	12,070,000.00
Green Acres Loans	C-12	262,997.09	275,435.99
Capital Improvement Fund	C-4	19,765.24	4,765.24
Contracts Payable	C-14	-	545,903.23
Interfunds Payable	C-9	5,566.26	-
Improvement Authorizations:			
Funded	C-5	292,647.37	379,229.44
Unfunded	C-5	928,411.80	1,323,800.46
Reserve for Debt Service & Insurance Refunds	C-8	945,323.83	1,377,203.33
Reserve for C.O.A.H. Deposits	C-10	15,685.43	15,399.64
Fund Balance	C-1	56,149.43	46,207.43
Total Liabilities, Reserves and Fund Balance		\$ 15,726,546.45	\$ 16,437,944.76

There were Bonds and Notes Authorized but not Issued at December 31, 2019 and 2018, in the amount of \$466,663.42 and \$2,185,663.42, respectively. (C-16)

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE**

Balance December 31, 2018	<u>Ref.</u> C		\$ 46,207.43
Increased by:			
Premium on Sale of Notes	C-2	<u>\$ 9,942.00</u>	<u>9,942.00</u>
Balance December 31, 2019	C		<u>\$ 56,149.43</u>

PUBLIC ASSISTANCE TRUST FUND

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**PUBLIC ASSISTANCE TRUST FUND
STATEMENTS OF ASSETS AND RESERVES**

		December 31,	
	Ref.	2019	2018
ASSETS:			
Cash	E-1	\$ 48,442.95	\$ 66,662.21
RESERVES:			
Reserve for Encumbrances		\$ 48,442.95	\$ 66,662.21

GENERAL FIXED ASSETS ACCOUNT GROUP

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL FIXED ASSETS ACCOUNT GROUP
STATEMENTS OF GENERAL FIXED ASSETS**

	December 31,	
	2019	2018
FIXED ASSETS:		
Land	\$ 3,171,500.00	\$ 3,410,800.00
Buildings	3,005,300.00	3,005,300.00
Machinery and Equipment	2,394,326.23	1,998,253.23
	<u>\$ 8,571,126.23</u>	<u>\$ 8,414,353.23</u>
 RESERVES		
Investment in General Fixed Assets	<u>\$ 8,571,126.23</u>	<u>\$ 8,414,353.23</u>

NOTES TO FINANCIAL STATEMENTS

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The City of Lambertville (the "City") is an instrumentality of the State of New Jersey (the "State"), established to function as a municipality. The City Council consists of elected officials and is responsible for the fiscal control of the City. Except as noted below, the financial statements of the City include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the City, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the City 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.

Description of Funds

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

The accounting policies of the City 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 (The "Division" or "DLGS"). 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 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, 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 has been acquired by other governmental funds.

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting

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

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

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Operating grants are realized as revenue 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 revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Expenditures - are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System. Outstanding encumbrances at December 31, 2019, are reported as a cash liability in the financial statements and constitute part of the City's statutory Appropriation Reserve balance.

Appropriation reserves covering unexpended appropriation balances are automatically created at December 31 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 bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash 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 at the lower of appraised value or the book value of the taxes receivable on the property, including any penalties, interest and foreclosure costs.

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

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting (Continued)

General Fixed Assets - N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, as promulgated by the Division, 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 historical cost or an estimated cost based on the most recent assessed value if the actual historical cost or another reasonable estimate is not available.

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.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset with a nonspendable fund balance or reserve offset of equal value.

Accounting and Financial Reporting for Pensions - The Governmental Accounting Standards Board approved Statement No. 68, "*Accounting and Financial Reporting for Pensions Administered by State and Local Government Employers*" ("GASB 68"). GASB 68 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. GASB 68 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, GASB Statement No. 68 requires the pension liability to be recorded in the statement of net position and notes to the financial statements. The liability required to be displayed by GASB 68 is displayed as a separate line item in the noncurrent liabilities and unrestricted net position area of the statement of net position.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Accounting (Continued)

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 statement of net position. 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.

Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB) -
The GASB has issued Statement No. 75, *"Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions"* ("GASB 75"). GASB 75 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 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 "OPEB Plan"). GASB 75 does not alter the amount of funds that must be budgeted for OPEB payment under existing state law.

Under GAAP, GASB Statement No. 75 requires the OPEB liability to be recorded in the statement of net position and notes to the financial statements. The liability required to be displayed by GASB 75 is displayed as a separate line item in the noncurrent liability and unrestricted net position area of the statement of net position.

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.

Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the general-purpose financial statements to be in accordance with GAAP. The 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 and which differ from the financial statements required by GAAP.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

B. CASH

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

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

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include state or federally chartered banks, savings banks or associations located in or having a branch office in the State, the deposits of which are federally insured.

The market value of the collateral must equal five percent of the average daily balance of public funds; and, if the public funds deposited exceed 75 percent of the capital funds of the depository, the depository must provide collateral having a market value equal to 100 percent of the amount exceeding 75 percent.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank Board, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

As of December 31, 2019, the City's bank balance of \$4,000,360.95 was exposed to custodial credit risk as follows:

Insured by FDIC	\$ 250,000.00
Uninsured and Collateralized	3,652,020.35
Uninsured and Uncollateralized	98,340.60
Total	<u>\$ 4,000,360.95</u>

Deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City's policy requires deposits to be secured by collateral valued at market or par, whichever is lower, less the amount covered by the Federal Deposit Insurance Corporation. The City Council approves and designates the authorized depository institution based on evaluation of solicited responses and certifications provided by financial institutions.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

B. CASH (CONTINUED)

Deposits (Continued)

Concentration of Credit Risk – This is the risk associated with the amount of investments the City has with any one issuer that exceeds five percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and the NJCMF are excluded from this requirement. None of the investments held by the City are exposed to concentration of credit risk.

Credit Risk – This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In general, the City does not have an investment policy regarding Credit Risk; however, the City had no investments that were subject to credit risks as of December 31, 2019. The NJCMF is not rated.

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. The City has a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations. However, its practice is to hold investments to maturity.

C. LONG-TERM 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. Bonds issued by the City are general obligation bonds, backed by the full faith and credit of the City.

Summary of Debt

<u>Issued</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General:			
Bonds, Loans and Notes	\$ 13,462,997.09	\$ 12,745,435.99	\$ 12,634,675.79
Less: Reserve for Payment of Debt Service - General Capital	<u>941,361.33</u>	<u>1,543,703.33</u>	<u>1,762,969.08</u>
Net Debt Issued	12,521,635.76	11,201,732.66	10,871,706.71
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	<u>466,663.42</u>	<u>2,185,663.42</u>	<u>1,626,355.42</u>
Bonds and Notes Issued and Authorized but not Issued	<u>\$ 12,988,299.18</u>	<u>\$ 13,387,396.08</u>	<u>\$ 12,498,062.13</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

C. LONG-TERM DEBT (CONTINUED)

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 1.643%.

	Gross Debt	Deductions	Net Debt
Regional School Purposes	\$ 5,682,846.75	\$ 5,682,846.75	\$ -
General	13,929,660.51	941,361.33	12,988,299.18
	<u>\$ 19,612,507.26</u>	<u>\$ 6,624,208.08</u>	<u>\$ 12,988,299.18</u>

Net debt of \$12,988,299.18 divided by the equalized valuation basis per N.J.S. 40A:2-2 of \$790,606,755.00 equals 1.643%. A revised annual debt statement should be filed by the Chief Financial Officer.

Equalized Valuation Basis

2017 Equalized Valuation Basis of Real Property	\$787,043,333.00
2018 Equalized Valuation Basis of Real Property	777,032,029.00
2019 Equalized Valuation Basis of Real Property	807,744,909.00
	<u>\$790,606,757.00</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.

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

Equalized Valuation Basis - December 31, 2019	<u>\$790,606,757.00</u>
3 1/2% of Equalized Valuation Basis	\$ 27,671,236.50
Net Debt	<u>12,988,299.18</u>
Remaining Borrowing Power	<u>\$ 14,682,937.32</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

C. LONG-TERM DEBT (CONTINUED)

At December 31, 2019, the City has authorized but not issued bonds and notes as follows:

General Capital Fund	<u>\$466,663.42</u>
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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%.	\$ 995,000.00
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\$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%.	1,500,000.00
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\$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%.	3,515,000.00
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\$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>5,190,000.00</u>
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	<u>\$ 11,200,000.00</u>
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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%.	\$ 201,159.13
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\$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>61,837.96</u>
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	<u>\$ 262,997.09</u>
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**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

C. LONG-TERM DEBT (CONTINUED)

Schedule of annual debt service for principal and interest for bonded debt issued and outstanding as of December 31, 2019.

Year	Principal	Interest	Total
2020	\$ 995,000.00	\$ 390,972.50	\$ 1,385,972.50
2021	1,030,000.00	352,112.50	1,382,112.50
2022	1,070,000.00	309,350.00	1,379,350.00
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	685,000.00	11,025.00	673,975.00
	<u>\$ 11,200,000.00</u>	<u>\$ 2,382,103.75</u>	<u>\$ 13,560,053.75</u>

Schedule of annual debt service for green acres loans payable as of December 31, 2019.

Year	Principal	Interest	Total
2020	\$ 12,688.93	\$ 5,196.82	\$ 17,885.75
2021	12,943.97	4,941.76	17,885.73
2022	13,204.14	4,681.59	17,885.73
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
	<u>\$ 262,997.07</u>	<u>\$ 50,003.31</u>	<u>\$ 313,000.38</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

D. BOND ANTICIPATION NOTES

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

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

The City issued bond anticipation notes to temporarily finance various capital projects prior to the issuance of serial bonds. At December 31, 2019, the City had bond anticipation notes outstanding totaling \$2,000,000.00.

E. FUND BALANCES APPROPRIATED

Current fund balances were appropriated and included as anticipated revenue in the succeeding year's budget for the past five years as follows:

Year	Balance	Utilized in Budget of Succeeding Year
December 31, 2019	\$ 845,956.56	\$ 400,000.00
December 31, 2018	892,405.32	445,454.00
December 31, 2017	987,832.56	435,454.00
December 31, 2016	996,817.24	465,585.00
December 31, 2015	1,057,686.72	397,689.00

F. 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 residents on behalf of 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 and recorded as cash liabilities in the financial statements were \$123,216.53 as of December 31, 2019.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION PLANS

A substantial number of the City's employees participate in the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and Police and Firemen's Retirement System ("PFRS"), which are administered and/or regulated by the State of New Jersey Division of Pensions and Benefits (the "Division of Pension and Benefits"). Both plans have a board of trustees that is primarily responsible for its administration. The Division of Pension and Benefits issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295

Plan Descriptions

PERS and PFRS are cost-sharing multiple-employer defined benefit pension plans which were established as of January 1, 1955 and July 1, 1944, respectively. For additional information about PERS and PFRS, please refer to the division's Comprehensive Annual Financial Report ("CAFR") which can be found at:

<https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

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

Benefits Provided

For PERS, vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION PLANS (CONTINUED)

Benefits Provided (Continued)

The following represents the membership tiers for PERS:

Tier	Definition
1	Members who were enrolled prior to July 1, 2007.
2	Members who were eligible to enroll on or after July 1, 2007, and prior to November 2, 2008.
3	Members who were eligible to enroll on or after November 2, 2008, and prior to May 22, 2010.
4	Members who were eligible to enroll on or after May 22, 2010, and prior to June 28, 2011.
5	Members who were eligible to enroll on or after June 28, 2011.

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

For PFRS, vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement as well as death and disability benefits. All benefits vest after ten years of service, except for disability benefits which vest after four years of service.

