

**CITY OF SUMMIT
REPORT OF AUDIT
COUNTY OF UNION
DECEMBER 31, 2019**

CITY OF SUMMIT
YEAR ENDED DECEMBER 31, 2019
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CITY OF SUMMIT

PART I

REPORT OF AUDIT ON FINANCIAL STATEMENTS

AND SUPPLEMENTARY DATA

YEAR ENDED DECEMBER 31, 2019



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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of the Common Council
City of Summit
Summit, New Jersey 07901

Report on the Financial Statements

We have audited the accompanying balance sheets - regulatory basis of the various funds and account group of the City of Summit in the County of Union, as of December 31, 2019 and 2018, the related statement of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various funds for the year ended December 31, 2019, and the related notes to the 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 the basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion 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 audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.



Honorable Mayor and
Members of the Common Council
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An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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 of the City of Summit as of December 31, 2019 and 2018, or changes in financial position for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the regulatory basis balances sheets and account group as of December 31, 2019 and 2018, the regulatory basis statements of operations for the years then ended and the regulatory basis statements of revenues and expenditures for the year ended December 31, 2019 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Honorable Mayor and
Members of the Common Council
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Other Matters

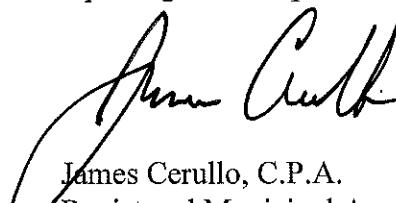
Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Summit's basic financial statements. The supplementary information listed in the table of contents and the letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information listed in the table of contents were derived from and relates 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 information listed in the table of contents are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 2, 2020 on our consideration of the City of Summit'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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Summit's internal control over financial reporting and compliance.



James Cerullo, C.P.A.
Registered Municipal Accountant
No. 415

Wielkotz & Company, LLC

Wielkotz & Company, LLC
Certified Public Accountants

Pompton Lakes, New Jersey

July 2, 2020

City of Summit, N.J.

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Comparative Balance Sheet -Regulatory Basis

Current Fund

December 31,

<u>Ref.</u>	<u>2019</u>	<u>2018</u>
-------------	-------------	-------------

Assets

Current Fund:

Cash	A-4	15,783,016.71	15,814,757.95
Change Fund	A-7	1,195.00	1,195.00
		<u>15,784,211.71</u>	<u>15,815,952.95</u>

Receivables and Other Assets with Full Reserves:

Delinquent Taxes Receivable	A-9	524,184.86	653,313.11
Revenue Accounts Receivable	A-10	35,921.72	27,968.72
Miscellaneous Accounts Receivable	A-15	417,682.51	177,605.35
Interfund Receivables	A-17	71,895.44	80,689.85
Prepaid School Taxes	A-20	0.50	0.50
		<u>1,049,685.03</u>	<u>939,577.53</u>
		<u>16,833,896.74</u>	<u>16,755,530.48</u>

Federal and State Grant Fund:

Grants Receivable	A-30	360.86	360.86
Interfund - Current Fund	A-33	440,882.35	399,598.44
		<u>441,243.21</u>	<u>399,959.30</u>
		<u>17,275,139.95</u>	<u>17,155,489.78</u>

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

City of Summit, N.J.

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Comparative Balance Sheet -Regulatory Basis

Current Fund

December 31,

	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Current Fund:			
Due to State of New Jersey:			
Senior Citizen and Veteran Deductions	A-8	15,473.05	7,223.05
Appropriation Reserves			
Unencumbered	A-3;A-11	1,344,694.15	1,194,158.64
Encumbered	A-3;A-11	1,280,878.04	873,271.68
Accounts Payable	A-12	-	625.94
Tax Overpayments	A-13	559,433.63	98,389.38
Prepaid Taxes	A-14	611,463.86	1,829,168.25
Interfunds Payables	A-17	1,479,920.70	630,647.15
Added County Tax Payable	A-19	267,915.52	305,517.16
Special District Taxes Payable	A-21	2,495.81	-
Municipal Library Taxes Payable	A-22	154,391.17	-
Prepaid Revenue	A-23	4,079.00	4,697.00
Reserve for:			
Tax Appeals	A-16	649,317.59	543,737.41
Sale of Property	A-24	105,365.52	541,011.52
Library State Aid	A-25	9,192.22	9,182.22
Due Various Agencies	A-26	25,477.00	36,588.00
Special Deposit	A-27	11,347.43	36,502.55
Various Deposits	A-28	119,789.00	44,329.00
Encumbrances Payable	A-29	5,281.33	-
		<hr/> 6,646,515.02	<hr/> 6,155,048.95
Reserve for Receivables	Contra	1,049,685.03	939,577.53
Fund Balance	A-1	<hr/> 9,137,696.69	<hr/> 9,660,904.00
		<hr/> 16,833,896.74	<hr/> 16,755,530.48
Federal and State Grant Fund:			
Appropriated Reserve for Grants	A-31	355,566.29	370,384.30
Unappropriated Reserve for Grants	A-32	33,651.10	-
Encumbrances Payable	A-34	52,025.82	29,575.00
		<hr/> 441,243.21	<hr/> 399,959.30
		<hr/> 17,275,139.95	<hr/> 17,155,489.78

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

City of Summit, N.J.

Comparative Statement of Operations and Changes in Fund Balance - Regulatory Basis

Current Fund			
Year Ended December 31,			
	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
Revenues and Other Income:			
Fund Balance Utilized	A-2	6,900,000.00	6,900,000.00
Miscellaneous Revenue Anticipated	A-2	11,029,225.61	11,289,011.18
Receipts from Delinquent Taxes	A-2	638,802.86	503,944.58
Receipts from Current Taxes	A-2	137,696,929.68	136,353,435.85
Non-Budget Revenue	A-2	280,979.88	242,574.67
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-11	622,138.38	1,150,321.46
Animal Control Statutory Excess	A-17	17,967.85	20,617.63
Grant Reserves Cancelled	A-17	1.72	-
Interfunds Returned	A-17	26,762.26	809.37
Total Revenues and Other Income		<u>157,212,808.24</u>	<u>156,460,714.74</u>
Expenditures:			
Budget and Emergency Appropriations:			
Operations - Within "CAPS"			
Salaries and Wages	A-3	17,652,638.00	17,746,870.00
Other Expenses	A-3	10,592,525.00	10,048,223.51
Deferred Charges and Statutory Expenditures -			
Municipal - Within "CAPS"	A-3	4,342,834.00	4,067,443.22
Operations - Excluded From CAPS:			
Other Expenses	A-3	4,350,462.91	4,347,123.63
Capital Improvements - Excluded from Caps	A-3	735,275.00	210,000.00
Municipal Debt Service - Excluded from Caps	A-3	3,915,653.87	4,470,473.27
Deferred Charges and Statutory Expenditures -			
Municipal - Excluded from Caps	A-3	75,000.00	75,000.00
Local School District Purposes	A-3	5,265,022.98	5,388,036.97
Miscellaneous Receivables Advanced	A-15	240,077.16	7,010.26
Interfunds Advanced	A-17	17,967.85	28,055.22
County Tax	A-18	38,258,569.14	38,769,800.89
County Share of Added Taxes	A-19	267,915.52	305,517.16
Local District School Tax	A-20	64,837,224.00	63,579,792.00
Special District Taxes	A-21	267,721.81	262,600.00
Municipal Library Taxes - Added & Omitted	A-22	17,128.31	-
Total Expenditures		<u>150,836,015.55</u>	<u>149,305,946.13</u>
Excess (Deficit) Revenue Over Expenditures		<u>6,376,792.69</u>	<u>7,154,768.61</u>
Statutory Excess to Fund Balance		6,376,792.69	7,154,768.61
Fund Balance, January 1,	A	<u>9,660,904.00</u>	<u>9,406,135.39</u>
Decreased by:			
Fund Balance Utilized as Budget Revenue		<u>6,900,000.00</u>	<u>6,900,000.00</u>
Fund Balance, December 31,	A	<u>9,137,696.69</u>	<u>9,660,904.00</u>

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

Statement of Revenues - Regulatory Basis

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	<u>Budget</u>	Special N.J.S.A. 40A:4-87	<u>Realized</u>	Excess or (Deficit)
Fund Balance Anticipated	A-1	6,900,000.00	-	6,900,000.00	-
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-10	40,000.00	-	39,978.00	(22.00)
Other	A-2	100,000.00	-	93,277.82	(6,722.18)
Fines and Costs:					
Municipal Court	A-10	495,000.00	-	491,878.40	(3,121.60)
Interest and Costs on Taxes	A-10	180,000.00	-	207,698.80	27,698.80
Interest on Investments and Deposits	A-10	330,000.00	-	522,074.52	192,074.52
Old Town Hall Rent	A-10	46,000.00	-	42,166.63	(3,833.37)
Community Service Fees	A-10	124,000.00	-	141,311.03	17,311.03
Briant Park Emergency Service Fee	A-10	12,000.00	-	12,000.00	-
Anticipated Utility Operating Surplus - Parking Utility	A-10	800,000.00	-	800,000.00	-
Fees and Permits					
Health Fees	A-10	175,000.00	-	180,220.10	5,220.10
Zoning Board Fees	A-10	26,000.00	-	37,226.87	11,226.87
Golf Course Revenue	A-10	152,000.00	-	161,268.00	9,268.00
Family Aquatic Center Revenue	A-10	487,000.00	-	521,449.24	34,449.24
Franchise Income Cable TV - Verizon	A-10	214,177.00	-	214,177.02	0.02
Franchise Income Cable TV - Comcast	A-10	115,767.00	-	115,767.62	0.62
Sale of Recyclable Materials	A-10	55,000.00	-	48,385.62	(6,614.38)
Administrative Off-Duty Assignment Fees (Police & Fire)	A-10	85,000.00	-	103,320.00	18,320.00
Hotel and Motel Occupancy Fees	A-10	155,000.00	-	120,991.42	(34,008.58)
Anticipated Utility Operating Surplus - Sewer Utility	A-10	490,000.00	-	490,000.00	-
Utility Income Cell Tower	A-10	86,000.00	-	74,625.48	(11,374.52)
Energy Receipts Tax	A-10	3,023,000.00	-	3,023,257.00	257.00
School Debt Service Aid	A-28	400,000.00	-	400,000.00	-
N.J. Solid Waste Administration - Recycling Tonnage	A-30	29,539.00	-	29,539.00	-
County of Union - Infrastructure Grant	A-30	100,000.00	-	100,000.00	-
Drunk Driving Enforcement Fund	A-30	-	1,924.77	1,924.77	-
Junior League of Summit - Community Center Grant	A-30	-	5,000.00	5,000.00	-
Clean Communities	A-30	-	44,087.89	44,087.89	-
Investors Foundation Grant - Community Center	A-30	-	30,000.00	30,000.00	-
NJ OEM Grant - Emergency Management Agency Asst.	A-30	10,000.00	-	10,000.00	-
N.J. DOT Municipal Aid - Pine Grove Rd	A-30	-	122,910.00	122,910.00	-
N.J. DOT Transit Villages - Village Green Pedestrian Safe	A-30	-	187,391.25	187,391.25	-
Div. of Criminal Justice Body Armor	A-30	4,776.00	-	4,776.00	-
PSEG Municipal Grants - 2019 Sustainable Jersey	A-30	-	2,000.00	2,000.00	-
Uniform Fire Safety Act	A-10	50,000.00	-	60,160.13	10,160.13
Summit Housing Authority - Payment in Lieu of Taxes	A-10	50,000.00	-	42,938.00	(7,062.00)
Parking Utility Share of Various Services	A-10	310,000.00	-	310,000.00	-
UCC Share of Pension Costs	A-10	70,000.00	-	70,000.00	-
Sewer Utility Share of Pension Costs	A-10	38,000.00	-	38,000.00	-
Reserve for Debt Service	A-17	210,000.00	-	210,000.00	-
Reserve for School Debt Service Aid	A-28	26,199.00	-	26,199.00	-
General Capital Surplus	A-10	328,000.00	-	328,000.00	-
Sewer Utility Share of Various Services	A-10	120,000.00	-	120,000.00	-
Reserve for Insurance Settlement	A-10	836.00	-	836.00	-
Reserve for Regional Environmental Health	A-27	18,123.00	-	18,123.00	-
Reserve to Pay Debt - General Capital	A-10	81,130.00	-	81,130.00	-
Reserve for Bonds Sale Costs	A-10	604.00	-	604.00	-
Reserve for Sale of Municipal Assets	A-24	541,000.00	-	541,000.00	-
Atlantic Health Services (Community Support)	A-10	795,400.00	-	795,400.00	-
Reserve for Prepaid Assessments	A-10	5,000.00	-	5,000.00	-
Reserve for Rebate Liability	A-10	3,133.00	-	3,133.00	-
Total Miscellaneous Revenues	A-1	10,382,684.00	393,313.91	11,029,225.61	253,227.70

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

Statement of Revenues - Regulatory Basis

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	<u>Budget</u>	<u>Special N.J.S. 40A:4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Receipts from Delinquent Taxes	A-1;A-2	<u>630,000.00</u>	<u>-</u>	<u>638,802.86</u>	<u>8,802.86</u>
Subtotal General Revenues		<u>17,912,684.00</u>	<u>393,313.91</u>	<u>18,568,028.47</u>	<u>262,030.56</u>
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes Including Reserve for					
Uncollected Taxes		<u>26,792,506.00</u>	<u>-</u>	<u>32,056,012.90</u>	<u>5,263,506.90</u>
Addition to Local District School Tax		<u>4,838,824.00</u>	<u>-</u>	<u>4,838,824.00</u>	<u>-</u>
Minimum Library Tax		<u>2,440,785.00</u>	<u>-</u>	<u>2,440,785.00</u>	<u>-</u>
Total Amount to be Raised by Taxes for Support of					
Municipal Budget	A-9;A-2	<u>34,072,115.00</u>	<u>-</u>	<u>39,335,621.90</u>	<u>5,263,506.90</u>
Budget Totals		<u>51,984,799.00</u>	<u>393,313.91</u>	<u>57,903,650.37</u>	<u>5,525,537.46</u>
Non-Budget Revenue	A-1;A-2	<u>-</u>	<u>-</u>	<u>280,979.88</u>	<u>280,979.88</u>
		<u>51,984,799.00</u>	<u>393,313.91</u>	<u>58,184,630.25</u>	<u>5,806,517.34</u>
			<u>A-3</u>	<u>A-3</u>	

Analysis of Realized Revenues

Revenue from Collections	A-1; A-9	<u>137,696,929.68</u>
Allocated to School and County Taxes	A-9	<u>103,648,558.78</u>
Balance for Support of Municipal Budget Appropriations		<u>34,048,370.90</u>
Add : Appropriation - Reserve for Uncollected Taxes	A-3	<u>5,287,251.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>39,335,621.90</u>
Receipts from Delinquent Taxes:		
Delinquent Taxes		
Taxes Receivable	A-2; A-9	<u>638,802.86</u>
Licenses - Other		
Clerk	A-10	<u>88,580.82</u>
Add: Prepaid Applied	A-23	<u>4,697.00</u>
	A-2	<u>93,277.82</u>

Analysis of Non-budget Revenues

	<u>Ref.</u>	
Other Various Miscellaneous		<u>99,334.10</u>
Rent Revenue - 7 Cedar St		<u>10,960.86</u>
Tax Collector - NSF		<u>490.00</u>
Health Department Ceremony Fee		<u>3,300.00</u>
Off Duty Vehicle Fees		<u>106,280.00</u>
Alarms Registrations		<u>29,159.75</u>
City Clerk - Misc		<u>95.98</u>
Planning Board/Inspection Fees		<u>10,804.25</u>
Interest On Assessments		<u>7,833.28</u>
Police Records Department		<u>5,205.29</u>
Vet. & Sr. Citizen Admin. Fees		<u>1,205.00</u>
State of N.J. Division of Motor Vehicles		<u>1,850.00</u>
Vending Machine Revenues		<u>3,764.17</u>
Add'l Homestead Benefit Rebate		<u>697.20</u>
	A-2	<u>280,979.88</u>
		<u>A-4</u>

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

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Budget</u> After <u>Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpected Balance Cancelled</u>
GENERAL GOVERNMENT						
Operations - within "CAPS"						
Administrative and Executive						
Salaries and Wages		364,150.00	388,550.00	386,790.78		1,759.22
Other Expenses		80,250.00	79,750.00	57,896.64		21,853.36
Employee Assistance Program						
Other Expenses		5,600.00	5,600.00	4,200.00		1,400.00
Postage						
Other Expenses		45,600.00	45,600.00	41,412.61		4,187.39
Physical Examination - Municipal Employees						
Other Expenses		10,000.00	17,500.00	10,024.00		7,476.00
City Clerk						
Salaries and Wages		247,650.00	247,650.00			
Other Expenses		174,150.00	147,150.00	82,299.08		64,850.92
Codification of Ordinances						
Other Expenses		10,000.00	10,000.00	5,289.00		4,711.00
Financial Administration (Treasury)						
Salaries and Wages		399,100.00	416,100.00	415,901.97		198.03
Other Expenses		83,620.00	83,620.00	28,638.23		54,981.77
Audit Services						
Other Expenses		45,000.00	45,000.00			45,000.00
Collection of Taxes						
Salaries and Wages		167,500.00	167,500.00	167,468.86		31.14
Other Expenses		19,945.00	19,945.00	14,870.02		5,074.98

City of Summit, N.J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

General Appropriations	Ref.	Budget	Budget After Modification	Paid or Charged	Unexpended Balance Cancelled	
					Reserved	
Assessment of Taxes		233,550.00	233,550.00	225,464.82	8,085.18	
Salaries and Wages		283,400.00	283,400.00	25,792.70	257,607.30	
Other Expenses						
Legal Services and Costs						
Salaries and Wages		35,900.00	40,480.00	35,863.88	4,616.12	
Other Expenses		220,000.00	220,000.00	190,644.44	29,355.56	
Engineering Services and Costs						
Salaries and Wages		365,725.00	366,725.00	366,725.00		
Other Expenses		26,150.00	26,150.00	5,465.07	20,684.93	
Technology						
Other Expenses		247,000.00	247,000.00	135,820.67	111,179.33	
Hometown TV Agreement						
Other Expenses		82,486.00	82,486.00	82,486.00		
Municipal Land Use Law (N.J.S.A. 40:55 D-1 Et Seq.)						
Salaries and Wages		16,500.00	16,500.00	5,000.00	11,500.00	
Other Expenses		199,750.00	199,750.00	104,320.06	95,429.94	
Board of Adjustment						
Salaries and Wages		5,000.00	5,000.00	5,000.00		
Other Expenses		33,300.00	33,300.00	16,623.52	16,676.48	
Code Enforcement						
Salaries and Wages		221,774.00	225,824.00	205,809.63	20,014.37	
Other Expenses		3,750.00	3,750.00	761.14	2,988.86	
Insurance						
General Liability		486,086.00	486,086.00	486,086.00		
Workers Compensation		578,688.00	578,688.00	578,688.00		
Employee Group Health		2,600,000.00	2,600,000.00	2,525,000.00	75,000.00	

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

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

General Appropriations	Ref.	Budget	Budget	Paid or Charged	Reserved	Unexpected Balance	Cancelled
			After Modification			25,000.00	
Other Insurance		25,000.00	25,000.00				
Unemployment Insurance		50,000.00	50,000.00				
PUBLIC SAFETY							
Police							
Salaries and Wages		5,814,050.00	5,819,050.00	5,742,396.89		76,653.11	
Other Expenses		427,800.00	427,800.00	265,824.17		161,975.83	
School Crossing Guards							
Salaries and Wages		240,000.00	210,000.00	207,514.30		2,485.70	
Other Expenses		4,000.00	4,000.00	731.94		3,268.06	
Emergency Management							
Other Expenses		13,200.00	13,200.00	6,205.39		6,994.61	
Fire							
Salaries and Wages		4,185,806.00	4,243,001.00	4,217,800.09		25,200.91	
Other Expenses		301,700.00	282,700.00	197,522.73		85,177.27	
Uniform Fire Safety Act (Ch. 383, P.L. 1983)							
Salaries and Wages		36,545.00	-	-			
Road Repair and Maintenance							
Salaries and Wages		939,050.00	939,050.00	875,487.59		63,562.41	
Other Expenses		212,000.00	212,000.00	136,743.01		75,256.99	
Public Works Maintenance							
Salaries and Wages		293,400.00	293,400.00	255,811.81		37,588.19	
Other Expenses		61,750.00	61,750.00	29,020.06		32,729.94	

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Budget</u>	<u>After</u>	<u>Budget</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpected Balance Cancelled</u>
Garbage and Trash								
Salaries and Wages		737,000.00	687,886.00		632,872.76	55,013.24		
Other Expenses		4,000.00	4,000.00		1,779.04	2,220.96		
Recycling Program								
Salaries and Wages		78,100.00	78,100.00		78,026.78	73.22		
Other Expenses		252,750.00	252,750.00		209,822.17	42,927.83		
Transfer Station								
Salaries and Wages		294,000.00	309,000.00		305,325.58	3,674.42		
Other Expenses		54,750.00	54,750.00		37,921.78	16,828.22		
Compost Area								
Salaries and Wages		175,950.00	195,950.00		188,574.49	7,375.51		
Other Expenses		4,200.00	4,200.00		773.71	3,426.29		
Disposal Charges								
Other Expenses		875,000.00	875,000.00		715,730.10	159,269.90		
Public Buildings and Grounds								
Salaries and Wages		317,300.00	317,300.00		264,102.44	53,197.56		
Other Expenses		138,500.00	138,500.00		105,857.86	32,642.14		
Garage								
Salaries and Wages		275,425.00	275,425.00		240,621.37	34,803.63		
Other Expenses		250,485.00	250,485.00		173,004.13	77,480.87		
HEALTH								
Board of Health								
Salaries and Wages		144,000.00	145,000.00		140,271.69	4,728.31		
Other Expenses		214,855.00	214,855.00		210,305.50	4,549.50		