The following represents the membership tiers for PFRS:

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

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation of each year of creditable service, as defined, up to 20 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 50% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving 10 years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION PLANS (CONTINUED)

Benefits Provided (Continued)

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

Contributions and Special Funding Situation

The contribution policy is set by N.J.S.A 43:15A for PERS and N.J.S.A 43:16A for PFRS. Both require 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 insurance benefits is based on actual claims paid. For fiscal year 2019, 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. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in state fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012, and will be adjusted by the rate of return on the actuarial value of assets.

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

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION PLANS (CONTINUED)

Contributions and Special Funding Situation (Continued)

A special funding situation exists for certain local employers of the PERS and PFRS. The City is one of the local employers for which this special funding situation exists for PFRS only. For PFRS, the State, as a non-employer, is required to pay the additional costs incurred by local employers under Chapter 8, P.L. 2000; Chapter 318, P.L. 2001; Chapter 86, P.L. 2001; Chapter 511, P.L. 1991; Chapter 109, P.L. 1979; Chapter 247, P.L. 1993; and Chapter 201, P.L. 2001. The June 30, 2019, state special funding situation net pension liability amount of \$1,932,374,825 is the accumulated difference between the annual actuarially determined state obligation under the special funding situation and the actual state contribution through the valuation date. The state special funding situation pension expense of \$224,526,138 for the fiscal year ended June 30, 2019, is the actuarially determined contribution amount that the state owes on behalf of all local employers for the fiscal year ended June 30, 2019. The pension expense is deemed to be a state administrative expense due to the special funding situation.

Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed that legally obligated the state if certain circumstances occurred. The legislation, which legally obligates the state, is as follows: Chapter 8, P.L. 2000; Chapter 318, P.L. 2001; Chapter 86, P.L. 2001; Chapter 511, P.L. 1991; Chapter 109, P.L. 1979; Chapter 247, P.L. 1993; and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB 68 and the state is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer-specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to this legislation. The portion of the non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the City is \$373,692.00.

The City is billed annually for its normal contribution plus any accrued liability. Contributions to PERS from the City were \$125,878.00 for the year ended June 30, 2019. Contributions to PFRS from the City were \$194,703.00 for the year ended June 30, 2019. Contributions to PFRS from the state for the special funding were \$25,179.00 for the year ended December 31, 2019. The City's covered payroll for the year ended December 31, 2019, was \$7,986,249 and \$9,525,084 for PERS and PFRS, respectively.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION PLANS (CONTINUED)

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

At June 30, 2019, the City had a liability of \$1,954,329.00 for its proportionate share of the net pension liability in PERS and \$2,740,300.00 for its proportionate share of the net pension liability in PFRS. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. 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 members of the plan, actuarial determined. At June 30, 2019, the City's PERS proportionate share was 0.0108462435%, which was an increase of 0.00048 from its proportion measured as of June 30, 2018. The City's PFRS proportionate share was 0.0193384765%, which was an increase of 0.00043 from its proportion measured as of June 30, 2018. The PFRS proportionate share is in addition to the portion of the non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the City of an equal percentage.

	PERS 2019		PFRS 2019	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 35,078	\$ 8,633	\$ 19,997	\$ 14,983
Changes of assumptions	195,147	678,341	81,093	764,866
Net difference between projected and actual investment earnings on pension plan investments	-	30,850	-	32,067
Changes in proportion	154,856	187,306	57,643	52,627
City contributions subsequent to the measurement date	105,502	-	195,340	-
	<u>\$ 490,583</u>	<u>\$ 905,130</u>	<u>\$ 354,073</u>	<u>\$ 864,543</u>

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

Year	PERS	PFRS
2020	\$ 346,140.00	\$ 291,793.00
2021	(168,831.00)	(192,239.00)
2022	(291,099.00)	(358,001.00)
2023	(256,530.00)	(261,322.00)
2024	(140,074.00)	(133,123.00)
2025	(9,655.00)	(52,918.00)
	<u>\$ (520,049.00)</u>	<u>\$ (705,810.00)</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION PLANS (CONTINUED)

Actuarial Assumptions

The total pension liability in the June 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	2019	
	PERS	PFRS
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:		
Through 2026 (based on years of service)	2.00%-6.00%	
Thereafter (based on years of service)	3.00%-7.00%	
Through all future years (based on years of service)		3.25%-15.25%
Investment rate of return	7.00%	7.00%

For PERS, 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-2019.

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

For PFRS, pre-retirement mortality rates were based on the Pub-2010 Safety Employee Mortality Table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted Mortality Table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries (contingent annuitants), the Pub-2010 General Retiree Below-Median Income Weighted Mortality Table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree Mortality Table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

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

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION PLANS (CONTINUED)

Actuarial Assumptions (Continued)

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2019), is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pension 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 rate 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 real rates of return for each major asset class included in PERS's and PFRS's target asset allocation as of June 30, 2019, are summarized in the following table:

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

Discount Rate

The discount rate used to measure the total pension liability was 6.28% and 6.85% as of June 30, 2019, for PERS and PFRS, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 3.50% as of June 30, 2019, based on the Bond Buyer GO 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 70% 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 projected future benefit payments of current plan members through 2057 for PERS and 2076 for PFRS. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and 2076 for PERS and PFRS, respectively, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

G. PENSION PLANS (CONTINUED)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability of the participating employers as of June 30, 2019, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	At 1% Decrease (6.28%)	At Current Discount Rate (6.28%)	At 1% Decrease (7.28%)
PERS	<u>\$ 2,485,808.06</u>	<u>\$ 1,954,329.00</u>	<u>\$ 1,531,533.70</u>
	At 1% Decrease (5.85%)	At Current Discount Rate (6.85%)	At 1% Decrease (7.85%)
PFRS	<u>\$ 3,703,886.43</u>	<u>\$ 2,740,300.00</u>	<u>\$ 1,942,792.60</u>

H. OTHER POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

The City participates in the State Health Benefit Local Government Retired Employees Plan (the "OPEB Plan"), which is a cost sharing multiple-employer defined post-retirement benefit plan administered by the Division of Pension and Benefits. The OPEB Plan provides continued health care benefits to employees retiring after twenty-five years of service. Benefits, contributions, funding and the manner of administration are determined by the State of New Jersey Legislature. The Division of Pensions and Benefits charges the City for its contributions. The total number of retired participants eligible for benefits was 46 at December 31, 2019.

Please refer to the State website, www.state.nj.us for more information regarding the OPEB Plan. The OPEB Plan's financial report may be obtained by writing to the State of New Jersey, Department of Treasury, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey 08625-0295.

General Information About the OPEB Plan

The OPEB Plan covers employees of local government employers that have adopted a resolution to participate in the OPEB Plan. The OPEB Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB 75; therefore, assets are accumulated to pay associated benefits. For additional information about the OPEB Plan, please refer to the State of New Jersey, Division of Pensions and Benefit's Comprehensive Annual Financial Report (CAFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

The OPEB 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 post-retirement medical coverage to their employees must file a resolution with the Division of Pension and Benefits. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

H. OTHER POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

General Information About the OPEB Plan (Continued)

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 post-retirement 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 post-retirement medical coverage. Local employers were required to file a resolution with the Division of Pension and Benefits in order for their employees to qualify for state-paid retiree health benefits coverage under Chapter 330. The City adopted this by resolution.

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for post-retirement 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.

Allocation Methodology

GASB 75 requires participating employers in the OPEB Plan to recognize their proportionate share of the collective net OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective OPEB expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense are based on separately calculated total OPEB liabilities. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the OPEB Plan's nonspecial funding situation during the measurement period July 1, 2018 through June 30, 2019.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

H. OTHER POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Special Funding Situation

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

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

Net OPEB Liability

The City's contribution to the OPEB Plan for the year ended December 31, 2019, was \$444,981.81. The City's unaudited portion of the non-special funding contributing entities' total proportionate share of the collective net OPEB liability as of December 31, 2019, is 0.041133% resulting in a net OPEB liability of \$5,571,905.00. The components of the City's net OPEB liability as of June 30, 2019, are as follows:

	June 30, 2019
Total OPEB liability	\$ 5,684,305.00
Plan Fiduciary Net Position	112,400.00
Net OPEB Liability	<u>\$ 5,571,905.00</u>
Plan Fiduciary Net Position as a % of total OPEB liability	1.98%

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

H. OTHER POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions

The total OPEB liability as of June 30, 2019, was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019. 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	2.50%
Salary increases*	
PERS	
Initial fiscal year applied	
Through 2026	2.00 - 6.00%
Thereafter	3.00 - 7.00%
PFRS	
Rate for all future years	3.25 - 15.25%

Mortality:

PERS

Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019

PFRS

Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019

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

Actuarial assumptions used in the July 1, 2018, 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.

One hundred percent of active members are considered to participate in the OPEB Plan upon retirement.

Health Care Trend Assumptions

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

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

H. OTHER POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Discount Rate

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

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

The following presents the collective net OPEB liability of the participating employers as of June 30, 2019, calculated using the discount rate as disclosed above as well as what the collective net OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

At June 30, 2019		
At 1% Decrease (2.50%)	At Current Discount Rate (3.50%)	At 1% Increase (4.50%)
\$ 6,442,540.09	\$ 5,571,905.00	\$ 4,864,399.68

Sensitivity of Net OPEB Liability to Changes in the Healthcare Trend Rate

The following presents the net OPEB liability as of June 30, 2019, 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 one percentage point lower or one percentage point higher than the current rate:

At June 30, 2019		
At 1% Decrease	Healthcare Cost Trend Rate	At 1% Increase
\$ 4,702,001.52	\$ 5,571,905.00	\$ 6,681,614.30

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

H. OTHER POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Deferred Outflows of Resources and Deferred Inflows of Resources

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$1,629,442.00
Changes in assumptions	-	1,974,559.00
Net difference between projected and actual investment earnings on pension plan investments	4,590.00	-
Changes in proportion	593,586.00	2,005,606.00
	<u>\$ 598,176.00</u>	<u>\$5,609,607.00</u>

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

<u>Years Ending</u>	<u>Amount</u>
2020	\$ (716,535.00)
2021	(575,799.00)
2022	(576,182.00)
2023	(576,872.00)
2023	(577,214.00)
Thereafter	(576,809.00)
	<u>\$ (3,599,411.00)</u>

The previous amounts do not include employer-specific deferred outflows of resources and deferred inflow of resources related to the changes in proportion. These amounts will be recognized (amortized) by the City over the average remaining service lives of all plan members, which are 8.04, 8.14, and 8.05 years, respectively

I. 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.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

J. 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, 2019.

K. 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 would be discussed in detail in the supplementary information section of the audit report. In addition, these programs are also subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2019, the City does not believe that any material liabilities will result from such audits.

L. 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 covering each of those risks of loss through the Municipal Excess Liability Joint Insurance Fund. 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 trust fund for the current and previous two years:

Year	City and Employee Contributions	Amount Reimbursed	Ending Balance
2019	\$ 3,491.15	\$ 169.31	\$ 61,147.38
2018	3,801.45	3,955.86	57,825.54
2017	3,180.80	2,110.04	57,979.95

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

NOTES TO FINANCIAL STATEMENTS

M. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheets at December 31, 2019:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 6,281.67	\$ 82,665.39
Grant	25,051.64	-
Animal Control Trust	-	715.41
Trust Other	57,613.75	-
General Capital	-	5,566.26
	<u>\$ 88,947.06</u>	<u>\$ 88,947.06</u>

All interfund balances resulted from the time lag between the dates that payments between funds are made.

N. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2019, the following deferred charges for overexpenditure of appropriations are shown on the balance sheets of the various funds:

<u>Fund</u>	<u>Balance December 31, 2019</u>	<u>2020 Budget Appropriation</u>	<u>Balance to Succeeding Budgets</u>
Current	\$ 1,176.03	\$ 1,176.03	\$ -
Animal Control Trust	2,893.20	2,893.20	-
Payroll Trust	226.63	226.63	-

O. 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 2019. 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.

P. SUBSEQUENT EVENTS

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern" and on March 10, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the coronavirus include restrictions on travel, quarantines in certain areas, and forced closures for certain types of public places and businesses. The coronavirus and actions taken to mitigate it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographical area in which the City operates. Due to the impact of New Jersey Governor Murphy's Executive Order No. 107 dated March 21, 2020, mandating statewide stay-at home practices and closure of all non-essential retail businesses, it is reasonably possible that revenues will decline significantly. It is unknown how long these conditions will last and what the complete financial effect will be to the City.

SUPPLEMENTAL SCHEDULES

CURRENT FUND

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF CASH - TREASURER**

	Ref.	Current Fund	Grant Fund
Balance December 31, 2018		\$ 2,225,755.98	\$ -
Increased by Receipts:			
Taxes Collections	A-5	\$ 16,902,856.62	\$ -
State of New Jersey - Senior Citizens' and Veterans' Deductions	A-8	24,000.00	-
Miscellaneous Reserves	A-11	13,636.59	-
Revenue Accounts Receivable	A-12	2,225,920.90	-
Petty Cash Funds	A-13	700.00	-
Grants Receivable	A-15	-	50,088.97
Miscellaneous Revenues not Anticipated	A-2, A-2A	22,900.92	-
Interfunds	A-6, A-25	473,009.17	259,742.79
		<u>19,663,024.20</u>	<u>309,831.76</u>
		21,888,780.18	309,831.76
Decreased by Disbursements:			
2019 Appropriations	A-3	5,164,890.27	-
2018 Appropriation Reserve	A-23	13,447.45	-
Miscellaneous Reserves	A-11	312,103.59	-
Petty Cash Funds	A-13	700.00	-
County Taxes	A-17	2,703,180.87	-
Municipal Open Space Taxes	A-19	78,028.16	-
Regional High School Taxes	A-22	10,238,857.00	-
Fire District Taxes Payable	A-24	646,698.00	-
Interfunds	A-6, A-25	1,556,409.91	271,535.63
Reserve for Federal and State Grants Appropriated	A-6, A-16	-	38,296.13
		<u>20,714,315.25</u>	<u>309,831.76</u>
Balance December 31, 2019	A	<u>\$ 1,174,464.93</u>	<u>\$ -</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF CASH - COLLECTOR**

	<u>Ref.</u>		
Balance December 31, 2018			\$ -
Increased by Receipts:			
Interest and Costs on Taxes	A-12	\$ 42,009.12	
Miscellaneous	A-2A	1,155.54	
Property Taxes Receivable	A-9	16,437,385.60	
State of New Jersey - Senior Citizens' and Veterans' Deductions	A-8	50.84	
Prepaid Property Taxes	A-18	123,216.53	
Miscellaneous Reserves	A-11	<u>299,038.99</u>	
			16,902,856.62
Decreased by Disbursements:			
Transfers to Treasurer	A-4	<u>16,902,856.62</u>	
			<u>16,902,856.62</u>
Balance December 31, 2019			<u>\$ -</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF INTERFUNDS**

	Ref.	Total	Grant Fund	Animal Control Trust Fund	Other Trust Fund	General Capital Fund
Balance December 31, 2018 Due from/(to)		\$ (1,141,686.68)	\$ (13,258.80)	\$ 9,763.88	\$ (150,261.42)	\$ (987,930.34)
Cash Receipts	A-4	473,009.17	271,535.63	23.00	174,008.54	27,442.00
Cash Disbursements	A-4	<u>1,556,409.91</u>	<u>259,742.79</u>	<u>9,071.47</u>	<u>266,657.05</u>	<u>1,020,938.60</u>
Balance December 31, 2019 Due from/(to)		<u>\$ (76,382.88)</u>	<u>\$ (25,051.64)</u>	<u>\$ 715.41</u>	<u>\$ (57,612.91)</u>	<u>\$ 5,566.26</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF CHANGE FUNDS**

	<u>Ref.</u>	
Balance December 31, 2018	A	\$ 300.00
Balance December 31, 2019	A	<u>\$ 300.00</u>

ANALYSIS OF BALANCE

Tax Collector	\$ 200.00
Municipal Court	50.00
Municipal Clerk	50.00
	<u>\$ 300.00</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY - SENIOR
CITIZENS' AND VETERANS' DEDUCTIONS**

	<u>Ref.</u>		
Balance December 31, 2018	A		\$ 250.00
Increased by:			
Deductions per Tax Duplicate:			
Senior Citizens		\$ 4,750.00	
Veterans		20,500.00	
Allowed by Collector		<u>250.00</u>	
			25,500.00
Decreased by:			
Deductions per Tax Duplicate:			
Received in Cash from State	A-4	24,000.00	
Received by Tax Collector	A-5	50.84	
Disallowed by Collector		<u>750.00</u>	
			<u>24,800.84</u>
Balance December 31, 2019	A		<u>\$ 949.16</u>

Summary of 2019 Exemptions

	<u>Ref.</u>		
Senior Citizens' and Veterans' Exemptions per Tax Billings		\$ 25,250.00	
Senior Citizens' and Veterans' Exemptions Allowed by Tax Collector		<u>250.00</u>	
			\$ 25,500.00
Senior Citizens' and Veterans' Exemptions Disallowed by Tax Collector			<u>750.00</u>
Total per Tax Billings	A-9		<u>\$ 24,750.00</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY**

	Balance December 31, 2018	2019 Levy	Collected in Cash		Overpayments Applied	Transferred to Tax Title Liens	Adjusted/ Canceled	Balance December 31, 2019
			2018	2019				
2015	\$ 9.75	\$ -	\$ -	\$ 9.75	\$ -	\$ -	\$ -	\$ -
2018	196,490.54	-	-	197,854.28	-	-	(1,363.74)	-
	196,500.29	-	-	197,864.03	-	-	(1,363.74)	-
2019	-	16,558,316.60	142,234.73	16,264,271.57	2,843.06	7,158.94	(14,977.36)	171,103.54
	<u>\$ 196,500.29</u>	<u>\$ 16,558,316.60</u>	<u>\$ 142,234.73</u>	<u>\$ 16,462,135.60</u>	<u>\$ 2,843.06</u>	<u>\$ 7,158.94</u>	<u>\$ (16,341.10)</u>	<u>\$ 171,103.54</u>
Ref.	A		A-18		A-21	A-10		A

	Ref.	
Collector	A-5	\$ 16,437,385.60
State of New Jersey	A-8	24,750.00
		<u>\$ 16,462,135.60</u>

Analysis of 2019 Property Tax Levy

Tax Yield:			
General Purpose			\$ 15,865,998.49
Fire District Tax			646,698.00
Added / Omitted Taxes			<u>45,620.11</u>
			<u>\$ 16,558,316.60</u>
Tax Levy:			
Regional School District Tax	A-22		\$ 10,238,857.00
County Taxes:			
County Tax		\$ 2,463,986.35	
County Open Space Preservation		235,322.09	
Due County for Added and Omitted Taxes		<u>1,847.55</u>	
Total County Tax	A-17		2,701,155.99
Special (Fire) District Tax	A-24	646,698.00	
Local Tax for Municipal Purposes	A-2	2,590,794.47	
Local Library Tax	A-2	259,010.42	
Municipal Open Space Tax	A-19	78,028.16	
Add: Additional Taxes Levied		<u>43,772.56</u>	
			<u>3,618,303.61</u>
			<u>\$ 16,558,316.60</u>

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF TAX TITLE LIENS

	<u>Ref.</u>		
Balance December 31, 2018	A		\$ 141,555.57
Increased by:			
Transfers from Taxes Receivable	A-9	<u>\$ 7,158.94</u>	<u>7,158.94</u>
Balance December 31, 2019	A		<u><u>\$ 148,714.51</u></u>

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF MISCELLANEOUS RESERVE

		Balance December 31, 2018	Cash Receipts	Cash Disbursements	Balance December 31, 2019
Due to/(from) State of New Jersey:					
Marriage/Domestic Partnership Licenses		\$ 225.00	\$ -	\$ 1,800.00	\$ (1,575.00)
Construction Code State Training Fees		2,855.02	13,636.59	11,259.60	5,232.01
Burial Permit Fees		-	-	5.00	(5.00)
Outside Liens		-	294,191.80	294,191.80	-
Due to/(from) LSA		-	4,847.19	4,847.19	-
Subtotal		<u>\$ 3,080.02</u>	<u>\$ 312,675.58</u>	<u>\$ 312,103.59</u>	<u>\$ 3,652.01</u>
	Ref.	A		A-4	A
Tax Collector	A-5		\$ 299,038.99		
Treasurer	A-4		13,636.59		
			<u>\$ 312,675.58</u>		

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE**

	Ref.	Balance December 31, 2018	Accrued in 2019	Collected by:		Balance December 31, 2019
				Collector	Treasurer	
Clerk:						
Licenses:						
Alcoholic Beverages	A-2	\$ -	\$ 23,758.00	\$ -	\$ 23,758.00	\$ -
Other	A-2	491.00	27,322.00	-	27,131.00	682.00
Fees & Permits	A-2	8,096.00	105,431.00	-	103,335.00	10,192.00
Municipal Court:						
Fines and Costs	A-2	14,248.81	183,635.21	-	174,386.40	23,497.62
Fire Safety:						
Fees & Permits	A-2	705.56	25,132.03	-	25,837.59	-
Police:						
Fees & Permits	A-2	-	27,265.11	-	27,265.11	-
Interest and Costs on Taxes	A-2	-	42,009.12	42,009.12	-	-
Parking Meters	A-2	-	365,580.90	-	365,580.90	-
Consolidated Municipal Property Tax Relief Act	A-2	-	41,006.00	-	41,006.00	-
Energy Receipts Tax	A-2	-	374,064.00	-	374,064.00	-
Construction Code Official:						
Fees & Permits	A-2	14,404.50	199,451.50	-	203,457.30	10,398.70
Interlocal Agreement - Frenchtown	A-2	-	3,750.00	-	3,750.00	-
Licenses - Alcoholic Beverage Additional	A-2	-	4,368.00	-	4,368.00	-
Uniform Fire Safety Act	A-2	-	12,550.91	-	12,550.91	-
Cable TV - Gross Revenue Franchise Fee	A-2	-	19,300.56	-	19,300.56	-
Reserve for Debt Service	A-2	-	401,879.50	-	401,879.50	-
Payment in Lieu of Taxes:						
South Hunterdon Apartments	A-2	-	42,396.00	-	42,396.00	-
Econo Tech	A-2	-	11,952.90	-	11,952.90	-
Community Investment Strategy	A-2	-	52,722.00	-	52,722.00	-
Reserve for Open Space	A-2	-	56,000.00	-	56,000.00	-
Hotel and Motel Occupancy Fees	A-2	-	123,179.73	-	123,179.73	-
Contribution from MUA	A-2	-	72,000.00	-	72,000.00	-
Reimbursement of Costs - Library	A-2	-	60,000.00	-	60,000.00	-
Subtotal		<u>\$ 37,945.87</u>	<u>\$ 2,274,754.47</u>	<u>\$ 42,009.12</u>	<u>\$ 2,225,920.90</u>	<u>\$ 44,770.32</u>
	Ref.	A		A-5	A-4	A

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF PETTY CASH**

	<u>Ref.</u>		
Balance December 31, 2018	A		\$ 0.19
Increased by:			
Cash Disbursements	A-4	<u>\$ 700.00</u>	700.00
Decreased by:			
Cash Receipts	A-4	<u>700.00</u>	<u>700.00</u>
Balance December 31, 2019	A		<u>\$ 0.19</u>

**CURRENT FUND
SCHEDULE OF ENCUMBRANCES PAYABLE**

	<u>Ref.</u>		
Balance December 31, 2018	A		\$ 13,905.73
Increased by:			
Transferred from 2019 Appropriations	A-3	<u>\$ 64,208.23</u>	64,208.23
Decreased by:			
Disbursed or Lapsed 2018 Appropriations	A-23	<u>13,905.73</u>	<u>13,905.73</u>
Balance December 31, 2019	A, A-3		<u>\$ 64,208.23</u>

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF GRANTS RECEIVABLE - GRANT FUND

	Balance December 31, 2018	Transferred from 2019 Budget Appropriation	Cash Receipts	Balance December 31, 2019	Unappropriated Grants
Drunk Driving Enforcement Fund	\$ -	\$ 3,500.00	\$ 3,500.00	\$ -	\$ -
Clean Communities Program	-	10,291.06	10,291.06	-	-
Recycling Tonnage Grant	-	9,112.96	15,163.92	-	6,050.96
Small Cities CDBG	227,628.00	-	-	227,628.00	-
Body Armor Grant	-	2,658.34	1,318.99	1,339.35	-
Stay Sober Grant	-	4,290.00	4,290.00	-	-
Click It or Ticket	-	1,200.00	1,200.00	-	-
Distracted Driving Grant	-	2,475.00	2,475.00	-	-
Sustainable Jersey Small Grant	-	20,000.00	10,000.00	10,000.00	-
NJ Historic Trust - Holcombe House	-	76,119.00	-	76,119.00	-
Lower Delaware Wild & Scenic Grant	-	1,700.00	850.00	850.00	-
Green Communities Program	3,000.00	-	-	3,000.00	-
ANJEC - Open Space Stewardship Grant	310.00	1,500.00	1,000.00	810.00	-
Subtotal	\$ 230,938.00	\$ 132,846.36	\$ 50,088.97	\$ 319,746.35	\$ 6,050.96
Ref.	A	A-2	A-4	A	A

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF RESERVES FOR GRANTS-APPROPRIATED - GRANT FUND**

	Balance December 31, 2018	Encumbrances Payable	Transferred from 2019 Budget Appropriation	Paid or Charged	Balance December 31, 2019
Drunk Driving Enforcement Fund	\$ 12,586.70	\$ -	\$ 3,500.00	\$ 404.75	\$ 15,681.95
Alcohol Education, Rehabilitation and Enforcement Fund	9,717.11	-	-	600.00	9,117.11
Clean Communities Program	4,083.68	400.00	10,291.06	7,428.98	7,345.76
Recycling Tonnage Grant	429.88	-	9,112.96	8,759.86	782.98
Small Cities CDBG	206,151.08	-	-	-	206,151.08
Body Armor Grant	1,423.08	-	2,658.34	-	4,081.42
Stay Sober Grant	6,325.00	-	4,290.00	5,170.00	5,445.00
Click It or Ticket	-	-	1,200.00	700.00	500.00
Distracted Driving Grant	-	-	2,475.00	2,475.00	-
Sustainable Jersey Small Grant	-	-	20,000.00	14,801.00	5,199.00
NJ Historic Trust - Holcombe House	-	-	76,119.00	-	76,119.00
Lower Delaware Wild & Scenic Grant	-	-	1,700.00	1,422.73	277.27
Green Communities Program	3,000.00	-	-	-	3,000.00
ANJEC - Open Space Stewardship Grant	80.27	-	1,500.00	1,383.81	196.46
Subtotal	<u>\$ 243,796.80</u>	<u>\$ 400.00</u>	<u>\$ 132,846.36</u>	<u>\$ 43,146.13</u>	<u>\$ 333,897.03</u>
Ref.	A	A-20	A-3		A
Cash Disbursements	A-4			\$ 38,296.13	
Encumbrances Payable	A, A-20			4,850.00	
				<u>\$ 43,146.13</u>	

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE**

	<u>Ref.</u>		
Balance December 31, 2018	A		\$ 2,024.88
Increased by:			
2019 Tax Levy	A-1, A-9	\$ 2,699,308.44	
Added and Omitted Taxes	A-1, A-9	<u>1,847.55</u>	
			2,701,155.99
Decreased by:			
Cash Disbursements	A-4	<u>2,703,180.87</u>	
			<u>2,703,180.87</u>
Balance December 31, 2019	A		<u>\$ -</u>

**CURRENT FUND
SCHEDULE OF PREPAID TAXES**

	<u>Ref.</u>		
Balance December 31, 2018	A		\$ 142,234.73
Increased by:			
Collection of 2020 Taxes	A-5	<u>\$ 123,216.53</u>	
			123,216.53
Decreased by:			
Applied to 2019 Taxes Receivable	A-9	<u>142,234.73</u>	
			<u>142,234.73</u>
Balance December 31, 2019	A		<u>\$ 123,216.53</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF MUNICIPAL OPEN SPACE TAX PAYABLE**

	<u>Ref.</u>		
Balance December 31, 2018	A	\$	-
Increased by:			
2019 Tax Levy	A-1, A-9	<u>\$ 78,028.16</u>	78,028.16
Decreased by:			
Cash Disbursements	A-4	<u>78,028.16</u>	<u>78,028.16</u>
Balance December 31, 2019	A	<u>\$</u>	<u>-</u>

A-20

**CURRENT FUND
SCHEDULE OF ENCUMBRANCES PAYABLE - GRANT FUND**

	<u>Ref.</u>		
Balance December 31, 2018	A, A-16	\$	400.00
Increased by:			
Transfer from Grants Appropriated	A-16	<u>\$ 4,850.00</u>	4,850.00
Decreased by:			
Transferred to Reserve	A-16	<u>400.00</u>	<u>400.00</u>
Balance December 31, 2019	A, A-16	<u>\$</u>	<u>4,850.00</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS**

	<u>Ref.</u>		
Balance December 31, 2018	A		\$ 15,879.74
Decreased by:			
Applied to Taxes Receivable	A-9	2,843.06	
Canceled	A-1	<u>1,656.22</u>	
			<u>4,499.28</u>
Balance December 31, 2019	A		<u>\$ 11,380.46</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF REGIONAL HIGH SCHOOL TAXES PAYABLE**

	<u>Ref.</u>		
Balance December 31, 2018	A		\$ -
Increased by:			
2019 Tax Levy	A-1, A-9	<u>\$ 10,238,857.00</u>	10,238,857.00
Decreased by:			
Cash Disbursements	A-4	<u>10,238,857.00</u>	<u>10,238,857.00</u>
Balance December 31, 2019	A		<u>\$ -</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF 2018 APPROPRIATION RESERVES**

	December 31, 2018				
	Reserve for Encumbrances	Appropriation Reserve	Balance After Transfer	Paid or Charged	Balance Lapsed
OPERATIONS WITHIN "CAPS"					
Mayor and Council:					
Salaries and Wages	\$ -	\$ 0.41	\$ 0.41	\$ -	\$ 0.41
Municipal Clerk:					
Salaries and Wages	-	0.07	0.07	-	0.07
Other Expenses	873.67	310.08	1,183.75	873.67	310.08
Financial Administration:					
Salaries and Wages	-	10.86	10.86	-	10.86
Other Expenses	145.48	277.92	423.40	384.23	39.17
Auditor:					
Other Expenses	1,010.00	-	1,010.00	-	1,010.00
Tax Assessor:					
Salaries and Wages	-	0.04	0.04	-	0.04
Other Expenses	-	0.84	0.84	-	0.84
Maintenance of Tax Map:					
Other Expenses	-	62.39	62.39	-	62.39
Tax Collector:					
Salaries and Wages	-	0.02	0.02	-	0.02
Other Expenses	187.22	29.98	217.20	-	217.20
City Attorney:					
Other Expenses	-	0.08	0.08	-	0.08
Municipal Prosecutor:					
Other Expenses	-	36.75	36.75	-	36.75
Municipal Court:					
Salaries and Wages	-	600.02	600.02	-	600.02
Other Expenses	274.75	0.51	275.26	274.75	0.51
Police:					
Salaries and Wages	-	2.39	2.39	-	2.39
Other Expenses	657.29	1.33	658.62	657.29	1.33
Dog Regulation:					
Other Expenses	-	100.00	100.00	-	100.00

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF 2018 APPROPRIATION RESERVES (CONTINUED)**

	December 31, 2018				
	Reserve for Encumbrances	Appropriation Reserve	Balance After Transfer	Paid or Charged	Balance Lapsed
Inspection and Code Enforcement:					
Other Expenses	-	25.00	25.00	-	25.00
Public Works:					
Salaries and Wages	-	0.17	0.17	-	0.17
Other Expenses	438.30	0.19	438.49	438.30	0.19
Solid Waste Collection:					
Salaries and Wages	-	0.71	0.71	-	0.71
Other Expenses	4,814.21	-	4,814.21	4,814.21	-
Street Lighting:					
Other Expenses	-	0.84	0.84	-	0.84
Buildings and Grounds:					
Other Expenses	1,150.16	226.33	1,376.49	1,150.16	226.33
Municipal Land Use Law - Planning Board:					
Salaries and Wages	-	17.48	17.48	-	17.48
Other Expenses	94.91	80.36	175.27	94.91	80.36
Zoning Board of Adjustment:					
Salaries and Wages	-	0.41	0.41	-	0.41
Other Expenses	94.89	42.23	137.12	94.89	42.23
Uniform Fire Safety Act - Fire Inspection Official:					
Salaries and Wages	-	42.16	42.16	-	42.16
Other Expenses	94.91	29.38	124.29	94.91	29.38
Administration of Public Assistance:					
Salaries and Wages	-	0.04	0.04	-	0.04
Other Expenses	-	4.89	4.89	-	4.89
Public Events, Anniversary or Holiday:					
Other Expenses	3,085.00	38.71	3,123.71	2,018.20	1,105.51
Historic Preservation:					
Salaries and Wages	-	7.00	7.00	-	7.00
Other Expenses	-	16.34	16.34	-	16.34
Insurance:					
Group Insurance Plan	-	0.40	0.40	-	0.40
Group Insurance Plan - Health Benefit Waivers	-	94.14	94.14	-	94.14

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF 2018 APPROPRIATION RESERVES (CONTINUED)**

	December 31, 2018				
	Reserve for Encumbrances	Appropriation Reserve	Balance After Transfer	Paid or Charged	Balance Lapsed
State Uniform Construction Code - Construction Official:					
Salaries and Wages	-	1.84	1.84	-	1.84
Other Expenses	137.80	169.36	307.16	137.80	169.36
Unclassified:					
Fuel Oil	-	82.62	82.62	-	82.62
Gasoline	-	1,176.89	1,176.89	1,175.96	0.93
Telephone	-	79.05	79.05	-	79.05
Diesel Fuel	257.03	233.28	490.31	489.46	0.85
Electricity	-	122.62	122.62	-	122.62
Sewerage	-	0.40	0.40	-	0.40
Water	15.11	255.26	270.37	-	270.37
Natural Gas	575.00	315.00	890.00	889.92	0.08
Total Operations Including Contingent Within "CAPS"	13,905.73	4,496.79	18,402.52	13,588.66	4,813.86
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"					
Statutory Expenditures - Contribution to:					
Public Employees' Retirement System	-	0.44	0.44	-	0.44
Social Security System (O.A.S.I.)	-	3.70	3.70	-	3.70
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	-	4.14	4.14	-	4.14
Total General Appropriations for Municipal Purposes Within "CAPS"	13,905.73	4,500.93	18,406.66	13,588.66	4,818.00
OPERATIONS EXCLUDED FROM "CAPS"					
Maintenance of Free Public Library	-	232.70	232.70	-	232.70
Interlocal Municipal Service Agreements:					
Borough of Frenchtown					
Construction Code Official - Salaries & Wages	-	6,588.21	6,588.21	-	6,588.21
Construction Code Official - Other Expenses	-	738.16	738.16	-	738.16
Borough of Frenchtown					
Zoning - Other Expenses	-	700.00	700.00	-	700.00
Total Other Operations - Excluded from "CAPS"	-	8,259.07	8,259.07	-	8,259.07
Total General Appropriations	\$ 13,905.73	\$ 12,760.00	\$ 26,665.73	\$ 13,588.66	\$ 13,077.07
Ref.	A	A			A-1
Cash Disbursements				\$ 13,447.45	
Canceled				141.21	
				\$ 13,588.66	