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

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Budget</u> After Modification	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpected Balance Cancelled</u>
Dog Regulation - Contractual Agreement		40,000.00	40,000.00	40,000.00	-	-
Other Expenses		36,300.00	36,300.00	-	-	36,300.00
Social Services for the Elderly Program						
Other Expenses		7,890.00	7,890.00	7,890.00	-	-
Prevention of Drug and Alcohol Abuse Program						
Other Expenses		131,100.00	131,100.00	121,737.59	9,362.41	-
Maintenance of Municipal Golf Course		61,000.00	61,000.00	28,494.65	32,505.35	-
Salaries and Wages						
Other Expenses		157,000.00	157,000.00	135,423.33	21,576.67	-
Family Aquatic Center		133,450.00	133,450.00	102,734.11	30,715.89	-
Salaries and Wages						
Other Expenses		5,000.00	5,000.00	3,181.45	1,818.55	-
Celebration of Public Events						
Other Expenses		14,000.00	14,000.00	6,444.37	7,555.63	-
Municipal Purchasing						
Other Expenses		633,060.00	633,060.00	562,663.24	70,396.76	-
Community Programs		76,000.00	76,000.00	66,672.24	9,327.76	-
Salaries and Wages						
Other Expenses		572,000.00	572,000.00	546,909.40	25,090.60	-
Parks and Recreation		219,500.00	219,500.00	144,967.95	74,532.05	-
Salaries and Wages						
Other Expenses		8,500.00	8,500.00	2,346.46	6,153.54	-
Downtown Maintenance						
Other Expenses						

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

General Appropriations	Ref.	Budget	Budget	Paid or Charged	Reserved	Unexpected Balance Cancelled
			After Modification			
Community Service						
Salaries and Wages		473,637.00	473,637.00	429,703.10		43,933.90
Other Expenses		91,300.00	91,300.00	55,122.93		36,177.07
Municipal Court						
Salaries and Wages		56,300.00	56,300.00	45,188.07		11,111.93
Other Expenses		343,000.00	343,000.00	308,492.83		34,507.17
Public Defender						
Salaries and Wages		8,500.00	8,500.00	8,496.14		3.86
UNCLASSIFIED						
Utilities						
Electricity		353,000.00	353,000.00	339,580.69		13,419.31
Street Lighting		160,000.00	160,000.00	150,719.32		9,280.68
Telephone		194,000.00	194,000.00	176,145.93		17,854.07
Water		67,000.00	67,000.00	63,355.64		3,644.36
Natural Gas		64,000.00	64,000.00	62,527.72		1,472.28
Heating Oil		28,000.00	28,000.00	8,247.32		19,752.68
Gasoline		125,000.00	125,000.00	84,571.24		40,428.76
Diesel Fuel		130,000.00	130,000.00	89,717.61		40,282.39
Fire Hydrant Service		300,000.00	300,000.00	256,139.86		43,860.14
Reserve for Salary Adjustments		190,000.00	123,320.00	-		123,320.00
Total Operations Within "CAPS"		28,390,777.00	28,318,663.00	25,620,512.69		2,623,150.31
Contingent		1,500.00	1,500.00	-		1,500.00
Total Operations Including Contingent-Within "CAPS"		28,392,277.00	28,320,163.00	25,620,512.69		2,624,650.31
						75,000.00

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

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Budget</u> After Modification	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpected Balance Cancelled</u>
Detail:						
Salaries and Wages						
Other Expenses (Including Contingent)	A-1	17,619,072.00	17,652,638.00	17,060,601.60	592,036.40	-
Deferred Charges and Statutory Expenditures- Municipal Within "CAPS"	A-1	10,773,205.00	10,667,525.00	8,559,911.09	2,032,613.91	75,000.00
DEFERRED CHARGES						
Statutory Expenditures - Contribution to:						
Public Employees' Retirement System		1,117,378.00		1,117,378.00		-
Social Security System (O.A.S.I.)		596,424.00	668,538.00	668,537.69	0.31	-
Police and Fireman's Retirement System of NJ		2,541,918.00	2,541,918.00	2,541,918.00	-	-
Defined Contribution Retirement Program		15,000.00	15,000.00	14,078.43	921.57	-
Total Deferred Charged and Statutory Expenditures - Municipal within "CAPS"	A-1	4,270,720.00	4,342,834.00	4,341,912.12	921.88	-
Total General Appropriations for Municipal Purposes within "CAPS"		32,662,997.00	32,662,997.00	29,962,424.81	2,625,572.19	75,000.00
Operations - Excluded From CAPS						
Maintenance of Free Public Library						
Other Expenses		2,440,785.00	2,440,785.00	2,440,785.00	-	-
Reserve for Tax Appeals		140,000.00	140,000.00	140,000.00	-	-
Dispatch Services - Joint Meeting						
Other Expense		1,232,049.00	1,232,049.00	1,232,049.00	-	-
Total Other Operations - Excluded From CAPS		3,812,834.00	3,812,834.00	3,812,834.00	-	-

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpected Balance Cancelled</u>
Public and Private Programs Offset By Revenues						
State of New Jersey Department of Environmental Protection						
Recycling Tonnage Grant		29,539.00	29,539.00			
Other Expenses		-		44,087.89		44,087.89
Clean Communities Program						
Other Expenses						
Division of Criminal Justice						
Body Armor Replacement		4,776.00	4,776.00			4,776.00
Other Expenses		-				
County of Union						
Infrastructure & Municipal Aid		100,000.00	100,000.00			100,000.00
Other Expenses		-				
Emergency Management Agency		10,000.00	10,000.00			10,000.00
Other Expenses		-				
State of New Jersey Department of Transportation						
Municipal Aid - Pine Grove Rd						
Other Expenses		-				
Transit Villages - Village Green Pedestrian Safety						
Other Expenses		-				
State of New Jersey Department of Law and Public Safety						
Division of Highway Traffic Safety						
Drunk Driving Enforcement Fund						
Other Expenses		-				
PSEG Municipal Grant - 2019 Sustainable Jersey						
Other Expenses		-				

City of Summit, N.J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Budget</u> After <u>Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpected Balance Cancelled</u>
Junior League of Summit						
Community Center Grant						
Other Expenses						
Investors Foundation Grant						
Community Center Improvements						
Other Expenses						
Total Public and Private Programs Offset by Revenues						
Total Operations - Excluded from "CAPS"						
Detail:						
Other Expenses	A-1	3,957,149.00	4,350,462.91	4,350,462.91		
Capital Improvements - Excluded From "CAPS"						
Capital Improvement Fund	A-1	735,275.00	735,275.00	735,275.00		
Total Capital Improvements Excluded from "CAPS"						
Municipal Debt Service -Excluded From "CAPS"						
Payment of Bond Principal						
Payment of Bond Anticipation Notes and Capital Notes						
Interest on Bonds						
Interest on Notes						
Total Municipal Debt Service - Excluded from "CAPS"	A-1	4,902,104.00	4,002,104.00	3,915,653.87		
Deferred Charges:						
Deferred Charges Unfunded:						
Various Ordinances						
Total Deferred Charges Municipal- Excluded from "CAPS"	A-1	75,000.00	75,000.00	75,000.00		
Total General Appropriations for Municipal						
Purposes Excluded from "CAPS"						
		8,769,528.00	9,162,841.91	9,076,391.78		86,450.13

City of Summit, N.J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2019

<u>General Appropriations</u>	<u>Ref.</u>	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Cancelled</u>
For Local School District School Purposes -							
Excluded from "CAPS"							
Payment of Bond Principal		4,435,000.00	4,435,000.00	4,435,000.00			
Interest on Bonds		830,023.00	830,023.00	830,022.98			0.02
Total of Type 1 District School Debt Service - Excluded from "CAPS"	A-1	5,265,023.00	5,265,023.00	5,265,022.98			0.02
Total General Appropriations - Excluded From "CAPS"							
14,034,551.00		14,427,864.91	14,341,414.76				86,450.15
46,697,548.00		47,090,861.91	44,303,839.57				161,450.15
5,287,251.00		5,287,251.00	5,287,251.00				
51,984,799.00		52,378,112.91	49,591,090.57				161,450.15
Adopted Budget	A-2	51,984,799.00					
Appropriated by N.J.S. 40A:4-87	A-2	393,313.91					
		52,378,112.91					
<u>Analysis of Paid or Charged</u>							
Cash Disbursed	A-4				40,441,600.66		
Reserve for Uncollected Taxes	A-2				5,287,251.00		
Reserve for Tax Appeals	A-16				140,000.00		
Schedule of Interfunds	A-17				743,825.00		
Municipal Library Tax Payable	A-22				2,440,785.00		
Reserve for Federal and State Grants	A-31				537,628.91		
					49,591,090.57		
<u>Analysis of Appropriation Reserve</u>							
Unencumbered	A				1,344,694.15		
Encumbered	A				1,280,878.04		
					2,625,572.19		

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

Comparative Balance Sheet - Regulatory Basis

Trust Funds

December 31,

	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
Assets			
Animal Control Trust Fund:			
Cash- Treasurer	B-2	<u>96,035.59</u>	<u>78,598.74</u>
Other Trust Funds:			
Cash	B-2	9,729,040.47	9,148,300.44
Interfund - Current Fund	B-7	69,276.88	67,276.63
Community Development Block			
Grant Receivable	B-11	<u>5,000.00</u>	<u>131,900.00</u>
		<u>9,803,317.35</u>	<u>9,347,477.07</u>
Assessment Fund			
Cash	B-2;B-3	104,256.39	104,256.39
Assessments Receivable	B-9	167,571.61	220,018.14
Prospective Assessment Funded	B-10	1,117,721.48	582,721.48
Interfund - Current Fund	B-7	<u>131,218.61</u>	<u>163,772.08</u>
		<u>1,520,768.09</u>	<u>1,070,768.09</u>
Total Assets		<u>11,420,121.03</u>	<u>10,496,843.90</u>

Comparative Balance Sheet - Regulatory Basis**Trust Funds****December 31,**

	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
<u>Liabilities, Reserves & Fund Balance</u>			
Animal Control Trust Fund:			
Reserve for Animal Control			
Trust Fund Expenditures	B-4	35,860.00	36,301.00
Encumbrances	B-6	465.00	555.00
Interfund - Current Fund	B-7	<u>59,710.59</u>	<u>41,742.74</u>
		<u>96,035.59</u>	<u>78,598.74</u>
Other Trust Funds:			
Various Reserves	B-8	9,172,184.22	8,593,257.42
Reserve for CDBG	B-12	27,717.85	147,617.85
Reserve for Library	B-13	281,734.97	259,875.97
Encumbrances	B-17	<u>321,680.31</u>	<u>346,725.83</u>
		<u>9,803,317.35</u>	<u>9,347,477.07</u>
Assessment Fund			
Interfund - General Capital Fund	B-7	113,403.42	113,403.42
Interfund - Sewer Assessment Fund	B-7	4,659.89	4,659.89
Assessment Serial Bonds Payable	B-14	1,085,000.00	675,000.00
Reserve for Assessments and Liens	B-15	215,583.64	175,583.64
Reserve for Unconfirmed			
Assessment Receipts	B-16	3,297.50	3,297.50
Fund Balance	B-1	<u>98,823.64</u>	<u>98,823.64</u>
		<u>1,520,768.09</u>	<u>1,070,768.09</u>
Total Liabilities, Reserves & Fund Balance		<u>11,420,121.03</u>	<u>10,496,843.90</u>

City of Summit, N.J.

Comparative Statement of Assessment Fund Balance

Assessment Trust Funds

Year Ended December 31,

		<u>2019</u>	<u>2018</u>
	<u>Ref.</u>		
Balance - January 1,	B	<u>98,823.64</u>	<u>98,823.64</u>
Balance - December 31,	B	<u>98,823.64</u>	<u>98,823.64</u>

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

City of Summit, N.J.

Comparative Balance Sheet - Regulatory Basis

General Capital Fund

December 31,

	Ref.	2019	2018
<u>Assets</u>			
Cash	C-2;C-3	5,444,705.00	5,521,630.71
Due From Current Fund	C-4	827,526.49	-
Due From Assessment Trust Fund	C-4	113,403.42	113,403.42
Due From BOE - ROD Grants	C-5	11,816.86	11,816.86
Deferred Charges to Future Taxation:			
Funded	C-6	70,125,000.00	51,020,000.00
Unfunded	C-7	12,454,534.46	36,271,534.46
		<u>88,976,986.23</u>	<u>92,938,385.45</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Due To Current Fund	C-4	-	26,723.34
Due To Sewer Capital	C-4	3,725.69	-
Due To Parking Capital	C-4	5,498.10	-
Serial Bonds Payable:			
Municipal Serial Bonds	C-8	41,495,000.00	17,955,000.00
School Serial Bonds	C-9	28,630,000.00	33,065,000.00
Bond Anticipation Notes Payable	C-10	4,798,000.00	23,684,000.00
Encumbrances Payable	C-11	2,117,641.81	4,498,221.31
Capital Improvement Fund	C-12	731,230.60	208,474.24
Improvement Authorizations:			
Funded	C-13	6,112,438.63	3,214,802.41
Unfunded	C-13	4,133,732.10	9,224,642.77
Reserve for:			
Prepaid Assessments	C-14	-	5,000.00
State Aid - Kids Recreation Trust	C-15	174,171.10	170,431.10
Refunding Bonds Issuance Costs	C-16	0.59	604.59
Debt Service	C-17	239,282.97	449,282.97
Legal Fees	C-18	688.85	836.09
Rebate Liability	C-19	0.43	3,133.43
Reserve for Community Center Project	C-20	148,020.64	103,231.58
Fund Balance	C-1	387,554.72	329,001.62
		<u>88,976,986.23</u>	<u>92,938,385.45</u>

There were Bonds and Notes Authorized But Not Issued in the Amount of \$7,656,534.46 and \$12,587,534.46 as of December 31, 2019 and 2018 as per Schedule C-21.

City of Summit, N.J.

Comparative Statement of Surplus - Regulatory Basis

General Capital Fund

Year Ended December 31,

		<u>2019</u>	<u>2018</u>
	<u>Ref.</u>		
Balance - January 1,	C	329,001.62	326,426.12
Increased by:			
Improvement Authorizations Canceled	C-13	340,927.24	-
Cash Receipts:			
Premium on Bond Sale	C-2	10,213.24	-
Premium on Note Sale	C-2	35,412.62	327,099.50
		<u>386,553.10</u>	<u>327,099.50</u>
		<u>715,554.72</u>	<u>653,525.62</u>
Decreased by:			
Anticipated as Current Fund Revenue	C-2	<u>328,000.00</u>	<u>324,524.00</u>
Balance - December 31:	C	<u>387,554.72</u>	<u>329,001.62</u>

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

Comparative Balance Sheet - Regulatory Basis

Sewer Utility Fund

December 31,

	Ref	2019	2018
Assets			
Operating Fund:			
Cash-Treasurer	D-5	<u>1,611,636.65</u>	<u>1,366,438.44</u>
Receivables with Full Reserves:			
Consumer Accounts	D-7	<u>57,535.51</u>	<u>49,093.06</u>
Total Operating Fund		<u>1,669,172.16</u>	<u>1,415,531.50</u>
Sewer Assessment Fund:			
Sewer Assessment Receivable	D-8	-	11,016.37
Interfund - Current Fund	D-9	11,016.37	
Interfund - Trust Assessment Account	D-9	4,659.89	4,659.89
Total Sewer Assessment Fund		<u>15,676.26</u>	<u>15,676.26</u>
Capital Fund:			
Cash	D-5;D-6	3,412,578.26	2,497,076.35
Interfund - General Capital Fund	D-9	3,725.69	-
Interfund - Sewer Assessment Fund	D-9	15,676.26	15,676.26
Fixed Capital*	D-10	11,564,657.20	11,564,657.20
Fixed Capital Authorized and Uncompleted*	D-11	6,771,064.08	6,345,064.08
Total Capital Fund		<u>21,767,701.49</u>	<u>20,422,473.89</u>
Total Assets		<u>23,452,549.91</u>	<u>21,853,681.65</u>

* The fixed capital reported is taken from the municipal records and does not necessarily reflect the true condition of such fixed capital.

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

Comparative Balance Sheet - Regulatory Basis

Sewer Utility Fund

December 31,

Ref

2019

2018

Liabilities, Reserves and Fund Balance

Operating Fund:

Appropriation Reserves:

Unencumbered	D-4;D-12	83,682.33	51,122.09
Encumbered	D-4;D-12	78,798.84	35,320.49
		<u>162,481.17</u>	<u>86,442.58</u>

Interfund - Current Fund	D-9	12,184.85	12,223.77
Accrued Interest on Bonds	D-14	59,302.27	50,714.39
Accrued Interest on Notes	D-14	10,428.75	19,016.11
Prepaid Sewer Charges	D-15	5,527.14	5,170.85
Various Reserves	D-17	24,925.76	24,925.76
		<u>274,849.94</u>	<u>198,493.46</u>

Reserve for Receivables	Contra	57,535.51	49,093.06
Fund Balance	D-1	1,336,786.71	1,167,944.98
Total Operating Fund		<u>1,669,172.16</u>	<u>1,415,531.50</u>

Sewer Assessment Fund:

Interfund - Sewer Capital Fund	D-9	<u>15,676.26</u>	<u>15,676.26</u>
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Capital Fund:

Contracts Payable	D-13	449,621.14	58,620.38
Bond Anticipation Notes Payable	D-22	405,000.00	833,000.00
Bonds Payable	D-23	5,995,000.00	4,960,000.00

Improvement Authorizations:

Funded	D-16	1,775,126.32	1,201,863.35
Unfunded	D-16	1,676,464.88	2,493,623.01
Capital Improvement Fund	D-18	1,582,628.57	1,582,553.57
Reserve for Amortization	D-19	7,692,028.70	7,182,028.70
Reserve for Deferred for Amortization	D-20	1,923,965.09	1,846,405.09
Reserve for Debt Service	D-21	58,973.59	58,973.59
Fund Balance	D-2	208,893.20	205,406.20
Total Capital Fund		<u>21,767,701.49</u>	<u>20,422,473.89</u>

Total Liabilities, Reserves and Fund Balances 23,452,549.91 21,853,681.65

Footnote D: There were Bonds and Notes Authorized But Not Issued in the Amount of \$3,119,293.61 and \$2,350,733.61 on December 31, 2018 and 2019 per Exhibit D-24.

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

City of Summit, N.J.

Comparative Statement of Operations and Changes in Fund Balance - Regulatory Basis

Sewer Utility Operating Fund

Year Ended December 31,

	Ref.	2019	2018
Revenue and Other Income Realized:			
Operating Surplus Anticipated	D-3	280,000.00	463,000.00
Domestic Sewer User Charges	D-3	4,015,667.84	3,519,877.44
Industrial Sewer User Charges	D-3	111,055.84	239,531.68
Interest on Investments	D-3	89,170.27	6,096.93
Miscellaneous	D-3	235,850.17	285,356.35
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-12	30,384.61	97,309.64
Total Income		<u>4,762,128.73</u>	<u>4,611,172.04</u>
Expenditures:			
Operating	D-4	3,131,238.00	2,983,045.74
Capital Improvements	D-4	21,075.00	37,000.00
Debt Service	D-4	543,414.00	503,394.26
Deferred Charges and Statutory Expenditures	D-4	127,560.00	126,560.00
Surplus (General Fund)	D-4	490,000.00	200,000.00
Total Expenditures		<u>4,313,287.00</u>	<u>3,850,000.00</u>
Statutory Excess to Surplus		448,841.73	761,172.04
Fund Balance - January 1,	D	<u>1,167,944.98</u>	<u>869,772.94</u>
Decreased by:			
Utilized as Anticipated Revenue		<u>280,000.00</u>	<u>463,000.00</u>
Fund Balance - December 31,	D	<u>1,336,786.71</u>	<u>1,167,944.98</u>

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

City of Summit, N.J.

Comparative Statement of Fund Balance - Regulatory Basis

Sewer Utility Capital Fund

Year Ended December 31,

	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
Balance - January 1,	D	205,406.20	205,406.20
Increased by:			
Premium on Bond Anticipation Note	D-5	3,487.00	-
Balance - December 31,	D	<u>208,893.20</u>	<u>205,406.20</u>

D-3

Statement of Revenues - Regulatory Basis

Sewer Utility Operating Fund

Year Ended December 31, 2019

	<u>Ref.</u>	<u>Anticipated</u>	<u>Realized</u>	<u>Excess (Deficit)</u>
Operating Surplus Anticipated	D-1	280,000.00	280,000.00	-
Domestic Sewer User Charges	D-1	3,922,287.00	4,015,667.84	93,380.84
Industrial Scwcr Charges	D-1;D-5	105,000.00	111,055.84	6,055.84
Interest on Investments	D-1;D-5	6,000.00	89,170.27	83,170.27
Non-Budget Revenues	D-1	-	235,850.17	235,850.17
Budget Totals		<u>4,313,287.00</u>	<u>4,731,744.12</u>	<u>418,457.12</u>
		D-4		

Analysis of Domestic User Charges

Cash Receipts	D-5	4,010,458.07
Interfund - Current Fund	D-9	38.92
Prepaid Fees Applied	D-15	5,170.85
		<u>4,015,667.84</u>

Analysis of Non-Budget Revenues

Interest on Delinquent Balance		22,032.46
Joint Meeting Surplus		<u>213,817.71</u>
	D-5	<u>235,850.17</u>

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

Statement of Expenditures - Regulatory Basis

Sewer Operating Fund

Year Ended December 31, 2019

	Appropriated			Expended		
	Ref.	Budget	Modification	Budget	Paid or Charged	Reserved
Operating:						
Salaries and Wages		436,000.00		436,000.00	400,484.81	35,515.19
Other Expenses		432,506.00		432,506.00	305,540.02	126,965.98
Joint Meeting Maintenance		2,187,732.00		2,187,732.00	2,187,732.00	-
Other Expense		75,000.00		75,000.00	75,000.00	-
Health and Life Insurance						-
Total Operating	D-1	<u>3,131,238.00</u>		<u>3,131,238.00</u>	<u>2,968,756.83</u>	<u>162,481.17</u>
Capital Improvements:						
Capital Improvement Fund		21,075.00		21,075.00	21,075.00	-
Total Capital Improvements	D-1	<u>21,075.00</u>		<u>21,075.00</u>	<u>21,075.00</u>	<u>-</u>
Debt Service:						
Payment of Bond Principal		400,000.00		400,000.00	400,000.00	-
Interest on Bonds		118,424.00		118,424.00	118,424.00	-
Interest on Notes		24,990.00		24,990.00	24,990.00	-
Total Debt Service	D-1	<u>543,414.00</u>		<u>543,414.00</u>	<u>543,414.00</u>	<u>-</u>
Deferred Charges and Statutory Expenditures:						
Capital Ordinances		56,560.00		56,560.00	56,560.00	-
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System		38,000.00		38,000.00	38,000.00	-
Social Security System (O.A.S.I.)		<u>33,000.00</u>		<u>33,000.00</u>	<u>33,000.00</u>	<u>-</u>
Total Deferred Charges and Statutory Expenditures	D-1	<u>127,560.00</u>		<u>127,560.00</u>	<u>127,560.00</u>	<u>-</u>

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

Statement of Expenditures - Regulatory Basis

Sewer Operating Fund

Year Ended December 31, 2019

Ref.	Appropriated		Expended	
	Budget Budget	After Modification	Paid or Charged	Reserved
D-1	<u>490,000.00</u>	<u>490,000.00</u>	<u>490,000.00</u>	<u>490,000.00</u>
	<u><u>4,313,287.00</u></u>	<u><u>4,313,287.00</u></u>	<u><u>4,150,805.83</u></u>	<u><u>162,481.17</u></u>
<u><u>Surplus (General Fund)</u></u>				
		<u>D-3</u>		
<u><u>Analysis of Paid or Charged</u></u>				
Cash Disbursed	D-5		4,007,391.83	
Accrued Interest on Bonds	D-14		118,424.00	
Accrued Interest on Notes	D-14		24,990.00	
			<u><u>4,150,805.83</u></u>	
<u><u>Analysis of Appropriations Reserve</u></u>				
Unencumbered	D		83,682.33	
Encumbered	D		78,798.84	
			<u><u>162,481.17</u></u>	

Comparative Balance Sheet - Regulatory Basis

Parking Utility Fund

December 31,

	<u>Ref</u>	<u>2019</u>	<u>2018</u>
Assets			
Operating Fund:			
Cash-Treasurer	E-5	2,688,669.34	2,883,498.95
Cash-Change Fund	E-6	88,700.00	40,700.00
Total Operating Fund		<u>2,777,369.34</u>	<u>2,924,198.95</u>
Capital Fund:			
Cash	E-5;E-7	1,750,310.89	1,796,919.49
Fixed Capital*	E-8	5,957,096.61	4,799,596.61
Fixed Capital Authorized and Uncompleted*	E-9	3,637,000.00	4,693,500.00
Interfund - General Capital Fund	E-14	5,498.10	-
Total Capital Fund		<u>11,349,905.60</u>	<u>11,290,016.10</u>
Total Assets		<u>14,127,274.94</u>	<u>14,214,215.05</u>

* The fixed capital reported is taken from the municipal records and does not necessarily reflect the true condition of such fixed capital.

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

Comparative Balance Sheet - Regulatory Basis

Parking Utility Fund

December 31,

	Ref	2019	2018
<u>Liabilities, Reserves and Fund Balance</u>			
Operating Fund:			
Appropriation Reserve:			
Unencumbered	E-4;E-10	407,358.78	405,525.40
Encumbered	E-4;E-10	51,802.71	188,630.08
Total Appropriation Reserve		<u>459,161.49</u>	<u>594,155.48</u>
Prepaid Parking Charges	E-12	-	6,746.00
Accrued Interest on Notes	E-15	2,472.00	18,667.03
Accrued Interest on Bonds	E-15	39,184.29	22,988.86
Various Reserves	E-16	<u>494,045.38</u>	<u>501,468.71</u>
		<u>994,863.16</u>	<u>1,144,026.08</u>
Fund Balance	E-1	<u>1,782,506.18</u>	<u>1,780,172.87</u>
Total Operating Fund		<u>2,777,369.34</u>	<u>2,924,198.95</u>
Capital Fund:			
Contracts Payable	E-11	43,188.84	60,708.00
Bond Anticipation Notes Payable	E-21	96,000.00	2,185,000.00
Bonds Payable	E-22	4,565,000.00	2,665,000.00
Improvement Authorizations:			
Funded	E-13	904,522.85	85,646.97
Unfunded	E-13	118,087.57	1,062,211.79
Capital Improvement Fund	E-18	735,713.18	740,713.18
Reserves	E-17	39,101.60	39,101.60
Reserve for Amortization	E-19	4,424,546.61	3,914,596.61
Reserve for Deferred Amortization	E-20	404,550.00	518,550.00
Fund Balance	E-2	<u>19,194.95</u>	<u>18,487.95</u>
Total Capital Fund		<u>11,349,905.60</u>	<u>11,290,016.10</u>
Total Liabilities, Reserves and Fund Balances		<u>14,127,274.94</u>	<u>14,214,215.05</u>

Footnote E: There were Bonds and Notes Authorized But Not Issued in the Amount of \$209,950.00 and \$104,000.00 on December 31, 2018 and 2019 per Exhibit E-23.

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

City of Summit, N.J.

Comparative Statement of Operations and Changes in Fund Balance - Regulatory Basis

Parking Utility Operating Fund

Year Ended December 31,

	Ref.	2019	2018
Revenue and Other Income Realized:			
Operating Surplus Anticipated	E-3	662,705.00	450,000.00
Parking Revenue	E-3	3,506,093.20	3,348,670.23
Miscellaneous	E-3	91,504.91	104,993.49
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	E-10	<u>359,290.20</u>	<u>325,998.38</u>
Total Income		<u>4,619,593.31</u>	<u>4,229,662.10</u>
Expenditures:			
Operating	E-4	2,703,596.00	2,402,840.00
Debt Service	E-4	377,959.00	727,827.00
Deferred Charges and Statutory Expenditures	E-4	73,000.00	69,200.00
Surplus (General Budget)	E-4	<u>800,000.00</u>	<u>360,000.00</u>
Total Expenditures		<u>3,954,555.00</u>	<u>3,559,867.00</u>
Statutory Excess to Surplus		665,038.31	669,795.10
Fund Balance - January 1,	E	<u>1,780,172.87</u>	<u>1,560,377.77</u>
Decreased by:			
Utilized as Anticipated Revenue		<u>662,705.00</u>	<u>450,000.00</u>
Fund Balance - December 31,	E	<u>1,782,506.18</u>	<u>1,780,172.87</u>

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

City of Summit, N.J.**Comparative Statement of Fund Balance - Regulatory Basis****Parking Utility Capital Fund****Year Ended December 31,**Ref.

		<u>2019</u>	<u>2018</u>
Balance - January 1,	E	18,487.95	<u>18,487.95</u>
Increased by:			
Premium on Bond Anticipation Note	E-5	<u>707.00</u>	
Balance - December 31,	E	<u>19,194.95</u>	<u>18,487.95</u>

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

City of Summit, N.J.

Statement of Revenues - Regulatory Basis

Parking Utility Operating Fund

Year Ended December 31, 2019

	Ref.	Anticipated	Realized	Excess (Deficit)
Operating Surplus Anticipated	E-1	662,705.00	662,705.00	-
Parking Revenues	E-1	3,291,850.00	3,506,093.20	214,243.20
Non-Budget Revenues	E-1	-	91,504.91	91,504.91
Budget Totals		<u>3,954,555.00</u>	<u>4,260,303.11</u>	<u>305,748.11</u>
		E-4		

Analysis of Realized Revenue

2019 Parking Revenue	E-5	3,499,347.20
Prepaid Applied	E-12	6,746.00
		<u>3,506,093.20</u>

Analysis of Non-Budget Revenues

Interest on Deposits		89,748.97
Miscellaneous		1,755.94
	E-5	<u>91,504.91</u>

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

City of Summit, N.J.
Statement of Expenditures - Regulatory Basis
Parking Operating Fund
Year Ended December 31, 2019

	<u>Appropriated</u>		<u>Expended</u>	
	<u>Ref.</u>	<u>Budget</u>	<u>Budget</u>	<u>Paid or Charged</u>
			<u>After Modification</u>	<u>Reserved</u>
Operating:				
Salaries and Wages		779,600.00	779,600.00	672,297.22
Other Expenses		1,593,996.00	1,593,996.00	1,422,944.79
Insurance		135,000.00	135,000.00	135,000.00
Acquisition of Vehicles & Other Equipment		195,000.00	195,000.00	14,192.50
Total Operating	E-1	<u>2,703,596.00</u>	<u>2,703,596.00</u>	<u>2,244,434.51</u>
Debt Service:				
Payment of Bond Principal		220,000.00	220,000.00	220,000.00
Interest on Bonds		92,409.00	92,409.00	92,409.00
Interest on Notes		65,550.00	65,550.00	65,550.00
Total Debt Service	E-1	<u>377,959.00</u>	<u>377,959.00</u>	<u>377,959.00</u>
Deferred Charges and Statutory Expenditures				
Capital Ordinances		10,000.00	10,000.00	10,000.00
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)		63,000.00	63,000.00	63,000.00
Total Deferred Charges and Statutory Expenditures	E-1	<u>73,000.00</u>	<u>73,000.00</u>	<u>73,000.00</u>
Surplus (General Budget)	E-1	<u>800,000.00</u>	<u>800,000.00</u>	<u>800,000.00</u>
Total Parking Utility Appropriations		<u>3,954,555.00</u>	<u>3,954,555.00</u>	<u>3,495,393.51</u>
		E-3		459,161.49
	Unencumbered	E		407,358.78
	Encumbered	E		51,802.71
				<u>459,161.49</u>
Cash Disbursed	E-5		3,337,434.51	
Accrued Interest on Bonds	E-15		92,409.00	
Accrued Interest on Notes	E-15		65,550.00	
			<u>3,495,393.51</u>	

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

City of Summit, N.J.

Comparative Balance Sheet - Regulatory Basis

Public Assistance Fund

December 31,

	<u>Ref.</u>	<u>2019</u>	<u>2018</u>
<u>Assets</u>			
Cash	F-1	<u>17,125.32</u>	<u>17,125.32</u>
<u>Liabilities and Reserves</u>			
Reserve for Public Assistance	F-5	<u>17,125.32</u>	<u>17,125.32</u>

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

City of Summit, N.J.

General Fixed Assets Account Group

Comparative Balance Sheet - Regulatory Basis

December 31,

	Balance <u>Dec. 31, 2019</u>	Balance <u>Dec. 31, 2018</u>
General Fixed Assets:		
Land	52,289,000.00	52,289,000.00
Buildings	33,914,033.55	33,902,579.64
Machinery and Equipment	<u>19,521,138.20</u>	<u>19,219,255.08</u>
	<u>105,724,171.75</u>	<u>105,410,834.72</u>
 Investment in Fixed Assets	 <u>105,724,171.75</u>	 <u>105,410,834.72</u>
	(1)	

(1) See Notes to Financial Statements - Note 1

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB Codification establishes seven fund types and two account groups to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP).

The financial statements of the City of Summit have been prepared in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the “Division”) which is an other comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. 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 City accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP.

A. Reporting Entity

The City of Summit (the “City”) is an instrumentality of the State of New Jersey, established to function as a municipality. The Common Council consists of elected officials and is responsible for the fiscal control of the City.

GASB has issued Statement No. 14 which requires the financial reporting entity to include both the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit’s board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

However, the municipalities in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements. The financial statements contained herein include only those boards, bodies, officers or commissions as required by NJS 40A:5-5. Accordingly, the financial statements of the City do not include the volunteer fire department which is considered a component unit under GAAP. Complete financial statements of the above components can be obtained by contacting the Treasurer of the respective entity.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

The City uses funds, as required by the Division, to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial administration by segregating transactions related to certain City functions or activities. An account group, on the other hand, is designed to provide accountability for certain assets and liabilities that are not recorded in those Funds.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation, (continued)

The City has the following funds:

Current Fund - This fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grants.

Trust Funds - Trust Funds are used to account for assets held by the government in a trustee capacity. Funds held by the City as an agent for individual, private organizations, or other governments are recorded in the Trust Funds.

General Capital Fund - This fund is used to account for the receipt and disbursement of funds used for acquisition or improvement of general capital facilities, other than those acquired in the Current Fund.

Assessment Trust - This fund deals with the handling of special assessment levies against property for the cost of an improvement, the whole or a part of which costs are levied against the property receiving the benefit.

Other Trust Fund - This fund is established to account for the assets and resources which are also held by the City as a trustee or agent for individuals, private organizations, other governments and/or other funds.

Animal Control Trust - This fund is used to account for fees collected from dog licenses and expenditures which are regulated by NJS 4:19-15.11.

General Fixed Assets Account Group - To account for all fixed assets of the City. The City's infrastructure is not reported in the group.

Public Assistance Fund - This fund is used to account for the receipt and disbursement of funds that provide assistance to certain residents of the City pursuant to Title 44 of New Jersey Statutes.

Sewer Utility and Sewer Capital Funds - Accounts for the operations and acquisition of capital facilities of the municipally owned sewer utility.

Parking Utility Operating and Capital Funds - Accounts for the operations and acquisition of capital facilities of the municipally owned parking utility.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basis of Accounting

A modified accrual basis of accounting is followed by the City of Summit. Under this method of accounting revenues, except State/Federal Aid, are recognized when received and expenditures are recorded when incurred. The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. The more significant differences are as follows:

Property Tax Revenues - Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County, School, Garbage District, Recreation Trust and Open Space purposes. The bills are mailed annually in June for that calendar year's levy. Taxes are payable in four quarterly installments on February 1, May 1, August 1, and November 1. The amounts of the first and second installments are determined as one quarter of the total tax levied against the property for the preceding year. The installment due the third and fourth quarters is determined by taking the current year levy less the amount previously charged for the first and second installments, with the remainder being divided equally. If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of \$1,500. The school levy is turned over to the as expenditures are incurred, and the balance, if any, must be transferred as of June 30, of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15 and November 15, to the County by the City. When unpaid taxes or any municipal lien, or part thereof, on real property, remains in arrears on the 11th day of the 11th month of the fiscal year levied, the collector in the municipality shall subject to the provisions of the New Jersey Statutes enforce the lien by placing the property on a tax sale. Annual in rem tax foreclosure proceedings are instituted to enforce the tax collection or acquisition of title to the property by the City. In accordance with the accounting principles prescribed by the State of New Jersey, current and delinquent taxes are realized as revenue when collected.

Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the taxes receivable and tax title liens that are uncollectible. GAAP requires tax revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Miscellaneous Revenues - Miscellaneous revenues are recognized on a cash basis. Receivables for the miscellaneous items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the City's Current Fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basis of Accounting (continued)

Grant Revenues - Federal and State grants, entitlements or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the City's budget. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

Budgets and Budgetary Accounting - An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the City and approved by the State Division of Local Government Services per N.J.S.A. 40-A:4 et seq.

The City is not required to adopt budgets for the following funds:

General Capital Fund

Sewer Capital Fund

Trust Fund

Public Assistance Fund

Parking Utility Capital

The governing body shall introduce and approve the annual budget not later than February 10, of the fiscal year. The budget shall be adopted not later than March 20, and prior to adoption must be certified by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Director of the Division of Local Government Services, with the approval of the Local Finance Board may extend the introduction and approval and adoption dates of the municipal budget. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line item level for all operating budgets adopted. Emergency appropriations, those made after the adoption of the budget and determination of the tax rate, may be authorized by the governing body of the municipality. During the last two months of the fiscal year, the governing body may, by a 2/3 vote, amend the budget through line item transfers. Management has no authority to amend the budget without the approval of the Governing Body. Expenditures may not legally exceed budgeted appropriations at the line item level. During 2019, there were seven (7) special items of revenue inserted into the budget. They are as follows: Drunk Driving Enforcement Fund, \$1,924.77; Junior League of Summit - Community Center Grant, \$ 5,000.00; Clean Communities, \$44,087.89; Investor's Foundation Grant - Community Center, \$30,000.00; NJ D.O.T. Municipal Aid - Pine Grove Road, \$122,910.00; NJ D.O.T. Transit Village - Village Green Pedestrian Safety, \$187,391.25; and PSE&G Municipal Grants - 2019 Sustainable NJ, \$2,000.00. In addition several budget transfers were approved by the Governing Body.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basis of Accounting (continued)

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 an encumbrance accounting system. Outstanding encumbrances at December 31, are reported as a cash liability in the financial statements. Unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless canceled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

Encumbrances - Contractual orders outstanding at December 31, are reported as expenditures through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves - Are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

Compensated Absences - Expenditures relating to obligations for unused vested accumulated vacation and sick pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

Property Acquired for Taxes - Is recorded in the Current Fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at market value on the date of acquisition.

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.

Inventories - 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.

Cash and Investments - Cash includes amounts in demand deposits as well as short-term investments with a maturity date within one year of the date acquired by the government. Investments are stated at fair value and are limited by NJSA 40A:5-15.1(a).

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basis of Accounting (continued)

Deferred Charges to Future Taxation Funded and Unfunded - Upon the authorization of capital projects, the City establishes deferred charges for the costs of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or non-funding of the authorized cost of capital projects. According to N.J.S.A. 40A:2-4, the City may levy taxes on all taxable property within the local unit to repay the debt. Annually, the City raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced.

Fixed Assets - The City of Summit has developed a fixed asset accounting and reporting system, as promulgated by the Division of Local Government Services, which differs from generally accepted accounting principles.

Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. 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.

All fixed assets are valued at the historical cost or estimated historical cost if actual historical cost is not available.

No depreciation has been provided for in the financial statements.

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

Fixed Assets acquired through grants in aid or contributed capital have not been accounted for separately.

GAAP requires that fixed assets be capitalized at historical cost if actual historical cost is not available.

Comparative Data - Comparative data for the prior year has been presented in the accompanying balance sheets and statements of operations in order to provide an understanding of changes in the City's financial position and operations. However, comparative data have not been presented in all statements and notes to financial statements because their inclusion would make certain statements and notes to financial statements unduly complex and difficult to understand.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

C. Basis of Accounting (continued)

Use of Estimates - The preparation of financial statements requires management of the City to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Impact of Recently Issued Accounting Principles

Recently Issued and Adopted Accounting Pronouncements

For the year ended December 31, 2018, the City adopted Government Accounting Standards Board GASB Statement No. 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions. This Statement applies to government employers who provided OPEB plans to their employees and basically parallels GASB Statement 68 and replaces GASB Statement 45. The Statement is effective for periods beginning after June 15, 2017. As a result of adopting this Statement, the City was required to measure and disclose liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to their post-employment benefits other than pensions. As a result of the regulatory basis of accounting previously described in note 1, the implementation of this Statement only required financial statement disclosure. There exists no impact on the financial statements of the City.

For the year ended December 31, 2019, the City adopted the following GASB Statement:

GASB Statement No. 88, Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placement. The objective of this Statement is to improve consistency in the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements, and to provide financial statement users with additional essential information about debt.

D. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The City presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 2: BUDGETARY INFORMATION

Under the New Jersey Statutes, the annual budget is required to be a balanced cash basis document. To accomplish this, the municipality is required to establish a reserve for uncollected taxes. The amount for the reserve in 2019 was \$5,287,250.00. To balance the budget, the municipality is required to show a budgeted fund balance. The amount of fund balance budgeted to balance the 2019 statutory budget was \$6,900,000.00.

Interdepartment budget transfers are not permitted prior to November 1. After November 1 budget transfers can be made in the form of a resolution and approved by Common Council.

N.J.S.A. 40A:4-87 permits special items of revenue and appropriations to be inserted into the annual budget when the item has been made available by any public or private funding source and the item was not determined at the time of budget adoption. During 2019, Drunk Driving Enforcement Fund, Junior League of Summit - Community Center Grant, Clean Communities, Investor's Foundation Grant - Community Center, NJ D.O.T. Municipal Aid - Pine Grove Road, NJ D.O.T. Transit Village - Village Green Pedestrian Safety, and PSE&G Municipal Grants - 2019 Sustainable NJ were inserted into the budget.