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**CURRENT FUND
SCHEDULE OF FIRE DISTRICT TAXES PAYABLE**

	<u>Ref.</u>		
Balance December 31, 2018	A	\$	-
Increased by:			
2019 Tax Levy	A-1, A-9	<u>\$ 646,698.00</u>	646,698.00
Decreased by:			
Cash Disbursements	A-4	<u>646,698.00</u>	<u>646,698.00</u>
Balance December 31, 2019	A	<u>\$</u>	<u>-</u>

**CURRENT FUND
SCHEDULE OF INTERFUNDS - GRANT FUND**

	<u>Ref.</u>	<u>Total</u>
Balance December 31, 2018		
Due from/(to)	A	\$ 13,258.80
Cash Receipts	A-4	271,535.63
Cash Disbursements	A-4	<u>259,742.79</u>
Balance December 31, 2019		
Due from/(to)	A	<u>\$ 25,051.64</u>

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

CURRENT FUND
SCHEDULE OF DEFERRED CHARGES

	Balance December 31, 2018	Added in 2019	Appropriations Raised	Balance December 31, 2019
Overexpenditure of Appropriations	\$ 3,158.56	\$ 1,176.03	\$ 3,158.56	\$ 1,176.03
Overexpenditure of Trust Funds	-	3,119.83	-	3,119.83
Balance December 31, 2019	<u>\$ 3,158.56</u>	<u>\$ 4,295.86</u>	<u>\$ 3,158.56</u>	<u>\$ 4,295.86</u>
<u>Ref.</u>	A			A

TRUST FUND

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF CASH – TREASURER**

	<u>Ref.</u>	<u>Animal Control</u>	<u>Other</u>
Balance December 31, 2018	B	<u>\$ 5,235.91</u>	<u>\$ 1,043,507.53</u>
Increased by:			
Reserve for:			
Municipal Open Space Tax	B-3	-	78,455.60
CDBG Rehabilitation Loan - Brewery	B-4	-	497.43
State Unemployment Insurance	B-5	-	3,491.15
Tax Sale Premiums	B-6	-	50,780.22
Other Federal Programs	B-7	-	7,964.08
Performance Deposits	B-9	-	131,635.55
CDBG Rehabilitation Loan Repayment	B-10	-	42,348.42
Miscellaneous Trust Deposits	B-11	-	131,040.30
Payroll Agency	B-13	-	2,162,614.91
C.O.A.H.	B-14	-	49,329.13
Animal Control Fees	B-17	6,180.00	-
Overexpenditure of Trust Reserve	B-19	19,229.47	-
Interfunds	B-18, B-8	23.00	267,802.05
		<u>25,432.47</u>	<u>2,925,958.84</u>
		<u>30,668.38</u>	<u>3,969,466.37</u>
Decreased by:			
Reserve for:			
Municipal Open Space Tax	B-3	-	108,531.03
State Unemployment Insurance	B-5	-	169.31
Tax Sale Premiums	B-6	-	210,600.00
Other Federal Programs	B-7	-	812.48
Performance Deposits	B-9	-	94,006.83
CDBG Rehabilitation Loan Repayment	B-10	-	86,430.94
Miscellaneous Trust Deposits	B-11	-	100,718.74
Payroll Agency	B-13	-	2,162,844.50
C.O.A.H.	B-14	-	62,015.29
Overexpenditure of Trust Reserve	B-19	14,702.70	-
Expenditures Under R.S. 4:19-15.11	B-17	6,180.00	-
Interfunds	B-18, B-8	9,071.47	179,929.79
		<u>29,954.17</u>	<u>3,006,058.91</u>
Balance December 31, 2019	B	<u>\$ 714.21</u>	<u>\$ 963,407.46</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE TAX**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 116,895.45
Increased by:			
Cash Receipts	B-2	<u>\$ 78,455.60</u>	78,455.60
Decreased by:			
Cash Disbursements	B-2	108,531.03	
Encumbrances Payable	B-16	<u>10,090.25</u>	
			<u>118,621.28</u>
Balance December 31, 2019	B		<u><u>\$ 76,729.77</u></u>

**TRUST FUND
SCHEDULE OF RESERVE FOR CDBG REHABILITATION LOAN REPAYMENT - BREWERY**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 99,239.85
Increased by:			
Cash Receipts	B-2	<u>\$ 497.43</u>	497.43
Balance December 31, 2019	B		<u><u>\$ 99,737.28</u></u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF RESERVE FOR STATE UNEMPLOYMENT INSURANCE**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 57,825.54
Increased by:			
Cash Receipts	B-2	<u>\$ 3,491.15</u>	61,316.69
Decreased by:			
Cash Disbursements	B-2	<u>169.31</u>	<u>169.31</u>
Balance December 31, 2019	B		<u><u>\$ 61,147.38</u></u>

**TRUST FUND
SCHEDULE OF RESERVE FOR TAX SALE PREMIUMS**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 265,500.00
Increased by:			
Cash Receipts	B-2	<u>\$ 50,780.22</u>	50,780.22
Decreased by:			
Cash Disbursements	B-2	<u>210,600.00</u>	<u>210,600.00</u>
Balance December 31, 2019	B		<u><u>\$ 105,680.22</u></u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF RESERVE FOR OTHER FEDERAL PROGRAMS**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 49,382.82
Increased by:			
Cash Receipts	B-2	<u>\$ 7,964.08</u>	7,964.08
Decreased by:			
Cash Disbursements	B-2	<u>812.48</u>	<u>812.48</u>
Balance December 31, 2019	B		<u>\$ 56,534.42</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF INTERFUNDS**

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Capital Fund</u>
Balance December 31, 2018 Due from/(to)	B	\$ 145,485.17	\$ 150,261.42	\$ (4,776.25)
Cash Receipts	B-2	267,802.05	266,657.05	1,145.00
Cash Disbursements	B-2	<u>179,929.79</u>	<u>174,008.54</u>	<u>5,921.25</u>
Balance December 31, 2019 Due from/(to)	B	<u>\$ 57,612.91</u>	<u>\$ 57,612.91</u>	<u>\$ -</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF RESERVE FOR PERFORMANCE DEPOSITS**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 138,177.32
Increased by:			
Cash Receipts	B-2	<u>\$ 131,635.55</u>	131,635.55
Decreased by:			
Cash Disbursements	B-2	94,006.83	
Encumbrances Payable	B-16	<u>68.00</u>	
			<u>94,074.83</u>
Balance December 31, 2019	B		<u><u>\$ 175,738.04</u></u>

**TRUST FUND
SCHEDULE OF RESERVE FOR CDBG REHABILITATION LOAN REPAYMENT**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 206,530.74
Increased by:			
Cash Receipts	B-2	<u>\$ 42,348.42</u>	
Encumbrances Payable	B-16	<u>67,071.83</u>	
			109,420.25
Decreased by:			
Cash Disbursements	B-2	86,430.94	
Encumbrances Payable	B-16	<u>5,301.22</u>	
			<u>91,732.16</u>
Balance December 31, 2019	B		<u><u>\$ 224,218.83</u></u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF RESERVE FOR VARIOUS DEPOSITS**

<u>Account</u>	<u>Balance December 31, 2018</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance December 31, 2019</u>
Police Donations	\$ 1,102.86	\$ 450.00	\$ -	\$ 1,552.86
Recreation	10,783.68	11,350.00	11,897.43	10,236.25
Parking Offense Adjudication Act	8,798.43	1,772.25	4,813.00	5,757.68
Recycling	33.20	-	-	33.20
Office of Emergency Management Donations	475.53	-	-	475.53
Public Defender Fees	138.00	3,162.00	3,300.00	-
Police Outside Overtime	81,337.74	82,276.70	79,153.77	84,460.67
Antique Meter Sleeves	395.00	-	-	395.00
Halloween	287.31	1,380.00	1,123.34	543.97
Memorial Garden	4,434.01	25,000.00	310.00	29,124.01
Tree Planting Donations	4,350.00	-	-	4,350.00
Shade Tree Donations	-	5,649.35	121.20	5,528.15
Community Development Block Grant	3,491.82	-	-	3,491.82
	<u>\$ 115,627.58</u>	<u>\$ 131,040.30</u>	<u>\$ 100,718.74</u>	<u>\$ 145,949.14</u>
<u>Ref.</u>	<u>B</u>	<u>B-2</u>	<u>B-2</u>	<u>B</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF RESERVE FOR UDAG LOAN REPAYMENT**

	<u>Ref.</u>	
Balance December 31, 2018	B	<u>\$ 1.18</u>
Balance December 31, 2019	B	<u>\$ 1.18</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF RESERVE FOR PAYROLL AGENCY**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 2.96
Increased by:			
Cash Receipts	B-2	<u>\$ 2,162,614.91</u>	2,162,614.91
Decreased by:			
Cash Disbursements	B-2	<u>2,162,844.50</u>	<u>2,162,844.50</u>
Balance December 31, 2019	B		<u>\$ (226.63)</u>

**TRUST FUND
SCHEDULE OF RESERVE FOR C.O.A.H.**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 72,644.32
Increased by:			
Cash Receipts	B-2	<u>\$ 49,329.13</u>	49,329.13
Decreased by:			
Cash Disbursements	B-2	<u>62,015.29</u>	<u>62,015.29</u>
Balance December 31, 2019	B		<u>\$ 59,958.16</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF ENCUMBRANCES PAYABLE - ANIMAL CONTROL TRUST FUND**

	<u>Ref.</u>		
Balance December 31, 2018	B	\$	-
Increased by:			
Purchase Orders	B-19	<u>\$ 2,892.00</u>	<u>2,892.00</u>
Balance December 31, 2019	B	<u>\$ 2,892.00</u>	

**TRUST FUND
SCHEDULE OF ENCUMBRANCES PAYABLE - TRUST OTHER**

	<u>Ref.</u>		
Balance December 31, 2018	B	\$	67,189.83
Increased by:			
Transfer from Reserve for:			
CDBG Loan Rehabilitation Repayment	B-10	\$ 5,301.22	
Trust Other	B-9	68.00	
Open Space	B-3	<u>10,090.25</u>	<u>15,459.47</u>
Decreased by:			
Transfer from Reserve for:			
CDBG Loan Rehabilitation Repayment	B-10	<u>67,071.83</u>	<u>67,071.83</u>
Balance December 31, 2019	B	<u>\$ 15,577.47</u>	

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

TRUST FUND
SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	<u>Ref.</u>		
Balance December 31, 2018	B	\$	-
Increased by:			
Dog License Fees		\$	5,996.00
Cat License Fees			<u>184.00</u>
	B-2		6,180.00
Decreased by:			
Expenditures Under R.S. 4:19-15.11:			
Cash Disbursements	B-2	<u>6,180.00</u>	
			<u>6,180.00</u>
Balance December 31, 2019	B	<u>\$</u>	<u>-</u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2017	\$ 5,495.80
2018	<u>6,188.50</u>
	<u>\$ 11,684.30</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF INTERFUNDS - ANIMAL CONTROL TRUST FUND**