The municipality may make emergency appropriations, after the adoption of the budget, for a purpose which was not foreseen at the time the budget was adopted or for which adequate provision was not made therein. This type of appropriation shall be made to meet a pressing need for public expenditure to protect or promote the public health, safety, morals or welfare or to provide temporary housing or public assistance prior to the next succeeding fiscal year.

Emergency appropriations, except those classified as a special emergency, must be raised in the budgets of the succeeding year. During 2019, there were no emergency appropriations. Special emergency appropriations are permitted to be raised in the budgets of the succeeding three or five years. During 2019, there were no special emergency authorizations.

NOTE 3: FIXED ASSETS

The following is a summary of the general fixed assets account group for the year 2019.

	Balance Dec. 31, 2018	Additions	Retirements	Balance Dec. 31, 2019
Land	52,289,000.00	-	-	52,289,000.00
Buildings	33,902,579.64	11,453.91	-	33,914,033.55
Machinery & Equipment	19,219,255.08	606,365.81	304,482.69	19,521,138.20
	<u>105,410,834.72</u>	<u>617,819.72</u>	<u>304,482.69</u>	<u>105,724,171.75</u>

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 4: MUNICIPAL DEBT

Long-term debt as of December 31, 2019 consisted of the following:

	Balance Dec. 31, 2018	Increased	Reductions	Balance Dec. 31, 2019	Amount Due Within One Year
General Capital Fund: Bonds Payable	51,020,000	28,130,000	9,025,000	70,125,000	7,670,000
Assessment Fund: Bonds Payable	675,000	535,000	125,000	1,085,000	155,000
Sewer Utility Capital Fund: Bonds Payable	4,960,000	1,545,000	510,000	5,995,000	510,000
Parking Utility Capital Fund: Bonds Payable	2,665,000	2,120,000	220,000	4,565,000	360,000
	<u>59,320,000</u>	<u>32,330,000</u>	<u>9,880,000</u>	<u>81,770,000</u>	<u>8,695,000</u>

The Local Bond Law governs the issuance of bonds and notes to finance capital expenditures. General obligation bonds have been issued for the general capital fund. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the City are general obligation bonds, backed by the full faith and credit of the City.

Bond anticipation notes, which are issued to temporarily finance capital projects, must be paid off within ten years and five months or retired by the issuance of bonds.

The City's debt is summarized as follows:

<u>Issued</u>	<u>Year 2019</u>	<u>Year 2018</u>	<u>Year 2017</u>
General:			
Bonds, Notes & Loans	\$74,923,000.00	\$74,704,000.00	\$80,452,000.00
Assessment:			
Bonds	1,085,000.00	675,000.00	770,000.00
Sewer Utility:			
Bonds and Notes	6,400,000.00	5,793,000.00	5,831,000.00
Parking Utility:			
Bonds and Notes	<u>4,661,000.00</u>	<u>4,850,000.00</u>	<u>4,690,000.00</u>
	<u>\$87,069,000.00</u>	<u>\$86,022,000.00</u>	<u>\$91,743,000.00</u>

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 4: MUNICIPAL DEBT, (continued)

	<u>Year 2019</u>	<u>Year 2018</u>	<u>Year 2017</u>
Less:			
Assessment Cash Pledged to Bonds	\$104,256.39	\$ 104,256.39	\$ 104,256.39
Reserve for Debt Service -			
General Capital	<u>239,282.97</u>	<u>449,282.97</u>	<u>330,160.98</u>
Total Deductions	<u>343,539.36</u>	<u>553,539.36</u>	<u>104,256.39</u>
Net Debt Issued	<u>86,725,460.64</u>	<u>85,468,460.64</u>	<u>91,638,743.61</u>
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	7,656,534.46	12,587,534.46	13,891,068.22
Sewer Utility:			
Bonds and Notes	2,350,733.61	3,119,293.61	1,645,580.61
Parking Utility:			
Bonds and Notes	<u>104,000.00</u>	<u>209,950.00</u>	<u>546,500.00</u>
Total Authorized but Not Issued	<u>10,111,768.07</u>	<u>15,916,778.07</u>	<u>16,083,148.83</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$96,836,728.71</u>	<u>\$101,385,238.71</u>	<u>\$107,721,892.44</u>

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 0.734%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local School Purposes	\$29,506,984.67	\$29,506,984.67	\$ -
Sewer Utility Debt	8,750,733.61	8,750,733.61	- -
Parking Utility Debt	4,765,000.00	4,765,000.00	- -
Assessment Trust	1,085,000.00	104,256.39	980,743.61
General Debt	<u>53,072,549.79</u>	<u>239,282.97</u>	<u>52,833,266.82</u>
	<u>\$97,180,268.07</u>	<u>\$43,366,257.64</u>	<u>\$53,814,010.43</u>

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 4: MUNICIPAL DEBT, (continued)

Net Debt \$53,814,010.43 divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended, 7,328,570,749.67 = 0.734%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$256,499,976.24
Net Debt	<u>53,814,010.43</u>
Remaining Borrowing Power	<u>\$202,685,965.81</u>

CALCULATION OF "SELF-LIQUIDATING PURPOSE" SEWER UTILITY PER N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for Year	\$4,731,744.12
Deductions:	
Operating and Maintenance Costs	\$3,202,238.00
Debt Service	<u>543,414.00</u>
	<u>3,745,652.00</u>
Excess in Revenue	<u>\$986,092.12</u>

CALCULATION OF "SELF-LIQUIDATING PURPOSE" PARKING UTILITY PER N.J.S. 40A:2-45

Cash Receipts from Fees, Rents or Other Charges for Year	\$4,260,303.11
Deductions:	
Operating and Maintenance Costs	\$2,766,596.00
Debt Service	<u>377,959.00</u>
Total Deductions	<u>3,144,555.00</u>
Excess in Revenue	<u>\$1,115,748.11</u>

If there is a "Deficit", then utility debt is not deductible to the extent of twenty times such deficit amount or the total debt service whichever is smaller.

This information is not in agreement with the annual debt statement filed with the State.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 4: MUNICIPAL DEBT, (continued)

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT ISSUED AND OUTSTANDING AS OF DECEMBER 31, 2019

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<u>General Bonds & Loans</u>			
2020	3,210,000.00	1,176,104.71	4,386,104.71
2021	3,595,000.00	1,103,320.51	4,698,320.51
2022	3,700,000.00	1,026,701.58	4,726,701.58
2023	3,770,000.00	943,273.20	4,713,273.20
2024	3,875,000.00	840,745.65	4,715,745.65
2025-2029	14,660,000.00	2,576,020.45	17,236,020.45
2030-2033	<u>8,685,000.00</u>	<u>540,350.00</u>	<u>9,225,350.00</u>
	<u>41,495,000.00</u>	<u>8,206,516.10</u>	<u>49,701,516.10</u>
<u>School Bonds</u>			
2020	4,460,000.00	685,002.46	5,145,002.46
2021	3,205,000.00	558,275.96	3,763,275.96
2022	3,255,000.00	464,481.33	3,719,481.33
2023	3,260,000.00	376,850.65	3,636,850.65
2024	3,020,000.00	296,190.65	3,316,190.65
2025-2029	9,235,000.00	598,385.10	9,833,385.10
2030-2031	<u>2,195,000.00</u>	<u>44,250.00</u>	<u>2,239,250.00</u>
	<u>28,630,000.00</u>	<u>3,023,436.15</u>	<u>31,653,436.15</u>

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 4: MUNICIPAL DEBT, (continued)

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT ISSUED AND OUTSTANDING AS OF DECEMBER 31, 2019 (continued)

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<u>Assessment Bonds</u>			
2020	155,000.00	25,787.50	180,787.50
2021	150,000.00	22,950.00	172,950.00
2022	130,000.00	20,150.00	150,150.00
2023	130,000.00	17,325.00	147,325.00
2024	130,000.00	14,050.00	144,050.00
2025-2029	<u>390,000.00</u>	<u>25,750.00</u>	<u>415,750.00</u>
	<u>1,085,000.00</u>	<u>126,012.50</u>	<u>1,211,012.50</u>
<u>Sewer Utility</u>			
2020	510,000.00	133,779.31	643,779.31
2021	520,000.00	121,880.41	641,880.41
2022	510,000.00	110,683.78	620,683.78
2023	520,000.00	100,395.95	620,395.95
2024	530,000.00	89,014.65	619,014.65
2025-2029	<u>2,295,000.00</u>	<u>272,173.45</u>	<u>2,567,173.45</u>
2030-2031	<u>1,110,000.00</u>	<u>41,975.00</u>	<u>1,151,975.00</u>
	<u>5,995,000.00</u>	<u>869,902.55</u>	<u>6,864,902.55</u>

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 4: MUNICIPAL DEBT, (continued)

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT ISSUED AND OUTSTANDING AS OF DECEMBER 31, 2019 (continued)

<u>Calendar Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<u>Parking Utility</u>			
2020	360,000.00	124,122.50	484,122.50
2021	365,000.00	117,060.00	482,060.00
2022	360,000.00	109,616.25	469,616.25
2023	365,000.00	101,147.50	466,147.50
2024	380,000.00	90,960.00	470,960.00
2025-2029	1,905,000.00	271,601.25	2,176,601.25
2030-2031	<u>830,000.00</u>	<u>46,675.00</u>	<u>876,675.00</u>
	<u>4,565,000.00</u>	<u>861,182.50</u>	<u>5,426,182.50</u>
<u>Yearly Total</u>			
2020	8,695,000.00	2,144,796.48	10,839,796.48
2021	7,835,000.00	1,923,486.88	9,758,486.88
2022	7,955,000.00	1,731,632.94	9,686,632.94
2023	8,045,000.00	1,538,992.30	9,583,992.30
2024	7,935,000.00	1,330,960.95	9,265,960.95
2025-2029	28,485,000.00	3,743,930.25	32,228,930.25
2030-2031	<u>12,820,000.00</u>	<u>673,250.00</u>	<u>13,493,250.00</u>
	<u>81,770,000.00</u>	<u>13,087,049.80</u>	<u>94,857,049.80</u>

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 5: GENERAL IMPROVEMENT AND REFUNDING BONDS

Outstanding bonds whose principal and interest are paid from the Current Fund budget of the City:

NOTE 5A: GENERAL IMPROVEMENT BONDS OF 2011

On January 1, 2011, the City issued General Improvement Bonds in the sum of \$6,633,000.00 at the rate of 2.00% to 4.00% per annum. At December 31, 2019, General Improvement Bonds payable amounted to \$975,000.00. Payments are being made on January 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	480,000.00	2021	495,000.00

NOTE 5B: GENERAL IMPROVEMENT BONDS OF 2014

On January 7, 2014, the City issued General Improvement Bonds in the sum of \$7,400,000.00 at the rate of 2.00% to 3.05% per annum. At December 31, 2019, General Improvement Bonds payable amounted to \$5,295,000.00. Payments are being made on January 15 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	525,000.00	2023	565,000.00	2026	620,000.00
2021	540,000.00	2024	585,000.00	2027	645,000.00
2022	555,000.00	2025	600,000.00	2028	660,000.00

NOTE 5C: GENERAL IMPROVEMENT BONDS OF 2016

On April 7, 2016, the City issued General Improvement Bonds in the sum of \$9,955,000.00 at the rate of 1.50% to 2.00% per annum. At December 31, 2019, General Improvement Bonds of 2016 payable amounted to \$7,440,000.00. Payments are being made on March 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	1,000,000.00	2023	1,060,000.00	2026	1,135,000.00
2021	1,020,000.00	2024	1,080,000.00		
2022	1,040,000.00	2025	1,105,000.00		

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 5D: GENERAL REFUNDING BONDS OF 2017

On November 9, 2017, the City issued General Refunding Bonds in the sum of \$2,320,000.00 at the rate of 1.739% per annum. At December 31, 2019, General Refunding Bonds of 2017 payable amounted to \$2,245,000.00. Payments are being made on January 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	30,000.00	2022	535,000.00	2024	550,000.00
2021	30,000.00	2023	540,000.00	2025	560,000.00

NOTE 5E: GENERAL BONDS OF 2019

On February 15, 2019, the City issued General Bonds in the sum of \$28,130,000.00 at the rate of 2.00% to 4.00% per annum. At December 31, 2019, General Bonds of 2019 payable amounted to \$25,540,000.00. Payments are being made on February 15 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	1,175,000.00	2025	1,795,000.00	2030	2,095,000.00
2021	1,510,000.00	2026	1,865,000.00	2031	2,130,000.00
2022	1,570,000.00	2027	1,865,000.00	2032	2,190,000.00
2023	1,605,000.00	2028	1,935,000.00	2033	2,270,000.00
2024	1,725,000.00	2029	2,015,000.00		

NOTE 6: SCHOOL AND REFUNDING BONDS

Outstanding bonds whose principal and interest are paid from the Current Fund budget of the City:

NOTE 6A: SCHOOL BONDS OF 2011

On January 1, 2011, the City issued School Bonds in the sum of \$19,545,000.00 at the rate of 2.00% to 4.00% per annum. At December 31, 2019, School Bonds payable amounted to \$2,645,000.00. Payments are being made on January 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	1,305,000.00	2021	1,340,000.00

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 6B: SCHOOL REFUNDING BONDS OF 2011

On April 14, 2011, the City issued Refunding School Bonds in the sum of \$8,620,000.00 at the rate of 2.00% to 5.00% per annum. At December 31, 2019, Refunding School Bonds of 2011 payable amounted to \$2,535,000.00. Payments are being made on May 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	1,620,000.00	2022	315,000.00
2021	315,000.00	2023	285,000.00

NOTE 6C: SCHOOL REFUNDING BONDS OF 2015

On March 10, 2015, the City issued Refunding School Bonds in the sum of \$5,950,000.00 at the rate of 2.00% to 5.00% per annum. At December 31, 2019, Refunding School Bonds of 2011 payable amounted to \$4,115,000.00. Payments are being made on November 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	585,000.00	2023	585,000.00	2026	595,000.00
2021	585,000.00	2024	590,000.00		
2022	580,000.00	2025	595,000.00		

NOTE 6D: SCHOOL BONDS OF 2016

On April 7, 2016, the City issued School Bonds in the sum of \$13,800,000.00 at the rate of 1.50% to 2.00% per annum. At December 31, 2019, School Bonds payable amounted to \$11,580,000.00. Payments are being made on March 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	850,000.00	2024	920,000.00	2028	1,020,000.00
2021	865,000.00	2025	940,000.00	2029	1,050,000.00
2022	885,000.00	2026	965,000.00	2030	1,080,000.00
2023	900,000.00	2027	990,000.00	2031	1,115,000.00

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 6E: SCHOOL REFUNDING BONDS OF 2017

On November 9, 2017, the City issued School Refunding Bonds in the sum of \$7,995,000.00 at the rate of 1.739% per annum. At December 31, 2019, School Refunding Bonds of 2017 payable amounted to \$7,755,000.00. Payments are being made on January 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	100,000.00	2023	1,490,000.00	2026	1,550,000.00
2021	100,000.00	2024	1,510,000.00		
2022	1,475,000.00	2025	1,530,000.00		

NOTE 7: ASSESSMENT AND REFUNDING BONDS

Outstanding bonds whose principal and interest are paid from the Assessment Trust fund budget of the City:

NOTE 7A: ASSESSMENT BONDS OF 2016

On April 7, 2016, the City issued Assessment Bonds in the sum of \$845,000.00 at the rate of 1.50% to 2.00% per annum. At December 31, 2019, Assessment Bonds of 2016 payable amounted to \$590,000.00. Payments are being made on March 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020 - 2025	85,000.00	2026	80,000.00

NOTE 7B: ASSESSMENT BONDS OF 2019

On February 15, 2019, the City issued Assessment Bonds in the sum of \$535,000.00 at the rate of 2.00% to 4.00% per annum. At December 31, 2019, Assessment Bonds of 2019 payable amounted to \$475,000.00. Payments are being made on February 15 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	70,000.00	2022-2029	45,000.00
2021	65,000.00		

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 8: SEWER UTILITY BONDS

Outstanding bonds whose principal and interest are paid from the Sewer Utility fund budget of the City:

NOTE 8A: SEWER UTILITY BONDS OF 2011

On January 6, 2011, the City issued Sewer Utility Bonds in the sum of \$2,200,000.00 at the rate of 2.00% to 4.00% per annum. At December 31, 2019, Sewer Utility Bonds payable amounted to \$300,000.00. Payments are being made on January 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	150,000.00	2021	150,000.00

NOTE 8B: SEWER UTILITY BONDS OF 2016

On April 7, 2016, the City issued Sewer Utility Bonds in the sum of \$4,071,000.00 at the rate of 1.50% to 2.00% per annum. At December 31, 2019, Sewer Utility Bonds of 2016 payable amounted to \$3,385,000.00. Payments are being made on March 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	250,000.00	2024	270,000.00	2028	295,000.00
2021	255,000.00	2025	275,000.00	2029	305,000.00
2022	260,000.00	2026	280,000.00	2030	315,000.00
2023	265,000.00	2027	290,000.00	2031	325,000.00

NOTE 8C: SEWER UTILITY REFUNDING BONDS OF 2017

On November 9, 2017, the City issued Sewer Utility Refunding Bonds in the sum of \$900,000.00 at the rate of 1.50% to 2.00% per annum. At December 31, 2019, Sewer Utility Bonds of 2016 payable amounted to \$875,000.00. Payments are being made on January 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	10,000.00	2023	170,000.00	2026	180,000.00
2021	10,000.00	2024	170,000.00		
2022	165,000.00	2025	170,000.00		

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 8D: SEWER UTILITY BONDS OF 2019

On February 15, 2019, the City issued Sewer Utility Bonds in the sum of \$1,545,000.00 at the rate of 2.00% to 4.00% per annum. At December 31, 2019, Sewer Utility Bonds of 2019 payable amounted to \$1,425,000.00. Payments are being made on February 15 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	100,000.00	2025	90,000.00	2030	115,000.00
2021	105,000.00	2026	955,000.00	2031	115,000.00
2022	85,000.00	2027	100,000.00	2032	120,000.00
2023	85,000.00	2028	105,000.00	2033	120,000.00
2024	90,000.00	2029	110,000.00		

NOTE 9: PARKING UTILITY BONDS

Outstanding bonds whose principal and interest are paid from the Parking Utility fund budget of the City:

NOTE 9A: PARKING UTILITY BONDS OF 2014

On January 15, 2014, the City issued Parking Bonds of 2014 in the sum of \$2,200,000.00 at the rate of 2.00% to 3.05% per annum. At December 31, 2019, Parking Bonds payable amounted to \$1,495,000.00. Payments are being made on January 15 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	150,000.00	2023	160,000.00	2026	175,000.00
2021	150,000.00	2024	165,000.00	2027	180,000.00
2022	155,000.00	2025	170,000.00	2028	190,000.00

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 9B: PARKING UTILITY BONDS OF 2016

On April 7, 2016, the City issued Parking Bonds of 2016 in the sum of \$1,161,000.00 at the rate of 1.50% to 2.00% per annum. At December 31, 2019, Parking Bonds payable amounted to \$950,000.00. Payments are being made on March 1 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	75,000.00	2024	85,000.00	2028	90,000.00
2021	80,000.00	2025	85,000.00	2029	95,000.00
2022	80,000.00	2026	90,000.00	2030	100,000.00
2023	80,000.00	2027	90,000.00		

NOTE 9C: PARKING UTILITY BONDS OF 2019

On February 15, 2019, the City issued Parking Utility Bonds in the sum of \$2,120,000.00 at the rate of 2.00% to 4.00% per annum. At December 31, 2019, Parking Utility Bonds of 2019 payable amounted to \$25,540,000.00. Payments are being made on February 15 in each of the following years in the amount set opposite such year.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2020	135,000.00	2025	135,000.00	2030	165,000.00
2021	135,000.00	2026	140,000.00	2031	185,000.00
2022	125,000.00	2027	150,000.00	2032	195,000.00
2023	125,000.00	2028	155,000.00	2033	185,000.00
2024	130,000.00	2029	160,000.00		

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 10: BOND ANTICIPATION NOTES

The following activity related to bond anticipation notes occurred during the calendar year ended December 31, 2019:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Notes Payable:				
<u>General Capital Fund:</u>				
BNY Melon Jeffries, LLC	\$ - 23,684,000.00	\$4,798,000.00 -	\$ - 23,684,000.00	\$4,798,000.00 -
<u>Sewer Capital Fund:</u>				
BNY Melon Jeffries, LLC	- 833,000.00	405,000.00 -	- 833,000.00	405,000.00 -
<u>Parking Capital Fund:</u>				
BNY Melon Jeffries, LLC	- 2,185,000.00	96,000.00 -	- 2,185,000.00	96,000.00 -
TOTAL	<u>\$26,702,000.00</u>	<u>\$5,299,000.00</u>	<u>\$26,702,000.00</u>	<u>\$5,299,000.00</u>

The City issues Bond Anticipation Notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. Generally, such notes must be paid no later than the fifth day of the fifth month following the close of the tenth fiscal year next following the date of the original notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid or retired. A second and third legal installment must be paid if the notes are to be renewed beyond the fourth and fifth anniversary date of the original issuance. A legal installment is not required after the fifth anniversary date.