	<u>Ref.</u>		
Balance December 31, 2018	B	\$	9,763.88
Increased by:			
Cash Receipts	B-2	<u>\$</u>	<u>23.00</u>
			23.00
Decreased by:			
Cash Disbursements	B-2	<u></u>	<u>9,071.47</u>
			<u>9,071.47</u>
Balance December 31, 2019	B	<u>\$</u>	<u>715.41</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**TRUST FUND
SCHEDULE OF OVEREXPENDITURES - ANIMAL CONTROL TRUST FUND**

	<u>Ref.</u>		
Balance December 31, 2018	B		\$ 4,527.97
Increased by:			
Cash Disbursements	B-2	\$ 14,702.70	
Encumbrances	B-15	<u>2,892.00</u>	
			17,594.70
Decreased by:			
2019 Appropriations	B-2	<u>19,229.47</u>	
			<u>19,229.47</u>
Balance December 31, 2019	B		<u>\$ 2,893.20</u>

GENERAL CAPITAL FUND

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF GENERAL CAPITAL CASH - TREASURER**

	<u>Ref.</u>		
Balance December 31, 2018			\$ 598,615.01
Increased by Receipts:			
Budget Appropriations:			
Capital Improvement Fund	C-4	\$ 17,500.00	
Bond Anticipation Notes	C-7	2,000,000.00	
Interfunds	C-9	1,022,369.39	
Reserve for C.O.A.H. Deposits	C-10	285.79	
Premium on Sale of Notes	C-1	9,942.00	
			<u>3,050,097.18</u>
Decreased by Disbursements:			
Contracts Payable	C-14	545,903.23	
Improvement Authorization Expenditures	C-5	561,770.73	
Interfunds	C-9	28,872.79	
Bond Anticipation Notes	C-7	400,000.00	
Reserve for Deposits	C-8	401,879.50	
Other		200.00	
			<u>1,938,626.25</u>
Balance December 31, 2019			<u>\$ 1,710,085.94</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH AND INVESTMENTS**

	Balance December 31, 2019
Capital Improvement Fund	\$ 19,765.24
Reserve for C.O.A.H.	15,685.43
State Aid Receivable	(86,800.00)
Capital Surplus	56,149.43
Improvement Authorizations Funded	292,647.37
Due to Current Fund	5,566.26
Reserve to Pay Debt Service	941,361.33
Reserve for Insurance Refunds	3,962.50
Improvements Expenses	(386,613.45)
Cash on Hand to Pay Notes	848,361.83
	<hr/>
	\$ 1,710,085.94
	<hr/>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND**

Balance December 31, 2018	<u>Ref.</u> C		\$ 4,765.24
Increased by Receipts:			
2019 Budget Appropriation	C-2	<u>\$ 17,500.00</u>	17,500.00
Decreased by Disbursements:			
Appropriations to Finance Improvement Authorization	C-5	<u>2,500.00</u>	<u>2,500.00</u>
Balance December 31, 2019	C		<u>\$ 19,765.24</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS**

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance Dec. 31, 2018		2019 Authorizations	Paid or Charged	Reauthorized/ Canceled	Balance Dec. 31, 2019	
				Funded	Unfunded				Funded	Unfunded
2001-01	Housing Rehabilitation - Delaware Township	02/20/01	\$ 100,000.00	\$ 24,977.00	\$ -	\$ -	\$ -	\$ -	\$ 24,977.00	\$ -
2001-03	Housing Rehabilitation - Franklin Township	02/20/01	240,000.00	14,639.00	-	-	-	-	14,639.00	-
2001-26	Housing Rehabilitation - DCA Grant #00-3507-99	07/16/01	300,000.00	6,695.00	-	-	-	-	6,695.00	-
2007-06	Improvements to Various Streets	03/19/07	500,000.00	620.76	-	-	-	-	620.76	-
2008-20	Implementation of Bicycle/Pedestrian Safety Improvements			18,168.14	-	-	-	-	18,168.14	-
2012-12	Various Capital Improvements	10/15/12	795,000.00	10,740.30	-	-	1,505.00	-	9,235.30	-
2015-08	Redesign of City Website - Acquisition of Equipment	05/14/15	59,300.00	-	-	-	(1,042.00)	-	1,042.00	-
2016-20	North Union St Park Upgrades	08/16/16	190,000.00	20,021.51	-	-	(71,117.34)	-	91,138.85	-
2016-26	Engineering Fees for CRA Updates	10/18/16	8,000.00	2,372.75	-	-	550.00	-	1,822.75	-
2017-01	Acquisition of Fire Prevention Software	01/17/17	15,000.00	118.73	-	-	-	-	118.73	-
2017-08	Improvements to City Property - Bicycle Transportation	03/21/17	197,630.00	-	146,356.18	-	(3,172.13)	-	-	149,528.31
2017-20	Improvements to City Roads Including Clinton Street	07/18/17	550,000.00	234,596.57	83,500.00	-	111,683.02	-	122,913.55	83,500.00
2017-21	Improvements and Repairs to City Parks	07/18/17	65,000.00	2,702.14	-	-	2,470.50	-	231.64	-
2018-01	Refurbish and Repair Heavy Equipment and Vehicles	02/20/18	40,000.00	-	6,395.58	-	6,395.58	-	-	-
2018-02	Acquisition of Equipment	03/20/18	80,000.00	-	0.33	-	(49.38)	-	-	49.71
2018-06	Improvements to City Buildings	03/20/18	400,000.00	-	133,720.49	-	(66,255.76)	-	-	199,976.25
2018-07	Supplemental Engineering Services - Flood Gates	05/15/18	50,000.00	-	35,174.26	-	22,597.78	-	-	12,576.48
2018-08	Improvements to City Roads - George St and Coryell	05/15/18	435,000.00	-	415,135.82	-	3,225.86	-	-	411,909.96
2018-09	Supplemental Professional and Consulting - C.O.A.H.	05/15/18	70,000.00	-	23,954.92	-	23,518.90	-	-	436.02
2018-11	Acquisition and Installation of Fencing for By Park	06/09/18	410,000.00	-	386,692.55	-	377,060.43	-	-	9,632.12
2018-18	Engineering Services Related to Public Infrastructure	09/17/18	20,000.00	607.36	19,000.00	-	233.86	-	373.50	19,000.00
2018-19	Acquisition of a Refurbished Garbage Truck	11/05/18	97,000.00	42,770.18	53,600.00	-	68,314.05	-	-	28,056.13
2018-20	Improvements to City Parks	10/16/18	25,000.00	-	20,270.33	-	18,773.48	-	-	1,496.85
2019-01	Repairs to Heavy Equipment	01/29/19	30,000.00	-	-	30,000.00	29,328.85	-	671.15	-
2019-02	Professional & Consulting Fees - C.O.A.H.	01/29/19	50,000.00	-	-	50,000.00	37,750.03	-	-	12,249.97
				<u>\$ 379,029.44</u>	<u>\$ 1,323,800.46</u>	<u>\$ 80,000.00</u>	<u>\$ 561,770.73</u>	<u>\$ -</u>	<u>\$ 292,647.37</u>	<u>\$ 928,411.80</u>
				C	C		C-14		C	C, C-6

	Ref.	
Capital Improvement Fund	C-4	\$ 2,500.00
Reserve for Deposits	C-8	30,000.00
Deferred Charges to Future Taxation Unfunded	C-6, C-16	47,500.00
		<u>\$ 80,000.00</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-UNFUNDED**

Ordinance Number	Improvement Description	Balance December 31, 2018	2019 Authorizations	Balance December 31, 2019	Bond Anticipation Notes	Expenditures	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 Rehabilitations 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	-	123,500.00	123,500.00	-	-
2017-08	Improvements to City Property - Bicycle Transportation	150,000.00	-	150,000.00	150,000.00	-	-
2017-20	Improvements to City Roads Including Clinton Street	83,500.00	-	83,500.00	83,500.00	-	-
2018-01	Refurbish and Repair Heavy Equipment and Vehicles	38,000.00	-	38,000.00	38,000.00	-	-
2018-02	Acquisition of Equipment	76,000.00	-	76,000.00	76,000.00	-	-
2018-03	Improvements to City Parks	123,000.00	-	123,000.00	123,000.00	-	-
2018-06	Improvements to City Buildings	400,000.00	-	400,000.00	400,000.00	-	-
2018-07	Supplemental Engineering Services - Flood Gates	47,500.00	-	47,500.00	47,500.00	-	-
2018-08	Improvements to City Roads - George St and Coryell	435,000.00	-	435,000.00	367,200.00	-	67,800.00
2018-09	Supplemental Professional and Consulting - C.O.A.H.	66,500.00	-	66,500.00	66,500.00	-	-
2018-11	Acquisition and Installation of Fencing for Ely Park	389,500.00	-	389,500.00	389,500.00	-	-
2018-13	Supplemental Professional and Consulting - Connaught Hill	38,950.00	-	38,950.00	38,950.00	-	-
2018-18	Engineering Services Related to Public Infrastructure	19,000.00	-	19,000.00	19,000.00	-	-
2018-19	Acquisition of a Refurbished Garbage Truck	53,600.00	-	53,600.00	53,600.00	-	-
2018-20	Improvements to City Parks	23,750.00	-	23,750.00	23,750.00	-	-
2019-02	Professional & Consulting Fees - C.O.A.H.	-	47,500.00	47,500.00	-	35,250.03	12,249.97
		<u>\$ 2,419,163.42</u>	<u>\$ 47,500.00</u>	<u>\$ 2,466,663.42</u>	<u>\$ 2,000,000.00</u>	<u>\$ 386,613.45</u>	<u>\$ 80,049.97</u>
		C	C-5, C-16	C	C-7	C-3	
	Improvement Authorizations-Unfunded	C-5					\$ 928,411.80
	Less: Bond Anticipation Note Proceeds						(1,696,723.66)
	Unexpended Ordinances - Various	C-3					848,361.83
							<u>\$ 80,049.97</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES**

Ordinance Number	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2018	Increased	Decreased	Balance December 31, 2019
2016-17	04/16/19	04/16/19	04/16/20	2.375%	\$ -	\$ 123,500.00	\$ -	\$ 123,500.00
2017-08	01/18/18	04/17/18	04/16/19	2.500%	150,000.00	-	150,000.00	-
	01/18/18	04/16/19	04/16/20	2.375%	-	150,000.00	-	150,000.00
2017-20	01/18/18	04/17/18	04/16/19	2.500%	250,000.00	-	250,000.00	-
	01/18/18	04/16/19	04/16/20	2.375%	-	83,500.00	-	83,500.00
2018-01	04/16/19	04/16/19	04/16/20	2.375%	-	38,000.00	-	38,000.00
2018-02	04/16/19	04/16/19	04/16/20	2.375%	-	76,000.00	-	76,000.00
2018-03	04/16/19	04/16/19	04/16/20	2.375%	-	123,000.00	-	123,000.00
2018-06	04/16/19	04/16/19	04/16/20	2.375%	-	400,000.00	-	400,000.00
2018-07	04/16/19	04/16/19	04/16/20	2.375%	-	47,500.00	-	47,500.00
2018-08	04/16/19	04/16/19	04/16/20	2.375%	-	367,200.00	-	367,200.00
2018-09	04/16/19	04/16/19	04/16/20	2.375%	-	66,500.00	-	66,500.00
2018-11	04/16/19	04/16/19	04/16/20	2.375%	-	389,500.00	-	389,500.00
2018-13	04/16/19	04/16/19	04/16/20	2.375%	-	38,950.00	-	38,950.00
2018-18	04/16/19	04/16/19	04/16/20	2.375%	-	19,000.00	-	19,000.00
2018-19	04/16/19	04/16/19	04/16/20	2.375%	-	53,600.00	-	53,600.00
2018-20	04/16/19	04/16/19	04/16/20	2.375%	-	23,750.00	-	23,750.00
					<u>\$ 400,000.00</u>	<u>\$ 2,000,000.00</u>	<u>\$ 400,000.00</u>	<u>\$ 2,000,000.00</u>
					C	C-2	C-2	C