The City had outstanding at December 31, 2019, General Capital Bond Anticipation Notes in the amount of \$4,798,000.00 at an interest rate of 2.00%, payable to BNY Melon which will mature on October 23, 2020.

The City had outstanding at December 31, 2019, Sewer Capital Bond Anticipation Notes in the amount of \$405,000.00 at an interest rate of 3.00%, payable to Jeffries, LLC which will mature on October 23, 2020.

The City had outstanding at December 31, 2019, Parking Capital Bond Anticipation Notes in the amount of \$96,000.00 at an interest rate of 3.00%, payable to Jeffries, LLC which will mature on October 23, 2020.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 11: DUE TO/FROM OTHER FUNDS

Balances due to/from other funds at December 31, 2019 consist of the following:

\$ 827,526.49	Due to General Capital Fund from Current Fund for interest on General Capital cash and other receipts in Current Fund.
440,882.35	Due to Grant Fund from Current Fund for prior year beginning balance, grant receipts and disbursements through Current Fund.
131,218.61	Due to Assessment Trust Fund from Current Fund for assessment receipts in Current.
4,659.89	Due to Sewer Assessment Fund from Trust Assessment Fund for sewer assessment receipts.
59,710.59	Due to Current Fund from Animal Control Trust Fund for statutory excess in the Animal Control reserve.
113,403.42	Due to General Capital from Assessment Trust Fund for assessments confirmed on improvement authorizations in General Capital.
15,676.26	Due to Sewer Capital Fund from Sewer Assessment Trust Fund for confirmed Assessments.
69,276.88	Due to Other Trust Fund from Current Fund for funds received in Current Fund.
11,016.37	Due to Sewer Assessment Fund from Capital Fund for assessment receipts in Current Fund.
5,498.10	Due to Parking Utility Capital Fund from General Capital Fund for cash receipts in General Capital Fund.
3,725.69	Due to Sewer Utility Capital Fund from General Capital Fund for cash receipts an General Capital Fund.
<u>12,184.85</u>	Due to Current Fund from Sewer Operating Fund for receipts and disbursements in Current Fund.
<u>\$1,694,779.50</u>	

It is anticipated that all interfunds will be liquidated during the calendar year.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 12: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2020 and 2019 which were appropriated and included as anticipated revenue in their own respective funds for the years ending December 31, 2020 and 2019 were as follows:

	<u>2020</u>	<u>2019</u>
Current Fund	<u>\$6,900,000.00</u>	<u>\$6,900,000.00</u>
Sewer Utility	<u>\$ 266,000.00</u>	<u>\$ 280,000.00</u>
Parking Utility	<u>\$ 923,498.00</u>	<u>\$ 662,705.00</u>

Regulations provide for the deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the school district.

The City of Summit has not elected to defer school taxes.

NOTE 13: PENSION PLANS

Description of Plans:

City employees participate in one of the two contributory, defined benefit public employee retirement systems: the State of New Jersey Public Employees' Retirement System (PERS) or the State of New Jersey Police and Firemen's Retirement System (PFRS); or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

Public Employees' Retirement System (PERS)

Plan Description

The State of New Jersey Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the "Division"). For additional information about the PERS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrpts.shtml.

Benefits Provided

The 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, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS. The following represents the membership tiers for PERS:

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

Public Employees' Retirement System (PERS) (continued)

Benefits Provided (continued)

<u>Tier</u>	<u>Definition</u>
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 to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to 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.

Police and Firemens' Retirement System (PFRS)

Plan Description

The State of New Jersey Police and Firemen's Retirement System (PFRS), is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey Division of Pensions and Benefits (the "Division"). For additional information about the PFRS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annrpts.shtml.

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for disability benefits, which vest after 4 years of service. The following represents the membership tiers for PFRS:

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NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

Police and Firemens' Retirement System (PFRS)

Benefits Provided (continued)

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

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

Defined Contribution Retirement Program

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or PFRS, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

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

Contribution Requirements

The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The pension funds provide for employee contributions based on 5.5% for PERS. This amount will increase to 6.5% plus an additional 1% phased in over 7 years beginning 2012 and 8.5% for PFRS, which increased to 10% in October 2011, of the employee's annual compensation, as defined by law. Employers are required to contribute at an actuarially determined rate in all Funds. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and PFRS. In the PERS and PFRS, the employer contribution includes funding for post-retirement medical premiums.

The City's contribution to the various plans, equal to the required contributions for each year, were as follows:

<u>Year</u>	<u>PERS</u>	<u>PFRS</u>	<u>DCRP</u>
2019	\$1,209,198.00	\$2,612,719.00	\$14,078.43
2018	1,224,459.00	2,342,567.00	10,721.56
2017	1,176,696.00	2,206,006.00	10,500.00

Statement No's 68 and 71 require a state or local government employer to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. However, since the financial statements are prepared on another comprehensive basis of accounting, the net pension liability of the various pension systems is not recorded in the financial statements and is only required to be disclosed in the notes to the financial statements.

Public Employees Retirement System (PERS)

At December 31, 2019, the City had a liability of \$22,399,181.00 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of 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 governmental entities, actuarially determined. At June 30, 2019, the City's proportion was 0.1243122486 percent, which was a increase/(decrease) of (0.00356672660) percent from its proportion measured as of June 30, 2018.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

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

Public Employees Retirement System (PERS)

For the year ended December 31, 2019, the City recognized pension expense of \$1,209,198.00. At December 31, 2019, deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$402,036.00	\$98,950.00
Changes of assumptions	2,236,641.00	7,774,685.00
Net difference between projected and actual earnings on pension plan investments	-	353,580.00
Changes in proportion and differences between the City's contributions and proportionate share of contributions	<u>89,170.00</u>	<u>1,412,409.00</u>
Total	<u>\$2,727,847.00</u>	<u>\$9,639,624.00</u>

Amounts reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date (June 30, 2019) will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

Year ended June 30:

2020	(\$646,786.00)
2021	(2,098,162.00)
2022	(1,873,537.00)
2023	(879,722.00)
2024	(90,330.00)

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.21, 5.63, 6.48, 5.57, 5.72 and 6.44 years for 2019, 2018, 2017, 2016, 2015 and 2014 amounts respectively.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

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

Public Employees Retirement System (PERS), (continued)

Additional Information

Local Group Collective balances net of nonemployer (State of New Jersey) contributions at June 30, 2019 and June 30, 2018 are as follows:

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Collective deferred outflows of resources	\$3,149,522,616	\$4,684,852,302
Collective deferred inflows of resources	7,645,087,574	7,646,736,226
Collective net pension liability	18,018,482,972	19,689,501,539
City's Proportion	0.1243122486%	0.1278795146%

Actuarial Assumptions

The collective total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018, which rolled forward to June 30, 2019. This actuarial valuation used the following assumptions, applied to all periods in the measurement.

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00-6.00% (based on years of service)
Thereafter	3.00-7.00% (based on years of service)
Investment Rate of Return	7.00%

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Mortality Rates

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

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

Public Employees Retirement System (PERS), (continued)

Mortality Rates (continued)

based on the Pub-2010 General Below-Median Income Healthy Retiree mortality 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 a 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.

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2019 are summarized in the following table:

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

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

Public Employees Retirement System (PERS), (continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.28% as of June 30, 2019. 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 made based on the contribution rate in the most recent fiscal year. The State employer contributed 70% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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 1 - percentage point lower or 1 percentage-point higher than the current rate:

	June 30, 2019		
	1%	At Current	1%
	Decrease	Discount Rate	Increase
City's proportionate share of the pension liability	<u>5.28%</u>	<u>6.28%</u>	<u>7.28%</u>
	\$28,490,637	\$22,399,181	\$17,553,395

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The financial report may be accessed at www.state.nj.us/treasury/pensions.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

Police and Firemen's Retirement System (PFRS)

At December 31, 2018, the City had a liability of \$31,653,941.00 for its proportionate share of the PFRS net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of 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 governmental entities, actuarially determined. At June 30, 2019, the City's proportion was 0.2586567263 percent, which was an increase/(decrease) of 0.0013468470 percent from its proportion measured as of June 30, 2018.

For the year ended December 31, 2019, the City recognized pension expense of \$2,612,719.00. At December 31, 2019, deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference in actual and expected experience	\$267,200.00	\$200,407.00
Changes of assumptions	1,084,636.00	10,230,264.00
Net difference between projected and actual earnings on pension plan investments	-	428,901.00
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>334,052.00</u>	<u>1,075,727.00</u>
Total	<u>\$1,685,888.00</u>	<u>\$11,935,299.00</u>

Amounts reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date (June 30, 2019) will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

Year ended June 30:

2020	(\$1,659,477.00)
2021	(3,483,507.00)
2022	(2,467,053.00)
2023	(1,216,089.00)
2024	(681,609.00)

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

Police and Firemen's Retirement System (PFRS), (continued)

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.92, 5.73, 5.59, 5.58, 5.53 and 6.17 years for 2019, 2018, 2017, 2016, 2015 and 2014 amounts respectively.

Additional Information

Local Group Collective balances net of non-employer (State of New Jersey) contributions at June 30, 2019 and June 30, 2018 are as follows:

	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Collective deferred outflows of resources	1,198,936,924	\$1,988,215,695
Collective deferred inflows of resources	4,874,748,912	4,286,994,294
Collective net pension liability	12,237,818,793	13,531,648,591
City's Proportion	0.2586567263%	0.2600035733%

Actuarial Assumptions

The collective total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018, which rolled forward to June 30, 2019. This actuarial valuation used the following actuarial assumptions.

Inflation Rate:

Price	2.75%
Wage	3.25%

Salary Increases:

Through all future years	3.25-15.25% (based on years of service)
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Investment Rate of Return	7.00%
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CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 13: PENSION PLANS (continued)

Police and Firemen's Retirement System, (continued)

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with an 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 a 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.

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2019 are summarized in the following table:

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

Police and Firemen's Retirement System, (continued)

Long-Term Rate of Return (continued)

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

Discount Rate

The discount rate used to measure the total pension liability was 6.85% as of June 30, 2019. 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 and the non-employer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 70% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2076. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2076, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 13: PENSION PLANS (continued)

Police and Firemen's Retirement System, (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 1- percentage point lower or 1 percentage-point higher than the current rate:

	June 30, 2018		
	1% Decrease <u>5.85%</u>	At Current Discount Rate <u>6.85%</u>	1% Increase <u>7.85%</u>
City's proportionate share of the pension liability	\$49,540,363	\$31,653,941	\$25,985,313

Special Funding Situations - PFRS

Under N.J.S.A.43:16A-15, the City is responsible for their own PFRS contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions 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 City by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Accordingly, the City's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 68 is zero percent and the State's proportionate share is 100% for PFRS under this legislation.

At December 31, 2019 and 2018, the State proportionate share of the net pension liability attributable to the City for the PFRS special funding situation is \$4,998,217.00 and \$4,778,997.00, respectively. For the years ended December 31, 2019 and 2018, the pension system has determined the State proportionate share of the pension expense attributable to the City for the PFRS special funding situation is \$580,752.00 and \$566,065.00, respectively, which is more than the actual contributions the State made on behalf of the City of \$257,122.00 and \$228,871.00, respectively. The State's proportionate share attributable to the City was developed based on actual contributions made to PFRS allocated to employers based upon covered payroll. These on-behalf contributions have not been reported on the City's financial statements.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 13: PENSION PLANS (continued)

Police and Firemen's Retirement System, (continued)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial reports may be accessed at via the New Jersey, Division of Pension and Benefits, website at www.state.nj.us/treasury/pensions.

NOTE 14: ACCRUED COMPENSATION TIME BENEFITS

The Police and Firemen are permitted to accrue unused comp-time as of December 31, 2019. This amounted to \$464,314.13.

NOTE 15: DEFERRED COMPENSATION PLAN

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

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of the Internal Revenue Code Section 457(g), the City's Plan was amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts of custodial accounts.

All assets of the plan are held by independent administrators.

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

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 16: CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. As of December 31, 2019, \$-0- of the City's bank balance of \$40,542,272.37 was exposed to custodial credit risk.

Investments

Investment Rate Risk

The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, New Jersey Statutes 40A:5-15.1(a) limits the length of time for most investments to 397 days.

Credit Risk

New Jersey Statutes 40A:5-15.1(a) limits municipal investments to those specified in the Statutes. The type of allowance investments are Bonds of the United States of America, bonds or other obligations of the City or bonds or other obligations of the local unit or units within which the City is located: obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

The City has entered into a Joint Investment Program with other New Jersey Municipalities known as CLASS, or Cooperative Liquid Assets Securities System, whereby City investments are pooled with those of other participants to make investments which consist solely of those allowed under New Jersey Statutes as listed below. The City classifies its investment in CLASS as a cash equivalent as all balances are available for withdrawal daily.

Concentration of Credit Risk

The City places no limit on the amount the City may invest in any one issuer.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 17. TAXES COLLECTED IN ADVANCE

Taxes collected in advance are recorded as cash liabilities in the financial statements. Following is a comparison of the liability for the previous two years:

	<u>Balance</u> <u>Dec 31, 2019</u>	<u>Balance</u> <u>Dec 31, 2018</u>
Prepaid Taxes	<u>\$611,463.86</u>	<u>\$1,829,168.25</u>
Cash Liability for Taxes Collected in Advance	<u>\$611,463.86</u>	<u>\$1,829,168.25</u>

NOTE 18: RISK MANAGEMENT

The City is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has obtained insurance coverage to guard against these events which will provide minimum exposure to the City should they occur. During the 2019 calendar year, the City did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

The City is a member of the Suburban Mutual Joint Fund (the "Fund"). The Fund is operated in accordance with regulations of the New Jersey Department of Insurance and the Division of Local Government Services of the Department of Community Affairs. The Fund is also a member of the Municipal Excess Liability Joint Insurance Fund which provides excess insurance coverage for each of the various risks noted above. The City's contribution to the Fund for claim payments are based on actuarial assumption determined by the Fund's actuary.

The City of Summit continues to carry commercial insurance coverage for all other risks of loss, including employee health and accident insurance. Management believes such coverage is sufficient to preclude any significant losses to the City. Settled claims resulting from these risks have not exceeded commercial insurance 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 is a summary of City contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the City's expendable trust fund for the current and previous two years:

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 18: RISK MANAGEMENT (continued)

<u>Fiscal year</u>	<u>Interest Earnings/</u>		<u>Amount Reimbursed</u>	<u>Ending Balance</u>
	<u>City Contributions</u>	<u>Employee Contributions</u>		
2019	\$52,616.54	\$27,214.43	\$28,870.13	\$157,379.78
2018	51,948.59	24,637.29	49,124.84	106,418.94
2017	50,507.71	28,177.23	32,758.12	78,957.90

NOTE 19: OTHER POST EMPLOYMENT BENEFITS (OPEB)

The City provides Post Retirement Benefits to certain employees, per the terms of their various labor agreements, who have retired from the City after twenty-five (25) years of service. These benefits are capped at \$1,500 per year depending on terms of the labor agreements at the date of their retirement.

Results of Valuation

- *Present Value of Benefits*

The Present Value of Benefits as of December 31, 2018 is \$2,191,267 based upon a discount rate of 4.10% per annum and the plan provisions in effect on December 31, 2018.

- *Total OPEB Liability/Net OPEB Liability*

The Total OPEB Liability (“TOL”) is equal to the Net OPEB Liability (“NOL”) as of December 31, 2018 because the plan has no assets; the NOL is \$1,393,953 based upon a discount rate of 4.10% per annum and the plan provisions in effect on December 31, 2018.

- *Total OPEB Expense*

The Total OPEB Expense (“TOE”) is the measure of annual cost based on the actuarial funding method utilized. It is comprised of the “Service Cost” which is the portion of future liabilities attributable to the measurement year, plus interest on the TOL during the year and experience gains and losses amortized over future working lifetimes (10 years).

The TOE as of December 31, 2018 is \$137,105 based upon a discount rate of 4.10% per annum and the plan provisions in effect on December 31, 2018.

- *Impact of 1% change in Discount Rate*

Actuarial measurements are sensitive to changes in actuarial assumptions and where actual experience differs from assumptions. If the discount rate were to increase by 1% per annum, the NOL as of December 31, 2018 would decrease to \$1,156,843 and if it were to decrease by 1% the NOL would increase to \$1,708,472.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 19: OTHER POST EMPLOYMENT BENEFITS (OPEB) (continued)

Basis of Valuation

This valuation has been conducted as of December 31, 2018 based upon census, plan design and claims information provided by the City. Census includes 13 participants currently receiving retiree benefits, and 123 active participants of whom 17 are eligible to retire as of the valuation date. The average age of the active population is 50 and the average age of the retiree population is 71.

Actuarial assumptions were selected with the intention of satisfying the requirements of New Jersey Local Finance Notice 2007-15 in addition to Statement of Government Accounting Standard Number 75.

Demographic assumptions were selected based on those used in by the State Division of Pensions and Benefits in calculating pension benefits taken from the July 1, 2017 report from Conduent. While some assumptions were simplified to reflect the smaller population, and to simplify the valuation process, the valuation results reasonably conform to the requirements of LFN 2007-15.

Health care (economic) assumptions were selected based on those used by the State Health Benefits Program in calculating SHBP member OPEB requirements taken from the July 1, 2016 report from Aon Consultants.

Key Actuarial Assumptions

<i>Mortality</i>	<i>RP 2000 Combined Healthy Male Mortality Rates Set Forward Three Years</i>
<i>Turnover</i>	<i>NJ State Pensions Ultimate Withdrawal Rates - prior to benefits eligibility</i>
<i>Assumed Retirement Age</i>	<i>At first eligibility after completing 25 years of service</i>
<i>Full Attribution Period</i>	<i>Service to Assumed Retirement Age</i>
<i>Annual Discount Rate</i>	<i>4.10% Based on the Bond Buyer 20 Index December 31, 2018</i>
<i>CPI Increase</i>	<i>2.5%</i>
<i>Medical Trend</i>	<i>Benefits are assumed to not increase</i>
<i>Medical Cost Aging Factor</i>	<i>NJ SHBP Medical Morbidity Rates</i>
<i>Funding Method</i>	<i>Entry Age Normal</i>

- Attribution period – The attribution period begins with the date of hire and ends with full benefits eligibility date.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS YEAR ENDED DECEMBER 31, 2019 (CONTINUED)

NOTE 19: OTHER POST EMPLOYMENT BENEFITS (OPEB) (continued)

- Per capita cost methods – The valuation reflects per capita net premium costs based on benefit caps as negotiated. Current retirees are capped at amounts that differ by bargaining agreement. Future retirees are capped at \$1,500 per annum. For conservatism, we assume that the cap will always be reached in future years. 2018 retiree payments were reported at \$19,400.
- Retiree Contributions – Retirees incur all costs in excess of the capped amounts.
- Actuarial valuation method – Projected Unit Credit Funding Method.

Total OPEB Expense Calculation as of 12/31/2018

Service Cost	75,245.00
Interest on total OPEB liability - over measurement period	55,627.00
Benefit changes (if any)	0.00
Recognition of experience changes	(78.00)
Recognition of assumption changes	6,311.00
Recognition of investment gain or loss	0.00
Projected investment income	0.00
Employee contributions	0.00
Administrative expense	0.00
Other charges	<u>0.00</u>
 Total OPEB expense recognized	 <u>137,105.00</u>

Interest on Net OPEB Liability

	Amount (a)	Time Period* (b)	Interest** (c)	Calculation (a) x (b) x (c)
Beginning of the year total OPEB liability	\$1,291,213.00	1.0	0.041	\$52,940.00
Service cost (positive number)	75,245.00	1.0	0.041	3,085.00
Benefit claims (negative number)	19,400.00	0.5	0.041	398.00
Employee Refunds (if any) (negative number)	0.00	0.5	0.041	<u>0.00</u>
 Interest on total OPEB liability				 <u>\$55,627.00</u>

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 19: OTHER POST EMPLOYMENT BENEFITS (OPEB) (continued)

Special Funding Situation PFRS

In addition to the pension described in Note 13, the City does not provide post employment health care benefits as part of the State Health Benefits Local Government Retired Employments Plan. However, benefits are provided as describe below:

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 Statement No. 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan, there is no net OPEB liability, deferred inflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation.

At December 31, 2019, the State's proportionate share of the net OPEB liability attributable to the City for the PFRS special funding situation is \$25,207,887.00 and the State's proportionate share of the OPEB expense for the PFRS special funding situation is \$334,137.00.

NOTE 20: COMMITMENTS AND CONTINGENT LIABILITIES

We have been advised by the City Solicitor and Special Counsel that there are no pending or unsettled lawsuits against the City of Summit that would have a material effect on the financial statements.

CITY OF SUMMIT

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2019
(CONTINUED)

NOTE 21: SUBSEQUENT EVENT

The City has evaluated subsequent events through July 2, 2020, the date which the financial statements were available to be issued and no other items were noted for disclosure, with the exception of the following:

On March 9, 2020 Governor Phil Murphy signed Executive Order No. 103 that declared a State of Emergency and Public Health Emergency across all 21 counties in New Jersey in response to address the novel coronavirus (COVID-19) outbreak. At the time of this report, the overall effects of the COVID-19 pandemic are unknown. In efforts to reduce the spread of the virus, many companies and organizations have either reduced staff or closed down, thus creating a potential financial dilemma among many of the taxpayers of the City of Summit. The City has identified several risks as a result of this pandemic, including a possible delay in collection of real estate taxes, sewer utility rents, parking utility revenues and cash flow shortages as the result of these delayed collection. The City will continue to monitor the situation closely.