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR DEPOSITS**

	<u>Ref.</u>		
Balance December 31, 2018	C		\$ 1,377,203.33
Decreased by:			
Cash Disbursements	C-2	\$ 401,879.50	
Appropriated to Fund Ordinances	C-5	<u>30,000.00</u>	
			<u>431,879.50</u>
Balance December 31, 2019	C		<u>\$ 945,323.83</u>

Analysis of Balance

Reserve to Pay Debt	\$ 941,361.33
Reserve for Insurance Refunds	<u>3,962.50</u>
	<u>\$ 945,323.83</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF INTERFUNDS**

	<u>Ref.</u>	<u>Total</u>	<u>Current Fund</u>	<u>Other Trust Fund</u>
Balance December 31, 2018	C	\$ (987,930.34)	\$ (983,154.09)	\$ (4,776.25)
Increased by:				
Cash Receipts	C-2	1,022,369.39	1,016,448.14	5,921.25
Decreased by:				
Cash Disbursements	C-2	<u>28,872.79</u>	<u>27,727.79</u>	<u>1,145.00</u>
Balance December 31, 2019	C	<u>\$ 5,566.26</u>	<u>\$ 5,566.26</u>	<u>\$ -</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR C.O.A.H. DEPOSITS**

	<u>Ref.</u>	<u>Total</u>	<u>Delaware Township</u>	<u>Franklin Township</u>	<u>Residual Interest</u>
Balance December 31, 2018	C	\$ 15,399.64	\$ 9,160.19	\$ 5,250.08	\$ 989.37
Increased by:					
Interest Earned	C-2	<u>285.79</u>	<u>171.10</u>	<u>82.26</u>	<u>32.43</u>
Balance December 31, 2019	C	<u>\$ 15,685.43</u>	<u>\$ 9,331.29</u>	<u>\$ 5,332.34</u>	<u>\$ 1,021.80</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS**

Improvement Description	Date of Original Issue	Amount of Original Issue	Maturities of Bonds Outstanding December 31, 2019 Date	Amount	Interest Rate	Balance December 31, 2018	Issued	Paid by Budget Appropriation	Balance December 31, 2019
General Improvement	05/15/2003	\$ 2,425,000.00	08/15/2020 08/15/2021 08/15/2022 08/15/2023 08/15/2024	\$ 195,000.00 200,000.00 200,000.00 200,000.00 200,000.00	3.750% 3.800% 3.850% 3.900% 4.000%	\$ 1,180,000.00	\$ -	\$ 185,000.00	\$ 995,000.00
General Improvement	03/01/2010	3,335,000.00	03/01/2020 03/01/2021 03/01/2022 03/01/2023 03/01/2024	300,000.00 300,000.00 300,000.00 300,000.00 300,000.00	4.000% 3.500% 3.630% 3.750% 3.800%	1,800,000.00	-	300,000.00	1,500,000.00
General Improvement	03/19/2014	4,365,000.00	03/01/2020 03/01/2021 03/01/2022 03/01/2023 03/01/2024 03/01/2025 03/01/2026 03/01/2027 03/01/2028 03/01/2029 03/01/2030 03/01/2031 03/01/2032 03/01/2033	200,000.00 205,000.00 215,000.00 225,000.00 235,000.00 245,000.00 250,000.00 260,000.00 270,000.00 285,000.00 275,000.00 275,000.00 300,000.00 275,000.00	3.000% 3.000% 4.000% 4.000% 3.000% 3.000% 3.000% 3.250% 3.250% 3.250% 3.250% 3.250% 3.500% 3.500%	3,705,000.00	-	190,000.00	3,515,000.00
General Obligation Bonds	03/27/2018	5,385,000.00	03/01/2020 03/01/2021 03/01/2022 03/01/2023 03/01/2024 03/01/2025 03/01/2026 03/01/2027 03/01/2028 03/01/2029 03/01/2030 03/01/2031 03/01/2032 03/01/2033	300,000.00 325,000.00 355,000.00 365,000.00 380,000.00 385,000.00 385,000.00 385,000.00 385,000.00 385,000.00 385,000.00 385,000.00 385,000.00 385,000.00	4.000% 5.000% 5.000% 5.000% 5.000% 5.000% 3.000% 3.000% 3.000% 3.000% 3.000% 3.000% 3.000% 3.000%	5,385,000.00	-	195,000.00	5,190,000.00
						\$ 12,070,000.00	\$ -	\$ 870,000.00	\$ 11,200,000.00
						C	C-2, C-13	C-13	C

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF GREEN ACRES LOANS**

Improvement Description	Date of Original Issue	Amount of Original Issue	Maturities of Bonds		Interest Rate	Balance December 31, 2018	Paid by Budget Appropriation	Balance December 31, 2019
			Outstanding Date	Amount				
McCann Tract Acquisition	06/13/2017	\$ 220,000.00	2020	\$ 9,705.41	2.000%			
			2021	9,900.48	2.000%			
			2022	10,099.48	2.000%			
			2023	10,302.48	2.000%			
			2024	10,509.58	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%	\$ 210,673.30	\$ 9,514.17	\$ 201,159.13
McCann Tract Acquisition	06/13/2017	\$ 67,629.79	2020	2,983.52	2.000%			
			2021	3,043.49	2.000%			
			2022	3,104.66	2.000%			
			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%	64,762.69	2,924.73	61,837.96
						\$ 275,435.99	\$ 12,438.90	\$ 262,997.09
						C	C-13	C

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED**

	<u>Ref.</u>		
Balance December 31, 2018	C		\$ 12,345,435.99
Decreased by:			
Budget Appropriation:			
Serial Bonds	C-11	\$ 870,000.00	
Loans Paid	C-12	<u>12,438.90</u>	
			<u>882,438.90</u>
Balance December 31, 2019	C		<u>\$ 11,462,997.09</u>

**GENERAL CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE**

	<u>Ref.</u>	
Balance December 31, 2018	C	\$ 545,903.23
Decreased by:		
Cash Disbursements	C-2	<u>545,903.23</u>
Balance December 31, 2019	C	<u>\$ -</u>

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GRANTS RECEIVABLE

	Ref.	
Balance December 31, 2018	C	\$ 86,800.00
Balance December 31, 2019	C	<u>\$ 86,800.00</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED**

Ordinance Number	Improvement Description	Balance December 31, 2018	Increased by Authorizations	BANs Issued	Funded by Cash on Hand	Balance December 31, 2019
1997-21	Purchase of Trash Truck	\$ 4,513.28	\$ -	\$ -	\$ -	\$ 4,513.28
2002-03	Bike Pedestrian Safety Program	149,220.00	-	-	-	149,220.00
2003-20	Acquisition and Rehabilitations of Former Acme Site	47,501.00	-	-	-	47,501.00
2011-03	Purchase Public Works Vehicle and Equipment	88,476.51	-	-	-	88,476.51
2011-13	Purchase Police SUV	42,750.00	-	-	-	42,750.00
2012-19	Acquisition of Office and Computer Equipment	18,902.63	-	-	-	18,902.63
2016-17	Upgrades to City Hall	123,500.00	-	123,500.00	-	-
2017-20	Improvements to City Roads Including Clinton Street	83,500.00	-	83,500.00	-	-
2018-01	Refurbish and Repair Heavy Equipment and Vehicles	38,000.00	-	38,000.00	-	-
2018-02	Acquisition of Equipment	76,000.00	-	76,000.00	-	-
2018-03	Improvements to City Parks	123,000.00	-	123,000.00	-	-
2018-06	Improvements to City Buildings	316,500.00	-	150,000.00	166,500.00	-
2018-07	Supplemental Engineering Services - Flood Gates	47,500.00	-	47,500.00	-	-
2018-08	Improvements to City Roads - George St and Coryell	435,000.00	-	367,200.00	-	67,800.00
2018-09	Supplemental Professional and Consulting - COAH	66,500.00	-	66,500.00	-	-
2018-11	Acquisition and Installation of Fencing for Ely Park	389,500.00	-	389,500.00	-	-
2018-13	Supplemental Professional and Consulting - Connaught Hill	38,950.00	-	38,950.00	-	-
2018-18	Engineering Services Related to Public Infrastructure	19,000.00	-	19,000.00	-	-
2018-19	Acquisition of a Refurbished Garbage Truck	53,600.00	-	53,600.00	-	-
2018-20	Improvements of City Parks	23,750.00	-	23,750.00	-	-
2019-02	Professional & Consulting Fees - COAH	-	47,500.00	-	-	47,500.00
		<u>\$ 2,185,663.42</u>	<u>\$ 47,500.00</u>	<u>\$ 1,600,000.00</u>	<u>\$ 166,500.00</u>	<u>\$ 466,663.42</u>
	<u>Reference</u>	C	C-5, C-6	C-7		C

PUBLIC ASSISTANCE TRUST FUND

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

E-1

PUBLIC ASSISTANCE TRUST FUND
SCHEDULE OF PUBLIC ASSISTANCE CASH - TREASURER

	<u>Ref.</u>	<u>P.A.T.F. II</u>
Balance December 31, 2018	E	\$ 66,662.21
Increased by:		
2019 Receipts	E-2	66,735.47
Decreased by:		
2019 Assistance	E-3	<u>84,954.73</u>
Balance December 31, 2019	E	<u>\$ 48,442.95</u>

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**PUBLIC ASSISTANCE TRUST FUND
SCHEDULE OF PUBLIC ASSISTANCE REVENUES
Year Ended December 31, 2019**

	<u>Ref.</u>	<u>P.A.T.F. II</u>
Increased by:		
State Aid		\$ 43,800.00
Supplemental Security Income		22,704.25
Interest Earned		231.22
	E-1	<u>\$ 66,735.47</u>

**PUBLIC ASSISTANCE TRUST FUND
SCHEDULE OF PUBLIC ASSISTANCE EXPENDITURES
Year Ended December 31, 2019**

	<u>Ref.</u>	<u>P.A.T.F. II</u>
Payments for Current Year Assistance:		
Maintenance Payments		\$ 23,174.40
Other:		
Work Related		1,203.29
Emergency Assistance		35,566.04
Transportation		409.00
Temporary Rental Assistance		24,602.00
	E-1	<u>\$ 84,954.73</u>

**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

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and requirements of audit prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements of the City of Lambertville (the "City"), as of and for the year ended December 31, 2019, and the related notes to financial statements, which comprise the City's basic financial statements, and have issued our report thereon dated October 14, 2020, in which we expressed an adverse opinion on the conformity of the financial statements with accounting principles generally accepted in the United States of America due to differences between those principles and accounting practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Internal Control Over Financial Reporting

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

Accordingly, we do not express an opinion on the effectiveness of the City's internal control. A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City'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. We consider finding 2019-001 to be a significant deficiency.

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.

**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
(CONTINUED)**

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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters in finding 2019-001 that is required to be reported under *Government Auditing Standards*.

City's Response to Finding

The City's response to the finding identified in our audit is described in the accompanying schedule of current year findings and recommendations. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City'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's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mercadion, P.C.

Certified Public Accountants

October 14, 2020

SUPPLEMENTARY INFORMATION (UNAUDITED)

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

SCHEDULE OF CURRENT YEAR FINDINGS AND RECOMMENDATIONS

Year Ended December 31, 2019

Finding 2019-001

Criteria

Management is responsible for monitoring budget to actual expenditures to avoid line item overexpenditures as of December 31, 2019.