SUPPLEMENTARY DATA

CITY OF SUMMIT
DECEMBER 31, 2019
OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>Name</u>	<u>Title</u>	<u>Amount of Bond</u>
Nora G. Radest	Mayor	*
B. David Naidu	Council President	*
Matthew Gould	President Pro Tem to 8/31/19	*
Marjorie Fox	Councilperson	*
Stephen E. Bowman	Councilperson	*
Mike McTernan	Councilperson	*
Greg Vartan	Councilperson	*
Beth Little	Councilperson to 9/2/19; President Pro Tem from 9/3/19	*
Stephanie Gould	Councilperson 9/3/19 to 11/18/19	*
Susan Hairston	Councilperson from 11/18/19	*
Michael Rogers	Administrator	*
Rosalia M. Licatese	Clerk, Secretary to Mayor & Council	*
Nicole M. Sarna	Deputy Clerk	*
Margaret V. Gerba	Chief Financial Officer; City Treasurer to 9/1/19	*
Tamarae Baldwin	Chief Financial Officer; City Treasurer from 8/12/19	*
Juliet Ruggiero	Tax Collector	*
Patricia Dougherty	Deputy Tax Collector	*
Timothy O'Connor	Tax Assessor	*
Rita M. McNany	Parking Services Manager	*
Matthew Giacobbe	City Solicitor	*
Donald Bogosian	Magistrate to 5/1/19	*
John J. DeMassi	Magistrate from 5/1/19	*
Macrina Carra	Municipal Court Administrator	*
Aaron Schrager	Engineer/Deputy DCS Director	*
Paul Cascais	Director of Department of Community Services	*
Robert Weck	Police Chief	*
Eric Evers	Fire Chief	*
Susan Permahos	Director of Free Public Library	*
	Treasurer of Free Public Library	*
Wielkotz & Company, LLC	Auditors	*

Coverage obtained through the Suburban Municipal Joint Insurance Fund and the Municipal Excess Liability Joint Insurance Fund.

* \$1,000,000.00 Excess Public Officials Bond.

**\$1,000,000.00 Statutory Position Bond

All of the bonds were examined and were properly executed.

City of Summit

Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2019

Federal Grantor/Pass-Through Grantor/ Program Title	Federal Awards Number	Grantors Number	Program or Award Amount	12/31/2018			12/31/2019			Reserve Balance	MEMO Cumulative Total Expenditures
				Grant Period From/To	(Receivable)	Reserve Balance	Received	Extended	Cancelled		
OTHER TRUST FUND											
US Department of Housing and Urban Development:											
Summit Youth Center	14.218	017-294	3,000.00	09/01/16-08/31/17	(100,000.00)	3,000.00	3,000.00	-	-	-	3,000.00
Community Center Senior Lounge	14.218	017-063	103,000.00	09/01/16-08/31/17	100,000.00	100,000.00	-	-	-	-	103,000.00
Project Independence	14.218	018-292	5,000.00	09/01/17-08/31/18	5,000.00	-	-	-	-	-	-
Summit Youth Center	14.218	018-294	3,000.00	09/01/17-08/31/18	(3,000.00)	3,000.00	3,000.00	-	-	-	3,000.00
Senior Citizens Transportation	14.218	017-295	3,000.00	09/01/17-08/31/18	(3,000.00)	3,000.00	-	-	-	-	3,000.00
Community Center Senior Lounge	14.218	018-063	20,900.00	09/01/17-08/31/18	(20,900.00)	20,900.00	-	-	-	-	-
Project Independence	14.218	019-292	5,000.00	09/01/18-08/31/19	-	-	-	-	-	(5,000.00)	5,000.00
Summit Youth Center	14.218	019-294	3,000.00	09/01/18-08/31/19	-	-	-	-	-	-	3,000.00
Senior Citizens Transportation	14.218	019-295	4,000.00	09/01/18-08/31/19	(131,900.00)	134,900.00	106,000.00	25,200.00	-	-	4,000.00
Total US Department of Housing and Urban Development:					(131,900.00)	134,900.00	113,000.00	25,200.00	(5,000.00)	-	15,000.00
Total Other Trust Fund						106,000.00					15,000.00
FEDERAL AND STATE GRANT FUND											
National Highway Traffic Safety Administration (Passed Through the NJ Department of Law and Public Safety)	20.616	065-1400-100-013	2,400.00	1/1/14-12/31/14	-	400.00	-	-	-	-	400.00
NJ Office of Emergency Management Emergency Management Performance Grant Emergency Management Agency Assistance	97.042	99-066-1200-100-726	9,400.00	1/1/18-12/31/18	-	9,400.00	10,000.00	-	-	-	9,400.00
NJ Office of Emergency Management Emergency Management Performance Grant Emergency Management Agency Assistance	97.042	99-066-1200-100-726	10,000.00	1/1/18-12/31/19	-	9,400.00	10,000.00	-	-	-	10,000.00
US Department of Homeland Security-FEMA Assistance to Firefighters	97.044	596,702.00	1/1/01-12/31/11	-	-	6,238.70	-	-	-	-	6,238.70
Total Federal and State Grant Fund						16,938.70	10,000.00	-	-	-	26,938.70
TOTAL FEDERAL AID					(131,900.00)	150,938.70	123,000.00	166,000.00	25,500.00	(5,000.00)	41,038.70
											2,000.00

Note: This schedule was not subject to an audit in accordance with Uniform Guidance.

City of Summit

Schedule of Expenditures of State Financial Assistance

Schedule 2

For the Year Ended December 31, 2019

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From/To	12/31/2018		Receipts	Expended	Grant Cancelled	12/31/2019		Reserve Balance	Cumulative Total Expenditures
				Reserve	Balance				Receivable	12/31/2019		
FEDERAL AND STATE GRANT FUND												
NJ Department of Community Affairs:												
Recycling Tonnage	042-4910-100-224	36,811.63	1/1/17-12/31/17	-	35,692.97	29,539.78	-	-	0.78	-	35,692.97	1,118.66
Recycling Tonnage	042-4910-100-224	29,539.78	1/1/18-12/31/18	-	-	33,651.10	-	-	-	-	29,539.00	-
Recycling Tonnage	042-4910-100-224	33,651.10	1/1/19-12/31/19	-	-	-	-	-	-	-	33,651.10	-
Recreation for Individuals with Disabilities	022-46350-100-335	20,721.00	1/1/18-12/31/18	-	18,232.25	5,780.00	-	-	0.78	-	12,452.25	8,258.75
N.J. Jersey Forest Services:												
Small Business Tree Planting	N/A	14,773.00	-	-	425.46	-	-	-	-	-	425.46	14,347.54
N.J. Department of Solid Waste Administration:												
Clean Communities	042-4900-765-204	39,697.27	1/1/18-12/31/18	-	38,159.49	44,087.89	38,159.49	-	-	-	24,399.72	39,697.27
Clean Communities	042-4900-765-204	44,087.89	1/1/19-12/31/19	-	-	36,159.49	44,087.89	19,668.17	-	-	57,847.66	19,668.17
Department of Health and Senior Services												
Municipal Court, Alcohol Education and Rehabilitation	9735-760-098-Y900-001-X100-6020	512.63	1/1/18-12/31/18	-	512.63	-	-	-	-	-	-	512.63
Public Health Priority Funding	4220-150-021030-60	31,522.06	-	-	28,211.00	-	-	-	-	-	28,723.63	3,311.00
Department of Law and Public Safety:												
Body Armor	066-1020-718-301	4,269.33	1/1/16-12/31/16	-	555.18	-	555.18	-	-	-	-	4,269.33
Body Armor	066-1020-718-301	4,276.22	1/1/17-12/31/17	-	4,276.22	-	4,776.94	-	2,099.82	0.94	-	2,176.40
Body Armor	066-1020-718-301	4,776.80	1/1/18-12/31/18	-	-	-	-	-	-	-	4,776.80	2,099.82
Community Policing	10,000.00	1/1/17-12/31/17	-	-	29.49	-	-	-	-	-	-	29.49
N.J. Division of Motor Vehicles:												
Drunk Driving Enforcement Fund	6400-160-078-6400-YYYY	8,543.20	1/1/15-12/31/15	-	4,360.89	4,776.94	2,655.00	0.94	-	-	6,381.89	16,329.56
Drunk Driving Enforcement Fund	6400-160-078-6400-YYYY	8,250.73	1/1/18-12/31/18	-	-	6,329.48	-	-	-	-	-	2,859.94
Drunk Driving Enforcement Fund	6400-160-078-6400-YYYY	1,924.77	1/1/19-12/31/19	-	-	8,250.73	-	-	-	-	-	8,250.73
Community Policing												
N.J. Department of Transportation:												
Municipal Aid - Pine Grove Ave (Ord. 31-44)	99-078-6320-480-AMQ	220,000.00	1/1/19-12/31/19	-	-	122,910.00	-	-	-	-	230.00	122,680.00
Transit Villages - Village Green Pedestrian Safety	99-078-6320-480-HIF	187,391.25	1/1/19-12/31/19	-	-	187,391.25	-	-	-	-	310,071.25	187,391.25
TOTAL FEDERAL AND STATE GRANT FUND												
TOTAL STATE AID												
		140,674.90	42,231.73	-	379,823.45	-	1,72	-	-	-	185,131.46	135,501.27
		140,674.90	42,231.73	-	379,823.45	-	1,72	-	-	-	185,131.46	135,501.27

Note: This schedule was subject to an audit in accordance with NJ OMB Circular 15-08.

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE

CURRENT FUND

	<u>Year 2019</u>	<u>Year 2018</u>		
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
<u>Revenue and Other Income Realized</u>				
Fund Balance Utilized	6,900,000.00	4.39%	6,900,000.00	4.41%
Miscellaneous - From Other Than Local Property Tax Levies	11,029,225.61	7.02%	11,289,011.18	7.22%
Collection of Delinquent Taxes and Tax Title Liens	638,802.86	0.41%	503,944.58	0.32%
Collection of Current Tax Levy	137,696,929.68	87.59%	136,353,435.85	87.15%
Non-Budget Revenues	280,979.88	0.18%	242,574.67	0.16%
Other Credits to Income	<u>666,870.21</u>	<u>0.42%</u>	<u>1,171,748.46</u>	<u>0.75%</u>
<u>Total Revenue and Other Income Realized</u>	<u>157,212,808.24</u>	<u>100.00%</u>	<u>156,460,714.74</u>	<u>100.00%</u>
<u>Expenditures</u>				
Budget Expenditures:				
Municipal Purposes	41,664,388.78	27.62%	40,965,133.63	27.44%
School Debt Service	5,265,022.98	3.49%	5,388,036.97	3.61%
Local School Taxes	64,837,224.00	42.99%	63,579,792.00	42.58%
County Taxes	38,526,484.66	25.54%	39,075,318.05	26.17%
Special District Taxes	267,721.81	0.18%	262,600.00	0.18%
Other Expenditures	<u>275,173.32</u>	<u>0.18%</u>	<u>35,065.48</u>	<u>0.02%</u>
<u>Total Expenditures</u>	<u>150,836,015.55</u>	<u>100.00%</u>	<u>149,305,946.13</u>	<u>100.00%</u>
Statutory Excess to Fund Balance	6,376,792.69		7,154,768.61	
Fund Balance, January 1,	<u>9,660,904.00</u>		<u>9,406,135.39</u>	
Less:				
Utilized as Anticipated Revenue	<u>6,900,000.00</u>		<u>6,900,000.00</u>	
Fund Balance, December 31,	<u>9,137,696.69</u>		<u>9,660,904.00</u>	

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE

SEWER UTILITY OPERATING FUND

	<u>Year 2019</u>	<u>Year 2018</u>		
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
<u>Revenue and Other Income Realized</u>				
Surplus Anticipated	280,000.00	5.880%	463,000.00	10.041%
Collection of Sewer Rents	4,126,723.68	86.657%	3,759,409.12	81.528%
Miscellaneous - From Other Than Sewer Rents	325,020.44	6.825%	382,665.99	8.299%
Other Credits to Income	<u>30,384.61</u>	<u>0.638%</u>	<u>6,096.93</u>	<u>0.132%</u>
<u>Total Revenue and Other Income Realized</u>	<u>4,762,128.73</u>	<u>100.000%</u>	<u>4,611,172.04</u>	<u>100.00%</u>
 <u>Expenditures</u>				
Budget Expenditures:				
Operating	3,131,238.00	72.595%	2,983,045.74	77.482%
Capital Improvements	21,075.00	0.489%	37,000.00	0.961%
Debt Service	543,414.00	12.599%	503,394.26	13.075%
Deferred Charges and Statutory Expenditures	127,560.00	2.957%	126,560.00	3.287%
Surplus to Current Fund	<u>490,000.00</u>	<u>11.360%</u>	<u>200,000.00</u>	<u>5.195%</u>
<u>Total Expenditures</u>	<u>4,313,287.00</u>	<u>100.00%</u>	<u>3,850,000.00</u>	<u>100.00%</u>
<u>Excess (Deficit) in Revenue</u>	<u>448,841.73</u>		<u>761,172.04</u>	
<u>Fund Balance, January 1,</u>	<u>1,167,944.98</u>		<u>869,772.94</u>	
	<u>1,616,786.71</u>		<u>1,630,944.98</u>	
 Less:				
Utilized as Anticipated Revenue	<u>280,000.00</u>		<u>463,000.00</u>	
<u>Fund Balance, December 31,</u>	<u>1,336,786.71</u>		<u>1,167,944.98</u>	

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE

PARKING UTILITY OPERATING FUND

	<u>Year 2019</u>		<u>Year 2018</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
<u>Revenue and Other Income Realized</u>				
Fund Balance Utilized	662,705.00	14.35%	450,000.00	10.64%
Parking Revenue	3,506,093.20	75.90%	3,348,670.23	79.17%
Parking Capital Surplus		0.00%		0.00%
Miscellaneous	91,504.91	1.98%	104,993.49	2.48%
Other Credits to Income	<u>359,290.20</u>	<u>7.78%</u>	<u>325,998.38</u>	<u>7.71%</u>
<u>Total Revenue and Other Income Realized</u>	<u>4,619,593.31</u>	<u>100.0%</u>	<u>4,229,662.10</u>	<u>100.0%</u>
<u>Expenditures</u>				
Budget Expenditures:				
Operating	2,703,596.00	68.37%	2,402,840.00	67.50%
Debt Service	377,959.00	9.56%	727,827.00	20.45%
Deferred Charges and Statutory Expenditures	73,000.00	1.85%	69,200.00	1.94%
Surplus to Current Fund	<u>800,000.00</u>	<u>20.23%</u>	<u>360,000.00</u>	<u>10.11%</u>
<u>Total Expenditures</u>	<u>3,954,555.00</u>	<u>100.00%</u>	<u>3,559,867.00</u>	<u>100.00%</u>
<u>Excess (Deficit) in Revenue</u>	<u>665,038.31</u>		<u>669,795.10</u>	
<u>Fund Balance, January 1,</u>	<u>1,780,172.87</u>		<u>1,560,377.77</u>	
	<u>2,445,211.18</u>		<u>2,230,172.87</u>	
Less:				
Utilized as Anticipated Revenue	<u>662,705.00</u>		<u>450,000.00</u>	
<u>Fund Balance, December 31,</u>	<u>1,782,506.18</u>		<u>1,780,172.87</u>	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2019</u>	<u>2018</u>	<u>2017</u>
<u>Tax Rate</u>	<u>4.365</u>	<u>4.337</u>	<u>4.365</u>

Apportionment of Tax Rate:

Municipal	.931	.921	.923
County	1.182	1.202	1.240
County Open Space	.035	.035	.035
Local School	2.063	2.030	2.029
Type I School Debt	.154	.149	0.138

Assessed Valuation:

2019	3,143,119,824		
2018		3,133,257,826	
2017			3,108,245,396

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

<u>Year</u>	<u>Tax Levy</u>	<u>Currently</u>	
		<u>Cash Collections</u>	<u>Percentage of Collections</u>
2019	138,439,823.01	137,696,929.68	99.46%
2018	137,222,819.39	136,353,435.85	99.36%
2017	137,174,292.11	136,370,455.62	99.41%

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>December 31,</u> <u>Year</u>	<u>Amount of</u> <u>Tax Title</u> <u>Liens</u>	<u>Amount of</u> <u>Delinquent</u> <u>Taxes</u>	<u>Total</u> <u>Delinquent</u>	<u>Percentage</u> <u>of</u> <u>Tax Levy</u>
2019	-0-	524,184.86	524,184.86	0.37%
2018	-0-	653,313.11	653,313.11	0.47%
2017	-0-	503,944.58	503,944.58	0.37%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>Year</u>	<u>Amount</u>
2019	-0-
2018	-0-
2017	-0-
2016	-0-
2015	-0-

COMPARISON OF SEWER UTILITY LEVIES

<u>Year</u>	<u>Rents Levied</u>	<u>Cash Collections</u>
2019	4,135,166.12	4,126,723.68
2018	3,755,536.36	3,759,409.12
2017	3,362,052.63	3,377,588.75
2016	3,209,086.12	3,200,377.81
2015	3,023,365.83	3,046,932.16

COMPARATIVE SCHEDULE OF FUND BALANCES

<u>CURRENT FUND</u>	<u>Year</u>	<u>Fund Balance</u> <u>Dec. 31,</u>	<u>Utilized</u> <u>In Budget of</u> <u>Succeeding Year</u>
	2019	9,137,696.69	6,900,000.00
	2018	9,660,904.00	6,900,000.00
	2017	9,406,135.39	6,900,000.00
	2016	8,084,582.98	7,100,000.00
	2015	8,747,775.49	7,100,000.00
<u>SEWER UTILITY</u>			
	2019	1,336,786.71	266,000.00
	2018	1,167,944.98	280,000.00
	2017	869,772.94	463,000.00
	2016	989,121.68	630,000.00
	2015	953,752.58	355,700.00

COMPARATIVE SCHEDULE OF FUND BALANCES (continued)

	<u>Year</u>	<u>Fund Balance Dec. 31</u>	<u>Utilized In Budget of Succeeding Year</u>
<u>PARKING UTILITY</u>			
	2019	1,782,506.18	923,498.00
	2018	1,780,172.87	662,705.00
	2017	1,560,377.77	450,000.00
	2016	1,769,449.91	314,148.00
	2015	1,370,646.09	54,643.00

EQUALIZED VALUATIONS - REAL PROPERTY

2019	7,436,595,548.00
2018	7,319,767,828.00
2017	7,229,348,873.00

City of Summit, N.J.

Schedule of Cash

Current Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	A	15,814,757.95
Increased by Receipts:		
Miscellaneous Revenue Not Anticipated	A-2	280,979.88
Tax Collector	A-5	137,273,726.95
Petty Cash	A-6	650.00
Due From State - Senior Citizen and Veteran Deductions	A-8	60,250.00
Revenue Accounts Receivable	A-10	9,075,953.48
Tax Overpayments	A-13	652,868.58
Miscellaneous Accounts Receivable	A-15	608,483.76
Schedule of Interfunds	A-17	1,280,184.87
Prepaid Revenue	A-23	4,079.00
Reserve for:		
Sale of Property	A-24	105,354.00
State Library Aid	A-25	9,401.00
Due to Various Agencies	A-26	120,151.00
Special Deposits	A-27	38,113.67
Various Deposits	A-28	501,659.00
		<u>150,011,855.19</u>
		165,826,613.14
Decreased by Disbursements:		
Current Year Budget Appropriations	A-3	40,441,600.66
Petty Cash	A-6	650.00
Appropriation Reserves	A-11	1,445,291.94
Accounts Payable	A-12	625.94
Tax Overpayments	A-13	190,497.88
Miscellaneous Accounts Receivable	A-15	848,560.92
Schedule of Interfunds	A-17	930,046.92
County Taxes	A-18	38,258,569.14
County Taxes Added and Omitted	A-19	305,517.16
Local District School Taxes	A-20	64,837,224.00
Special District Taxes Payable	A-21	265,226.00
Municipal Library Tax Payable	A-22	2,303,522.14
Reserve for:		
Tax Appeals	A-16	34,419.82
State Library Aid	A-25	9,391.00
Due to Various Agencies	A-26	131,262.00
Special Deposits	A-27	41,190.91
		<u>150,043,596.43</u>
Balance - December 31, 2019	A	<u>15,783,016.71</u>

City of Summit, N.J.

Schedule of Cash - Tax Collector

Current Fund

Year Ended December 31, 2019

Ref.

Increased by:

Taxes Receivable	A-9	136,454,564.29
Revenue Accounts Receivable	A-10	207,698.80
Prepaid Taxes	A-14	<u>1,092,139.84</u>
		<u>137,754,402.93</u>

Decreased by:

Paid to Treasurer	A-4	<u>137,754,402.93</u>
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City of Summit, N.J.

Schedule of Petty Cash

Current Fund

Year Ended December 31, 2019

<u>Office</u>	Received From <u>Treasurer</u>	Returned To <u>Treasurer</u>
Police	200.00	200.00
Finance	300.00	300.00
Community Programs	150.00	150.00
	<u>650.00</u>	<u>650.00</u>
	A-4	A-4

Schedule of Change Fund

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	A	<u>1,195.00</u>
Balance - December 31, 2019	A	<u>1,195.00</u>
<u>Detail</u>		
City Clerk		125.00
Tax Collector		100.00
Transfer Station		30.00
Library Director		465.00
Board of Health		75.00
Municipal Court		200.00
Board of Recreation		200.00
		<u>1,195.00</u>

City of Summit, N.J.

Schedule of Due to State of New Jersey
For Senior Citizens and Veterans Deductions

Current Fund

Year Ended December 31, 2019

	<u>Ref</u>	
Balance - December 31, 2018	A	7,223.05
Increased by:		
Received From State	A-4	60,250.00
		<hr/> 67,473.05
Decreased by:		
Senior Citizens' And Veterans' Deductions		
Per Tax Billing		59,000.00
Senior Citizens' And Veterans' Deductions		
Allowed by Collector:		
2019 Taxes		<hr/> 500.00
		59,500.00
Less: Senior Citizen Deductions		
Disallowied By Tax Collector:		
2019 Taxes		<hr/> 7,500.00
	A-9	<hr/> 52,000.00
Balance - December 31, 2019	A	<hr/> 15,473.05

City of Summit, N.J.

Schedule of Taxes Receivable and Analysis of Property Tax Levy

Current Fund

Year Ended December 31, 2019

Year	Balance, Dec. 31, 2018	Levy	Added Taxes	Collected		Senior Citizen and Veteran Deductions	Cancelled	Balance, Dec. 31, 2019
				2018	2019			
2018	653,313.11	-	-	-	638,802.86	-	14,510.25	-
	653,313.11	-	-	-	638,802.86	-	14,510.25	-
2019	-	137,462,964.73	976,858.28	1,829,168.25	135,815,761.43	52,000.00	218,708.47	524,184.86
	653,313.11	137,462,964.73	976,858.28	1,829,168.25	136,454,564.29	52,000.00	233,218.72	524,184.86
	A		A-2;A-14	A-2;A-5	A-2;A-8	A-2;A-8	A	

Analysis of Tax Levy

Ref.

Tax yield:	137,081,718.91
General Purpose Tax	115,477.12
Utility Taxes	976,858.28
Added Tax (R.S. 54:4-63.1 et seq.)	265,768.70
Special Improvement District Tax	138,439,823.01

Tax Levy:

County Tax	38,258,569.14
Added County Taxes	267,915.52

Ref.

General Purpose Tax	38,258,569.14
Utility Taxes	115,477.12
Added Tax (R.S. 54:4-63.1 et seq.)	976,858.28
Special Improvement District Tax	265,768.70
	138,439,823.01

Ref.

Local District School Tax	A-18
Special District Tax	A-19
Municipal Library Tax	
	38,526,484.66
Local Tax for Municipal Purposes	A-20
Additional Taxes	A-21
	64,837,224.00
	267,721.81
	17,128.31
	103,648,558.78
	A-22
	A-2
	34,072,115.00
	A-23
	719,149.23
	34,791,264.23
	138,439,823.01

City of Summit, N.J.

Schedule of Revenue Accounts Receivable

Current Fund

Year Ended December 31, 2019

	Ref	Balance, Dec. 31, 2018	Accrued in 2019	Collected By		Balance, Dec. 31, 2019
				Treasurer	Collector	
Clerk:						
Licenses:						
Alcoholic Beverages	A-2	-	39,978.00	39,978.00	-	-
Other	A-2	-	88,580.82	88,580.82	-	-
Municipal Court						
Fines and Costs	A-2	27,968.72	499,831.40	491,878.40	-	35,921.72
Interest and Costs on Taxes	A-2	-	207,698.80	-	207,698.80	-
Interest on Investments and Deposits	A-2	-	522,074.52	522,074.52	-	-
Old Town Hall Rent	A-2	-	42,166.63	42,166.63	-	-
Community Service Fees	A-2	-	141,311.03	141,311.03	-	-
Bryant Park Emergency Services Fee	A-2	-	12,000.00	12,000.00	-	-
Anticipated Utility Operating Surplus - Parking Utility	A-2	-	800,000.00	800,000.00	-	-
Board of Health	A-2	-	180,220.10	180,220.10	-	-
Zoning Board Fees	A-2	-	37,226.87	37,226.87	-	-
Golf Course Revenue	A-2	-	161,268.00	161,268.00	-	-
Family Aquatic Center Revenue	A-2	-	521,449.24	521,449.24	-	-
Franchise Fee (c. 48A-30) Cable TV - Verizon	A-2	-	214,177.02	214,177.02	-	-
Franchise Fee (c. 48A-30) Cable TV - Comcast	A-2	-	115,767.62	115,767.62	-	-
Sale of Recyclable Materials	A-2	-	48,385.62	48,385.62	-	-
Administrative Off-Duty Assignment Fees (Police & Fire)	A-2	-	103,320.00	103,320.00	-	-
Hotel and Motel Occupancy Fees	A-2	-	120,991.42	120,991.42	-	-
Anticipated Utility Operating Surplus - Sewer Utility	A-2	-	490,000.00	490,000.00	-	-
Utility Income Cell Tower	A-2	-	74,625.48	74,625.48	-	-
Energy Receipts Tax	A-2	-	3,023,257.00	3,023,257.00	-	-
Uniform Fire Safety Act	A-2	-	60,160.13	60,160.13	-	-
Summit Housing Authority - P.I.L.O.T	A-2	-	42,938.00	42,938.00	-	-
Parking Utility Share of Various Services	A-2	-	310,000.00	310,000.00	-	-
UCC Share of Pension Costs	A-2	-	70,000.00	70,000.00	-	-
Sewer Utility Share of Pension Costs	A-2	-	38,000.00	38,000.00	-	-
General Capital Surplus	A-2	-	328,000.00	328,000.00	-	-
Sewer Utility Share of Various Services	A-2	-	120,000.00	120,000.00	-	-
Reserve for Insurance Settlement	A-2	-	836.00	836.00	-	-
Reserve to Pay Debt - Genera Capital	A-2	-	81,130.00	81,130.00	-	-
Reserve for Bond Sale Costs	A-2	-	604.00	604.00	-	-
Atlantic Health Services (Community Support)	A-2	-	795,400.00	795,400.00	-	-
Reserve for Prepaid Assessments	A-2	-	5,000.00	5,000.00	-	-
Reserve for Rebate Liability	A-2	-	3,133.00	3,133.00	-	-
		<u>27,968.72</u>	<u>9,299,530.70</u>	<u>9,083,878.90</u>	<u>207,698.80</u>	<u>35,921.72</u>
		A			A-5	A
Schedule of Interfunds			A-17	7,925.42		
Cash Receipts			A-4	<u>9,075,953.48</u>		
				<u>9,083,878.90</u>		

Schedule of Appropriation Reserves**Current Fund****Year Ended December 31, 2019**

	<u>Balance, Dec. 31, 2018</u>	<u>Balance after Transfers</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
Salaries and Wages Within "CAPS"				
Administrative and Executive	197.33	7.33	-	7.33
City Clerk	20.62	20.62	-	20.62
Financial Administration (Treasury)	38.75	38.75	-	38.75
Collection of Taxes	54.94	54.94	-	54.94
Assessment of Taxes	636.67	636.67	-	636.67
Legal Services	22.03	22.03	-	22.03
Engineering Services and Costs	101.65	101.65	-	101.65
Municipal Land Use	6,600.00	6,600.00	2,100.00	4,500.00
Code Enforcement	2,093.82	2,093.82	-	2,093.82
Police	92,345.49	62,318.49	38,097.04	24,221.45
School Crossing Guards	34,444.14	15,441.14	15,440.86	0.28
Fire	3,814.89	66,244.89	66,241.03	3.86
Road Repair and Maintenance	72.37	4,912.37	4,911.59	0.78
Public Works Maintenance	43,313.55	34,403.55	3,953.71	30,449.84
Garbage and Trash	31,957.59	31,957.59	20,660.83	11,296.76
Recycling Program	8,882.78	8,882.78	-	8,882.78
Transfer Station	5,171.42	5,171.42	4,552.82	618.60
Compost Station Area	1.86	1.86	-	1.86
Public Building and Grounds	266.71	4,336.71	4,333.84	2.87
Garage	2.37	2.37	-	2.37
Board of Health	3.06	798.06	795.72	2.34
Maintenance of Municipal Golf Course	3,757.89	57.89	-	57.89
Family Aquatic Center	2,896.45	96.45	-	96.45
Community Programs	820.30	6,440.30	6,438.64	1.66
Parks and Recreation	9,063.16	9,063.16	191.10	8,872.06
Community Services	20,772.63	20,772.63	-	20,772.63
Municipal Court	860.39	860.39	-	860.39
Public Defender	11.00	11.00	-	11.00
Total Salaries and Wages Within "CAPS"	268,223.86	281,348.86	167,717.18	113,631.68
Other Expenses Within "CAPS"				
Administrative and Executive	16,832.32	16,832.32	16,832.32	-
Employee Assistance Program	1,400.00	1,400.00	1,400.00	-
Postage	32.20	242.20	228.11	14.09
Physical Examinations - Municipal Employees	2,036.00	2,036.00	1,301.50	734.50
Technology	43,730.02	43,930.02	38,350.39	5,579.63
City Clerk	62,669.83	47,459.83	25,459.98	21,999.85
Codification of Ordinances	10,000.00	10,000.00	6,068.00	3,932.00
Financial Administration (Treasury)	26,568.36	28,568.36	1,934.69	26,633.67
Audit Services	42,000.00	42,000.00	33,700.00	8,300.00
Collection of Taxes	86.42	86.42	-	86.42

City of Summit, N.J.

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2019

	<u>Balance, Dec. 31, 2018</u>	<u>Balance after Transfers</u>	<u>Paid or Charged</u>	<u>Balance Lapsed</u>
Assessment of Taxes	208,381.81	208,381.81	131,846.60	76,535.21
Legal Services:				
Fees	53,663.99	66,673.99	63,990.89	2,683.10
Engineering Services and Costs	19,784.87	19,784.87	17,934.68	1,850.19
Municipal Land Use	74,594.46	74,594.46	47,682.69	26,911.77
Board of Adjustment	20,126.35	20,126.35	6,972.71	13,153.64
Code Enforcement	1,266.19	1,266.19	-	1,266.19
Police	140,174.33	140,174.33	117,068.21	23,106.12
School Crossing Guards	2,379.18	2,379.18	-	2,379.18
Emergency Management Services	7,430.00	10.00	10.00	-
Fire	34,972.45	28,992.45	28,992.45	-
Road Repair and Maintenance	48,451.99	48,451.99	48,451.99	-
Public Works Maintenance	19,344.29	19,344.29	17,671.27	1,673.02
Garbage and Trash	3,540.50	3,540.50	2,612.72	927.78
Recycling Program	45,933.07	45,933.07	19,354.44	26,578.63
Transfer Station	22,780.51	22,780.51	4,929.32	17,851.19
Compost Station Area	1,014.29	1,014.29	791.00	223.29
Disposal Charges	242,579.33	242,579.33	156,142.81	86,436.52
Public Building and Grounds	71,763.37	71,763.37	34,165.54	37,597.83
Garage	49,721.22	49,721.22	27,283.96	22,437.26
Board of Health	2,889.61	2,714.61	479.21	2,235.40
Social Services for the Elderly Program	5,933.30	5,933.30	5,933.30	-
Maintenance of Municipal Golf Course	16,445.34	16,445.34	13,559.99	2,885.35
Family Aquatic Center	30,260.45	25,720.45	15,861.66	9,858.79
Celebration of Public Events	2,673.25	2,673.25	1,841.39	831.86
Municipal Purchasing	690.85	690.85	-	690.85
Community Programs	5,660.66	4,580.66	2,080.58	2,500.08
Parks and Recreation	79,055.33	79,055.33	60,567.51	18,487.82
Downtown Maintenance	761.59	761.59	228.49	533.10
Community Services	30,696.12	30,696.12	9,977.86	20,718.26
Municipal Court	8,663.67	8,663.67	8,663.67	-
Utilities:				
Electricity	15,599.88	21,719.88	21,710.65	9.23
Street Lighting	18,975.31	18,975.31	12,941.36	6,033.95
Telephone	19,692.29	19,692.29	19,038.36	653.93
Water	12,146.37	12,146.37	4,415.29	7,731.08
Natural Gas	2,808.79	8,558.79	8,551.87	6.92
Heating Oil	15,519.60	15,519.60	1,263.63	14,255.97
Gasoline	32,612.86	26,602.86	19,089.86	7,513.00
Diesel Fuel	22,015.72	22,015.72	17,624.73	4,390.99
Fire Hydrant Service	43,304.62	43,304.62	43,304.62	-
Total Other Expenses Within "CAPS"	1,639,662.96	1,626,537.96	1,118,310.30	508,227.66

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2019

	Balance, Dec. 31, 2018	Balance after Transfers	Paid or Charged	Balance Lapsed
Deferred Charges and Statutory Expenditures-Municipal Within "CAPS":				
Statutory Expenditures:				
Contribution To:				
Social Security System (O.A.S.I.)	0.02	0.02	-	0.02
Defined Contribution Retirement Program	<u>278.44</u>	<u>278.44</u>	-	<u>278.44</u>
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	<u>278.46</u>	<u>278.46</u>	-	<u>278.46</u>
Total General Appropriation Reserves - Municipal Within "CAPS"	<u>1,908,165.28</u>	<u>1,908,165.28</u>	<u>1,286,027.48</u>	<u>622,137.80</u>
Other Expenses Excluded From "CAPS":				
Maintenance of Free Public Library	159,264.46	159,264.46	159,264.46	-
Dispatch Services - Joint Meeting	0.58	0.58	-	0.58
Total Other Expenses Excluded from "CAPS"	<u>159,265.04</u>	<u>159,265.04</u>	<u>159,264.46</u>	<u>0.58</u>
Total General Appropriation Reserves - Municipal Excluded from "CAPS"	<u>159,265.04</u>	<u>159,265.04</u>	<u>159,264.46</u>	<u>0.58</u>
Total General Appropriation Reserves	<u>2,067,430.32</u>	<u>2,067,430.32</u>	<u>1,445,291.94</u>	<u>622,138.38</u>
			A-4	A-1

Ref.

Analysis of Appropriation Reserve

Unencumbered	A	1,194,158.64
Encumbered	A	873,271.68
		<u>2,067,430.32</u>

City of Summit, N.J.

Schedule of Accounts Payable

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	A	<u>625.94</u>
Decreased by:		
Cash Disbursements	A-4	<u>625.94</u>

City of Summit, N.J.

Schedule of Tax Overpayments

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	A	98,389.38
Increased by:		
Cash Receipts	A-4	<u>652,868.58</u>
		<u>751,257.96</u>
Decreased by:		
Cash Disbursements	A-4	190,497.88
Encumbrances Payable	A-29	<u>1,326.45</u>
		<u>191,824.33</u>
Balance - December 31, 2019	A	<u><u>559,433.63</u></u>

Schedule of Prepaid Taxes

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	A	1,829,168.25
Increased by:		
Collection of 2020 Taxes	A-5	<u>611,463.86</u>
		<u>2,440,632.11</u>
Decreased by:		
Applied to 2019 Taxes	A-9	<u>1,829,168.25</u>
Balance - December 31, 2019	A	<u><u>611,463.86</u></u>

City of Summit, N.J.

Schedule of Miscellaneous Accounts Receivable

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	A;A-1	177,605.35
Increased by:		
Cash Disbursements:		
Police Off Duty - Payroll	A-4	848,560.92
		<u>1,026,166.27</u>
Decreased by:		
Cash Receipts:		
Police Off Duty Compensation	A-4	608,483.76
Balance - December 31, 2019	A;A-1	<u>417,682.51</u>
<u>Analysis of Balance</u>		
Off-Duty Police		388,275.99
Housing Authority		<u>29,406.52</u>
		<u>417,682.51</u>

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Schedule of Reserve for Tax Appeals

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	A	543,737.41
Increased by:		
Budget Appropriation	A-3	140,000.00
		<u>683,737.41</u>
Decreased by:		
Cash Disbursements	A-4	<u>34,419.82</u>
Balance - December 31, 2019	A	<u>649,317.59</u>

City of Summit, N.J.

Schedule of Interfunds

Current Fund

Year Ended December 31, 2019

Ref.	Total	Animal Control Fund	Other Trust Funds	Assessment Trust Fund	Sewer Utility Operating Fund	Sewer Assessment Trust Fund	General Capital Fund	Grant Fund
Balance - December 31, 2018								
Due To	A 630,647.15	-	67,276.63	163,772.08	-	-	-	399,598.44
Due From	A 80,689.85	41,742.74	-	-	12,223.77	-	26,723.34	-
Grant Reserve Cancelled								
Animal Control Statutory Excess	A-1 1.72	-	-	-	-	-	-	1.72
Anticipated as Item of Revenue	A-1 17,967.85	17,967.85	-	-	-	-	-	-
Cash Disbursements	A-2 210,000.00	-	-	-	-	-	210,000.00	-
Interest Income	A-4 930,046.92	-	308,282.31	85,000.00	6,768.51	-	-	529,996.10
	A-10 7,950.79	-	375.62	-	-	-	7,575.17	-
	A-10 1,165,967.28	17,967.85	308,657.93	85,000.00	6,768.51	-	217,575.17	529,997.82
Appropriations Payable	A-3 743,825.00	-	-	-	-	-	743,825.00	-
Cash Receipts	A-4 1,280,184.87	-	310,658.18	52,421.16	6,807.43	11,016.37	328,000.00	571,281.73
Interest Income	A-10 25.37	-	-	25.37	-	-	-	-
	A-10 2,024,035.24	-	310,658.18	52,446.53	6,807.43	11,016.37	1,071,825.00	571,281.73
Balance - December 31, 2019								
Due To	A 1,479,920.70	-	69,276.88	131,218.61	-	11,016.37	827,526.49	440,882.35
Due From	A 71,895.44	59,710.59	-	-	12,184.85	-	-	-

City of Summit, N.J.

Schedule of County Taxes Payable

Current Fund

Year Ended December 31, 2019

Ref.

Increased by:

Levy - 2019 A-1;A-9 38,258,569.14

Decreased by:

Cash Disbursements A-4 38,258,569.14

A-19

Schedule of Due County for Added and Omitted Taxes

Current Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018 A 305,517.16

Increased by:

County Share of 2019 Levy:
2019 Added Taxes A-1;A-9 267,915.52
573,432.68

Decreased by:

Cash Disbursements A-4 305,517.16

Balance - December 31, 2019

A

267,915.52

City of Summit, N.J.

Schedule of Local District School Taxes Payable/(Prepaid)**Current Fund****Year Ended December 31, 2019**Ref.

Balance - December 31, 2018	A	(0.50)
Increased by:		
Levy- 2019	A-1;A-9	<u>64,837,224.00</u>
		<u>64,837,223.50</u>
Decreased by:		
Cash Disbursements	A-4	<u>64,837,224.00</u>
Balance - December 31, 2019	A	<u>(0.50)</u>

A-21

Schedule of Special District Taxes Payable**Current Fund****Year Ended December 31, 2019**Ref.

Increased by:		
Levy- 2019		265,226.00
Added & Omitted Taxes		<u>2,495.81</u>
	A-1;A-9	267,721.81
Decreased by:		
Cash Disbursements	A-4	<u>265,226.00</u>
Balance - December 31, 2019	A	<u>2,495.81</u>

City of Summit, N.J.

Schedule of Library Taxes Payable

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Increased by:		
2019 Budget Appropriation	A-3	2,440,785.00
Added & Omitted Taxes	A-1; A-9	<u>17,128.31</u>
		2,457,913.31
Decreased by:		
Cash Disbursements	A-4	<u>2,303,522.14</u>
Balance - December 31, 2019	A	<u>154,391.17</u>

Analysis of Balance

Municipal Library Tax Payable	137,262.86
Municipal Library Tax Added & Omitted Payable	17,128.31
	<u>154,391.17</u>

City of Summit, N.J.**Schedule of Prepaid Revenue****Current Fund****Year Ended December 31, 2019**

	<u>Ref.</u>	
Balance - December 31, 2018	A	4,697.00
Increased by:		
Cash Receipts	A-4	4,079.00
		8,776.00
Decreased by:		
Applied to Other Licenses	A-2	4,697.00
Balance - December 31, 2019	A	4,079.00

City of Summit, N.J.

Schedule of Reserve for Sale of Property

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	A	541,011.52
Increased by:		
Cash Receipts	A-4	105,354.00
		<u>646,365.52</u>
Decreased by:		
Anticipated as Revenue	A-2	<u>541,000.00</u>
Balance - December 31, 2019	A	<u>105,365.52</u>

A-25

Schedule of Reserve for State Library Aid

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	A	9,182.22
Increased by:		
Cash Receipts	A-4	9,401.00
		<u>18,583.22</u>
Decreased by:		
Cash Disbursements	A-4	<u>9,391.00</u>
Balance - December 31, 2019	A	<u>9,192.22</u>

City of Summit, N.J.

Schedule of Reserve Due to Various Agencies

Current Fund

Year Ended December 31, 2019

Ref.	Total	State of New Jersey			Construction Code
		Marriage License Fees	Burial Surcharge		
Balance - December 31, 2018	A	36,588.00	825.00	535.00	35,228.00
Increased by:					
Cash Receipts	A-4	120,151.00 156,739.00	2,025.00 2,850.00	140.00 675.00	117,986.00 153,214.00
Decreased by:					
Cash Disbursements	A-4	131,262.00	1,750.00	135.00	129,377.00
Balance - December 31, 2019	A	25,477.00	1,100.00	540.00	23,837.00

City of Summit, N.J.