Condition

Over-expenditures of certain 2019 budget appropriations of a total of \$4,295.86, including \$1,176.03 in the current fund, \$2,893.20 in the animal control trust fund, and \$226.63 in the payroll trust fund, were noted at December 31, 2019.

Cause

The City did not consistently or timely monitor its budget versus actual expenditures for certain 2019 budget appropriations.

Effect

Management override of internal controls and noncompliance with budget requirements.

Recommendation

We recommend that the City's Finance Department continue to monitor its budget appropriations and appropriation reserves against actual throughout the year and complete allowable budget appropriation or appropriation reserve transfers timely to avoid over-expenditures.

Management's Response

Management has reviewed the findings and is in agreement. A corrective action plan will be completed within 45 days.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

Finding 2018-001

Condition

Funds were committed in excess of balances in the 2018 Current Fund Appropriation. In accordance with N.J.S.A. 40A:4-57, no expenditures of funds for any purpose can be made for which no appropriation is provided or in excess of the amount appropriated for such purpose. As a result, deferred charges in the total amount of \$3,158.56 will have to be raised in the 2019 budget. In addition, the Animal Control Trust Fund was over expended in the amount of \$4,527.97.

Status

The condition still exists as a current year finding 2019-001.

Finding 2018-002

Condition

City employee contributions for required health benefits contributions were not calculated correctly in accordance with Chapter 78 of the Laws of 2011.

Status

The condition was resolved in the current year.

Finding 2018-003

Condition

Instances where payments to vendors for professional services exceeded the not to exceed amounts authorized by resolution of the governing body. In one instance the total amount of change orders authorized by the governing body exceeded the original contract amount by greater than 20 percent.

Status

The condition was resolved in the current year.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY

PERS - Last 10 Fiscal Years							
	2019	2018	2017	2016	2015	2014	2013
City's proportion of the net pension liability	0.0108462435%	0.0103637672%	0.0113069699%	0.0107562513%	0.0116518895%	0.0113575495%	0.0109689768%
City's proportionate share of net pension liability	\$ 1,954,329	\$ 2,040,574	\$ 2,632,082	\$ 3,185,693	\$ 2,615,616	\$ 2,126,444	\$ 2,096,389
City's covered-employee payroll	674,616	683,797	697,179	736,092	710,661	674,538	674,247
City's proportionate share of net pension liability as a % of payroll	289.70%	298.42%	377.53%	432.78%	368.05%	315.24%	310.92%
Total pension liability	4,500,265	4,397,509	5,071,444	5,321,623	5,023,081	4,437,562	4,088,389
Plan fiduciary net position	2,545,937	2,356,935	2,439,362	2,135,930	2,407,465	2,311,118	1,992,000
Plan fiduciary net position as a % of total pension liability	56.57%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%
PFRS Plan - Last 10 Fiscal Years							
	2019	2018	2017	2016	2015	2014	2013
City's proportion of the net pension liability	0.0193384765%	0.0189061018%	0.0192867164%	0.0193955755%	0.0193903963%	0.0198499076%	0.0196990658%
City's collective proportionate share of net pension liability	\$ 2,740,300	\$ 2,905,811	\$ 3,311,001	\$ 4,016,183	\$ 3,513,003	\$ 2,765,812	\$ 2,862,918
City's covered-employee payroll	993,405	961,430	846,102	933,067	1,047,162	1,016,525	1,015,063
City's proportionate share of net pension liability as a % of payroll	275.85%	302.24%	391.32%	430.43%	335.48%	272.09%	282.04%
Total pension liability	7,828,512	7,743,949	7,998,431	8,368,522	8,040,124	7,357,605	6,931,195
Plan fiduciary net position	5,088,212	4,838,138	4,687,430	4,352,338	4,527,120	4,591,793	4,068,276
Plan fiduciary net position as a % of total pension liability	65.00%	62.48%	58.60%	52.01%	56.31%	62.41%	58.70%

Notes to the Required Supplementary Information

- There were no benefit changes.
- The PERS and PFRS discount rates changed from the measurement date of June 30, 2013, of 5.55% and 6.45% to 5.39% and 6.32%, respectively, as of the measurement date of June 30, 2014.
- The PERS and PFRS discount rates changed from the measurement date of June 30, 2014, of 5.39% and 6.32% to 4.90% and 5.79%, respectively, as of the measurement date of June 30, 2015.
- The PERS and PFRS discount rates changed from the measurement date of June 30, 2015, of 4.90% and 5.79% to 3.98% and 5.55%, respectively, as of the measurement date of June 30, 2016.
- The PERS and PFRS discount rates changed from the measurement date of June 30, 2016, of 3.98% and 5.55% to 5.00% and 6.14%, respectively, as of the measurement date of June 30, 2017.
- The PERS and PFRS discount rates changed from the measurement date of June 30, 2017, of 5.00% and 6.14% to 5.66% and 6.51%, respectively, as of the measurement date of June 30, 2018.
- The PERS and PFRS discount rates changed from the measurement date of June 30, 2018, of 5.66% and 6.51% to 6.28% and 6.85%, respectively, as of the measurement date of June 30, 2019.

The pension schedules are intended to show information for ten years. The State of New Jersey has issued seven years of pension information to the City. Additional years' information will be displayed as it becomes available.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

SCHEDULE OF CONTRIBUTIONS

PERS - Last 10 Fiscal Years							
	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 105,502	\$ 103,086	\$ 104,747	\$ 95,557	\$ 101,175	\$ 93,630	\$ 82,649
Contributions in relation to the contractually required contribution	105,502	103,086	104,747	95,557	101,175	93,630	82,649
City's covered-employee payroll	705,331	674,616	683,797	697,179	736,092	710,661	674,538
Contributions as a % of covered-employee payroll	14.96%	15.28%	15.32%	13.71%	13.74%	13.18%	12.25%
PFRS - Last 10 Fiscal Years							
	2019	2018	2017	2016	2015	2014	2013
Contractually required contribution	\$ 195,340	\$ 184,835	\$ 170,691	\$ 158,140	\$ 157,615	\$ 152,461	\$ 143,720
Contributions in relation to the contractually required contribution	195,340	184,835	170,691	158,140	157,615	152,461	143,720
City's covered-employee payroll	714,497	993,405	961,430	846,102	933,067	1,047,162	1,016,525
Contributions as a % of covered-employee payroll	27.34%	18.61%	17.75%	18.69%	16.89%	14.56%	14.14%

The pension schedules are intended to show information for ten years. The State of New Jersey has issued seven years of pension information to the City. Additional years' information will be displayed as it becomes available.

CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY

SCHEDULE OF PROPORTIONATE SHARE OF NET OPEB LIABILITY AND CONTRIBUTIONS

	Last 10 Fiscal Years			
	2019	2018	2017	2016
Proportion of the net OPEB liability	0.041133%	0.047314%	0.043844%	0.049505%
Proportionate share of net OPEB liability	\$ 5,571,905	\$ 7,412,504	\$ 8,951,098	\$ 10,751,231
Contributions	\$ 444,982	\$ 235,706	\$ 268,458	\$ 280,777

The OPEB schedules are intended to show information for ten years. The State of New Jersey has issued four years of OPEB information to the City. Additional years' information will be displayed as it becomes available.

STATISTICAL SECTION (UNAUDITED)

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

**COMPARATIVE SCHEDULES OF OPERATIONS AND
CHANGE IN FUND BALANCE – CURRENT FUND**

	Years Ended December 31,			
	2019		2018	
	Amount	%	Amount	%
REVENUE AND OTHER INCOME REALIZED:				
Fund Balance Utilized	\$ 445,454.00	2.29%	\$ 435,454.00	2.33%
Miscellaneous - from Other Than Local Property Tax Levies	2,439,566.13	12.52%	2,248,761.50	12.03%
Receipts from Delinquent Taxes	197,864.03	1.02%	133,249.18	0.71%
Receipts from Current Taxes	16,406,506.30	84.18%	15,876,952.95	84.93%
Total Income	<u>\$ 19,489,390.46</u>	<u>100.00%</u>	<u>\$ 18,694,417.63</u>	<u>100.00%</u>
EXPENDITURES:				
Budget Expenditures	5,408,978.34	28.33%	4,911,069.88	26.75%
Fire District Taxes	646,698.00	3.39%	632,743.00	3.45%
Regional School Tax	10,238,857.00	53.62%	10,003,548.00	54.49%
Municipal Open Space Tax	78,028.16	0.41%	76,157.23	0.41%
County Taxes	2,703,180.87	14.16%	2,733,645.64	14.89%
Other Expenditures	18,938.71	0.10%	385.68	0.00%
Total Expenditures	<u>19,094,681.08</u>	<u>100.00%</u>	<u>18,357,549.43</u>	<u>100.00%</u>
Excess in Revenue	394,709.38		336,868.20	
Adjustment to Income Before Fund Balance:				
Expenditures Included Above Which are by Statute Deferred				
Charges to Budget of Succeeding Year	<u>4,295.86</u>		<u>3,158.56</u>	
Statutory Excess to Fund Balance	399,005.24		340,026.76	
FUND BALANCE:				
Balance January 1,	<u>892,405.32</u>		<u>987,832.56</u>	
	1,291,410.56		1,327,859.32	
Decreased by:				
Utilized as Revenue	<u>445,454.00</u>		<u>435,454.00</u>	
Balance December 31,	<u>\$ 845,956.56</u>		<u>\$ 892,405.32</u>	

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

SCHEDULE OF TAX INFORMATION

TAX RATE INFORMATION

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Tax Rate	<u>\$ 2.117</u>	<u>\$ 2.085</u>	<u>\$ 2.041</u>
Appropriation of Tax Rate Municipal			
Municipal	0.332	0.306	0.306
Municipal Library	0.033	0.034	0.035
Municipal Open Space	0.010	0.010	0.010
County	0.316	0.323	0.319
County Open Space	0.031	0.031	0.031
Regional School	1.312	1.298	1.262
Fire District Tax	0.083	0.083	0.078

ASSESSED VALUATIONS

Assessed Valuations			
2019	<u>\$ 782,334,683.00</u>		
2018		<u>\$ 771,048,882.00</u>	
2017			<u>\$ 759,962,804.00</u>

TAX LEVIES AND COLLECTIONS

<u>Year</u>	<u>Amount</u>	<u>Cash Collections</u>	<u>Percentage of Collection</u>
2019	\$ 16,558,316.60	\$ 16,406,506.30	99.08%
2018	16,088,296.32	15,876,952.95	98.68%
2017	15,522,087.63	15,381,526.95	99.09%

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

SCHEDULE OF TAX INFORMATION (CONTINUED)

DELINQUENT TAXES AND TAX TITLE LIENS

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2019	\$ 148,714.51	\$ 171,103.54	\$ 319,818.05	1.93%
2018	141,555.57	196,500.29	338,055.86	2.10%
2017	137,901.12	129,477.11	267,378.23	1.72%

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

OFFICIALS IN OFFICE AND SURETY BONDS

<u>Name</u>	<u>Title</u>	<u>Amount of Bond</u>	<u>Surety Company</u>
Julia Fahl	Mayor		
Beth Asaro	Council President		
Wardell Sanders	Councilperson		
Julia Taylor	Councilperson		
Madeline Urbish	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	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.
Richard Cushing	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.

**CITY OF LAMBERTVILLE
COUNTY OF HUNTERDON, STATE OF NEW JERSEY**

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 therefor, 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 of P.L. 1971 c.198 (C.40A: 11-3), except by contract or agreement.

Effective July 1, 2015, the bid threshold in accordance with N.J.S.A. 40A: 11-4 is \$17,500.00.