Schedule of Reserve for Special Deposits**Current Fund****Year Ended December 31, 2019**

	<u>Ref.</u>	<u>Total</u>	<u>Environmental Health</u>	<u>Library Fines & Fees</u>
Balance - December 31, 2018	A	36,502.55	18,123.88	18,378.67
Increased by:				
Cash Receipts	A-4	<u>38,113.67</u>	<u>18,123.88</u>	<u>38,113.67</u>
		<u>74,616.22</u>	<u>-</u>	<u>56,492.34</u>
Decreased by:				
Anticipated As Item of Revenue	A-2	18,123.00	-	-
Cash Disbursements	A-4	41,190.91	-	41,190.91
Encumbrances Payable	A-29	<u>3,954.88</u>	<u>-</u>	<u>3,954.88</u>
		<u>63,268.79</u>	<u>18,123.00</u>	<u>45,145.79</u>
Balance - December 31, 2019	A	<u>11,347.43</u>	<u>0.88</u>	<u>11,346.55</u>

City of Summit, N.J.

Schedule of Reserve for Various Deposits

Current Fund

Year Ended December 31, 2019

<u>Ref.</u>	<u>Total</u>	<u>Bid Review Fees</u>	<u>State Aid School Debt Service</u>	<u>Reserved for School Debt Service</u>	Police Outside Overtime <u>Escrow</u>
Balance - December 31, 2018	A	44,329.00	6,000.00	-	26,199.00
Increased by:					12,130.00
Cash Receipts	A-4	<u>501,659.00</u>	<u>-</u>	<u>400,000.00</u>	<u>101,659.00</u>
Decreased by:					-
Anticipated as Item of Revenue	A-2	<u>426,199.00</u>	<u>-</u>	<u>400,000.00</u>	<u>26,199.00</u>
Balance - December 31, 2019	A	<u>119,789.00</u>	<u>6,000.00</u>	<u>-</u>	<u>101,659.00</u>
					<u>12,130.00</u>

City of Summit, N.J.

Schedule of Reserve for Encumbrances Payable

Current Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Increased by:		
Tax Overpayment Refunds	A-13	1,326.45
Special Deposit - Library Fines	A-27	<u>3,954.88</u>
		<u>5,281.33</u>
Balance - December 31, 2019	A	<u>5,281.33</u>

City of Summit, N.J.

Schedule of Grants Receivable

Grant Fund

Year Ended December 31, 2019

<u>Grant</u>	<u>Balance Dec. 31, 2018</u>	<u>Budget Revenue</u>	<u>Received</u>	<u>Balance Dec. 31, 2019</u>
County of Union Infrastructure and Municipal Aid	-	100,000.00	100,000.00	-
Association of New Jersey Environmental Commissions Open Space Stewardship Grants	360.86	-	-	360.86
Investors Foundation Grant Community Center	-	30,000.00	30,000.00	-
Junior League of Summit Community Center Grant	-	5,000.00	5,000.00	-
Emergency Management Agency Assistance Federal Share	-	10,000.00	10,000.00	-
Drunk Driving Enforcement Fund Recycling Tonnage Program	-	1,924.77	1,924.77	-
PSEG Municipal Grant 2019 Sustainable Jersey	-	29,539.00	29,539.00	-
Clean Communities Program State of New Jersey - Division of Criminal Justice	-	2,000.00	2,000.00	-
Body Armor Replacement	-	44,087.89	44,087.89	-
N.J. Department of Transportation - Municipal Aid Pine Grove Ave	-	4,776.00	4,776.00	-
N.J. Department of Transportation - Transit Villages Village Green Pedestrian Safety	-	122,910.00	122,910.00	-
	<u>360.86</u>	<u>187,391.25</u>	<u>187,391.25</u>	<u>360.86</u>
	<u>A</u>	<u>A-2</u>	<u>A-33</u>	<u>A</u>

Schedule of Appropriated Reserves for Grants**Federal and State Grant Fund****Year Ended December 31, 2019**

<u>Grant</u>	<u>Balance Dec. 31, 2018</u>	<u>Transfer From 2019 Budget</u>	<u>Cancellation of Purchase Order</u>	<u>Expended</u>	<u>Balance Dec. 31, 2019</u>
Public Health Priority Funding	28,211.00	-	-	-	28,211.00
State of New Jersey Solid Waste Administration					
Recycling Tonnage	35,692.97	29,539.00	-	-	65,231.97
Drunk Driving Enforcement	14,580.21	1,924.77	-	3,469.54	13,035.44
Summit Downtown Inc. - Security Cameras	10,000.00	-	-	10,000.00	-
Small Tree Planting Grant	425.46	-	-	-	425.46
State of New Jersey - Division of Alcoholic Beverage Control					
Cops in Shops College Initiative	400.00	-	-	-	400.00
N.J. American Water - Martin's Brook Watershed Cleanup	8,388.92	-	-	-	8,388.92
N.J. Division of Criminal Justice	4,831.40	4,776.00	-	2,655.00	6,952.40
Body Armor Replacement Fund	38,159.49	44,087.89	-	57,847.66	24,399.72
Clean Communities Program					
NJ Department of Law & Public Safety					
Community Policing	29.49	-	-	-	29.49
N.J. Department of Transportation - Municipal Aid: Pine Grove Avenue	-	122,910.00	-	122,680.00	230.00
N.J. Department of Transportation - Transit Villages					
Village Green Pedestrian Safety	-	187,391.25	-	187,391.25	-
Municipal Court Alcohol Ed and Rehab	512.63	-	-	-	512.63
Federal Emergency Management Agency:					
Assistance to Firefighters Program	6,238.70	-	-	-	6,238.70
NJ Department of Community Affairs	18,232.25	-	-	-	12,452.25
Recreation for Individuals with Disabilities					
Association of New Jersey Environmental Commissions					
Open Space Stewardship Grant	729.84	-	-	-	729.84
NJ League of Municipalities					
Education Foundation Sustainable NJ	10,000.00	-	-	-	10,000.00

Schedule of Appropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2019

Analysis of Expenditures

Interfund Current Encumbrances Payable

City of Summit, N.J.

Schedule of Unappropriated Reserves for Grants**Federal and State Grant Fund****Year Ended December 31, 2019**

<u>Grant</u>	<u>Cash Receipts</u>	<u>Cancel to Surplus</u>	<u>Balance Dec. 31, 2019</u>
State of New Jersey Solid Waste Administration	33,651.88	0.78	33,651.10
Recycling Tonnage			
State of New Jersey			
Body Armor Replacement Fund	<u>0.94</u>	<u>0.94</u>	<u>-</u>
	<u><u>33,652.82</u></u>	<u><u>1.72</u></u>	<u><u>33,651.10</u></u>
	<u><u>A-33</u></u>	<u><u>A-33</u></u>	<u><u>A</u></u>

City of Summit, N.J.

Schedule of Due From Current Fund**Federal and State Grant Fund****Year Ended December 31, 2019**Ref.

Balance - December 31, 2018	A	399,598.44
Increased by:		
Federal and State Grant Receipts	A-30	537,628.91
Unappropriated Reserves	A-32	<u>33,652.82</u>
		<u>571,281.73</u>
		<u>970,880.17</u>
Decreased by:		
Federal and State Grant Expenditures	A-31	526,703.60
Unappropriated Reserves Cancelled	A-32	1.72
Reserve for Encumbrances	A-34	<u>3,292.50</u>
		<u>529,997.82</u>
Balance - December 31, 2019	A	<u>440,882.35</u>

City of Summit, N.J.

Schedule of Reserve for Encumbrances

Federal And State Grant Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	A	29,575.00
Increased by:		
Charges to Reserves	A-31	50,743.32
		<u>80,318.32</u>
Decreased by:		
Purchase order Cancelled	A-31	25,000.00
Cash Disbursements	A-33	<u>3,292.50</u>
		<u>28,292.50</u>
Balance - December 31, 2019	A	<u>52,025.82</u>

City of Summit, N.J.

Schedule of Cash

Trust Funds

Year Ended December 31, 2019

	<u>Ref.</u>	<u>Assessment Fund</u>	<u>Animal Control Trust Fund</u>	<u>Other Trust Funds</u>
Balance - December 31, 2018	B	<u>104,256.39</u>	<u>78,598.74</u>	<u>9,148,300.44</u>
Increased by Receipts:				
Dog License Fees	B-4	-	15,543.60	-
Cat License Fees	B-4	-	2,007.00	-
Budget Appropriation	B-4	-	40,000.00	-
Dog License Late Fees	B-4	-	2,280.00	-
Cat License Late Fees	B-4	-	280.00	-
Miscellaneous	B-4	-	1,450.95	-
Dog License Fees - State Share	B-5	-	1,532.40	-
Other Trust Funds	B-8	-	-	29,542,357.02
Community Development				
Block Grants	B-11	-	-	113,000.00
Library Reserves	B-13	<u>-</u>	<u>-</u>	<u>153,115.50</u>
Total Receipts		<u>-</u>	<u>63,093.95</u>	<u>29,808,848.14</u>
		<u>104,256.39</u>	<u>141,692.69</u>	<u>38,957,148.58</u>
Decreased by Disbursements:				
Reserve for Animal Control				
Trust Expenditures	B-4	-	44,034.70	-
State Share - Dog Licenses	B-5	-	1,532.40	-
Reserve for Encumbrances	B-6	-	90.00	-
Other Trust Funds	B-8	-	-	28,669,679.58
Community Development				
Block Grants	B-12	-	-	106,000.00
Library	B-13	-	-	131,256.50
Encumbrances	B-17	<u>-</u>	<u>-</u>	<u>321,172.03</u>
Total Disbursements		<u>-</u>	<u>45,657.10</u>	<u>29,228,108.11</u>
Balance - December 31, 2019	B	<u>104,256.39</u>	<u>96,035.59</u>	<u>9,729,040.47</u>

City of Summit, N.J.

Analysis of Assessment Cash and Investments

Assessment Trust Fund

Year Ended December 31, 2019

	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
Assessment Cash Pledged to Bonds	<u>104,256.39</u> B	<u>104,256.39</u> B

City of Summit, N.J.

Reserve/(Deficit) for Animal Control Trust Fund Expenditures

Animal Control Trust Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	B	36,301.00
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Increased by:

Dog License Fees	B-2	15,543.60
Budget Appropriation	B-2	40,000.00
Dog License Late Fees	B-2	2,280.00
Cat License Fees	B-2	2,007.00
Cat License Late Fees	B-2	280.00
Miscellaneous	B-2	<u>1,450.95</u>
		<u>61,561.55</u>
		<u>97,862.55</u>

Decreased by:

Expenditures R.S. 4:19-1511	B-2	44,034.70
Interfund Current	B-7	<u>17,967.85</u>
		<u>62,002.55</u>

Balance - December 31, 2019	B	<u>35,860.00</u>
-----------------------------	---	------------------

<u>Year</u>	
2018	17,971.20
2017	<u>17,888.80</u>
	<u>35,860.00</u>

City of Summit, N.J.

Schedule of Due to State Department of Health

Animal Control Trust Fund

Year Ended December 31, 2019

Ref.

Increased by: .

State Fees Collected B-2 1,532.40

Decreased by:

Paid to State B-2 1,532.40

B-6

Schedule of Encumbrances

Animal Control Trust Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018 B 555.00

Decreased by:

Disbursements B-2 90.00

Balance - December 31, 2019

B 465.00

City of Summit, N.J.

Schedule of Interfund Accounts Receivable (Payable)

Trust Fund

Year Ended December 31, 2019

Ref.	B	(41,742.74)	Animal Control		Other Trust		Sewer Assessment Fund		Assessment Trust	
			Current Fund	Current Fund	Current Fund	Assessment Fund	Current Fund	Assessment Fund	General Capital	
Balance - December 31, 2018										
Increased by:										
Schedule of Reserves	B-8				1,250.00					
Assessments Collected	B-9				-					
Reserve for Encumbrances	B-17				1,125.87					
					2,375.87					
Decreased by:										
Cash Receipts	B-2				375.62					
Statutory Excess	B-4	17,967.85			-					
Assessment Adjustments	B-9	-			-				(25.33)	
Bond Payments	B-14	-			-				85,000.00	
		17,967.85			375.62				84,974.67	
Balance - December 31, 2019	B	(59,710.59)		69,276.88	(4,659.89)				131,218.61	(113,403.42)

City of Summit, N.J.

Schedule of Other Trust Funds

Trust Funds

Year Ended December 31, 2019

	Balance Dec. 31, 2018	Increased	Decreased	Balance Dec. 31, 2019
Reserve for:				
Fire Prevention	8,531.34	-	1,287.00	7,244.34
Self-Insurance	2,086,482.97	4,969,870.80	5,064,291.66	1,992,062.11
C.O.A.H. Deposits	2,064,415.76	298,779.61	31,634.40	2,331,560.97
Overlook Hospital	23,797.71	-	-	23,797.71
Developers Escrow	432,534.28	117,653.04	143,023.04	407,164.28
Forfeited Property	47,072.88	940.21	1,990.32	46,022.77
Uniform Construction Code	918,903.38	888,278.23	1,178,930.11	628,251.50
State Unemployment Insurance	106,418.94	79,830.97	28,870.13	157,379.78
Confidential Funds	1,425.03	28.87	-	1,453.90
Payroll	583,695.22	21,472,412.52	21,220,684.31	835,423.43
Miscellaneous Deposits	2,319,979.91	1,715,812.77	1,293,969.25	2,741,823.43
	<u>8,593,257.42</u>	<u>29,543,607.02</u>	<u>28,964,680.22</u>	<u>9,172,184.22</u>

B

B

	Ref.	
Cash Receipts	B-2	29,542,357.02
Cash Disbursements	B-2	-
Interfund - Current	B-7	1,250.00
Encumbrances	B-17	-
		<u>295,000.64</u>
		<u>29,543,607.02</u>
		<u>28,964,680.22</u>

City of Summit, N.J.

Schedule of Assessments Receivable

Assessment Trust Funds

Year Ended December 31, 2019

Description	Assessment Number	Date Confirmed	Annual Installments	Balance Dec. 31, 2018	Adjustment	Collected	Balances Pledged To:	
							Assessment Bonds	Dec. 31, 2019
Whittridge Road Drainage Improvements	327	02/18/11	10 Years	409,51		201,36	208,15	208,15
Sidewalk Improvements - Various Locations	328	02/18/11	10 Years	1,475,17	(6,01)	881,73	593,43	593,43
Oak Ridge Avenue Section III	329	02/18/11	10 Years	5,209,13	-	2,774,52	2,434,61	2,434,61
Hobart Avenue Section III	330	10/04/11	10 Years	3,232,17	(7,16)	1,532,72	1,692,29	1,692,29
Aubrey Street	331	10/04/11	10 Years	999,12	(0,04)	654,64	344,44	344,44
High Street	332	10/04/11	10 Years	2,530,77	(6,16)	1,222,75	1,301,86	1,301,86
Hobart Avenue Section III	333	10/04/11	10 Years	1,299,16	-	638,78	660,38	660,38
Various Roads	335	03/06/12	10 Years	432,21	-	145,35	286,86	286,86
Woodland Avenue	337	06/06/12	10 Years	869,03	-	463,06	405,97	405,97
Parkview Terrace Area	338	06/06/12	10 Years	228,28	-	73,57	154,71	154,71
New England Avenue	339	06/06/12	10 Years	280,27	-	90,34	189,93	189,93
Norwood Avenue	340	06/06/12	10 Years	1,960,52	-	631,86	1,328,66	1,328,66
Beekman Road	341	06/06/12	10 Years	6,843,56	(0,03)	2,358,69	4,484,84	4,484,84
Miele Place/Plain Street	342	06/06/12	10 Years	5,671,65	(2,47)	2,584,51	3,084,67	3,084,67
Sunset Drive	343	06/06/12	10 Years	7,107,31	-	3,451,64	3,655,67	3,655,67
Kent Place Boulevard	344	06/18/13	10 Years	3,498,56	-	1,001,34	2,497,22	2,497,22
Greenfield Avenue	345	06/18/13	10 Years	673,76	-	160,11	513,65	513,65
Beechwood Road	347	06/18/13	10 Years	3,377,09	-	950,03	2,427,06	2,427,06
Bellevue Avenue	348	07/08/14	10 Years	13,213,97	-	2,230,13	10,983,84	10,983,84
Bedford Road	349	07/08/14	10 Years	5,374,45	-	1,005,61	4,368,84	4,368,84
Hawthorne Place	350	07/08/14	10 Years	4,758,04	-	893,04	3,865,00	3,865,00
Hillcrest Avenue	351	07/08/14	10 Years	6,149,58	(0,30)	1,113,83	5,035,45	5,035,45
Valley View Avenue	352	07/08/14	10 Years	12,306,28	-	2,068,92	10,237,36	10,237,36
Waldron Avenue	353	07/08/14	10 Years	7,078,95	-	1,326,22	5,752,73	5,752,73
Badeau Avenue	354	07/28/15	10 Years	5,333,69	-	835,14	4,498,55	4,498,55
ShadySide Avenue	356	07/28/15	10 Years	3,027,45	(9,16)	933,52	2,084,77	2,084,77
Salt Brook Stabilization	357	07/28/15	10 Years	47,548,32	-	7,279,21	40,269,11	40,269,11
Essex Road	358	07/26/16	10 Years	29,036,94	-	3,927,01	25,109,93	25,109,93
Various Roads	359	07/26/16	10 Years	12,536,77	-	3,990,49	8,566,28	8,566,28
Fairview Avenue	360	07/26/16	10 Years	4,444,99	-	601,52	3,843,47	3,843,47
Fernwood Road & Ridge Road	361	07/26/16	10 Years	23,091,44	-	6,399,56	16,691,88	16,691,88
				220,018,14	(25,33)	52,421,20	167,571,61	167,571,61
				B	B-7	B-7	B	B

City of Summit, N.J.

Schedule of Prospective Assessments Funded

Trust Funds

Year Ended December 31, 2019

Ordinance Number	Improvement Description	Balance Dec. 31, 2018	Bonded in 2019	Balance Dec. 31, 2019
2988	Bedford Road and Plain Street	17,000.00	-	17,000.00
2989	Hawthorne Place	50,000.00	-	50,000.00
2990	Hillcrest Avenue	30,000.00	-	30,000.00
2991	Valley View Avenue	78,000.00	-	78,000.00
2992	Waldron Avenue	50,000.00	-	50,000.00
3021	Badeau Avenue	40,000.00	-	40,000.00
3022	Llewellyn Road	25,000.00	-	25,000.00
3023	ShadySide Avenue	30,000.00	-	30,000.00
3026	Essex Road Curb & Sidewalk Improvements	(1,885.60)	-	(1,885.60)
3027	Magnolia Place, Primrose Place, Montview Road & Surrey Road Curb & Sidewalk Improvements	13,663.76	-	13,663.76
3063	Druid Hill Road	125,000.00	-	125,000.00
3064	Fairview Avenue Curb & Sidewalk Improvements	26,320.00	-	26,320.00
3065	Fernwood Road & Ridge Road Curb & Sidewalk Improvements	99,623.32	-	99,623.32
3115	Various Road Improvements	-	235,000.00	235,000.00
3144	Various Road Improvements	-	100,000.00	100,000.00
3169	Various Road Improvements	-	200,000.00	200,000.00
		<u>582,721.48</u>	<u>535,000.00</u>	<u>1,117,721.48</u>
		<u><u>B</u></u>	<u><u>B-14</u></u>	<u><u>B</u></u>

City of Summit, N.J.

Schedule of Community Development Block Grant Receivables

Other Trust Funds

Year Ended December 31, 2019

Project Name	Project Number	Balance Dec. 31, 2018	2019 Contracts	Collected	Cancelled	Balance Dec. 31, 2019
Community Center Senior Lounge	017-063	100,000.00	-	100,000.00	-	-
Housing Authority Project Ind.	018-292	5,000.00	-	-	5,000.00	-
Summit Youth Center	018-294	3,000.00	-	3,000.00	-	-
Senior Citizen Transportation	018-295	3,000.00	-	3,000.00	-	-
Improvement to Fitness Center/Senior Lounge	018-063	20,900.00	-	-	20,900.00	-
Housing Authority Project Ind.	019-292	-	5,000.00	-	-	5,000.00
Summit Youth Center	019-294	-	3,000.00	3,000.00	-	-
Senior Citizen Transportation	019-295	-	4,000.00	4,000.00	-	-
		<u>131,900.00</u>	<u>12,000.00</u>	<u>113,000.00</u>	<u>25,900.00</u>	<u>5,000.00</u>
		<u><u>B</u></u>	<u><u>B-12</u></u>	<u><u>B-2</u></u>	<u><u>B-12</u></u>	<u><u>B</u></u>

City of Summit, N.J.

Schedule of Community Development Block Grant Reserves

Other Trust Funds

Year Ended December 31, 2019

Project Name	Project Number	Balance Dec. 31, 2018	2019 Contracts	Disbursements	Cancelled	Balance Dec. 31, 2019
Summit Youth Center	017-294	3,000.00	-	3,000.00	-	-
Community Center Senior Lounge	017-063	100,000.00	-	100,000.00	-	-
Housing Authority Project Ind.	018-292	5,000.00	-	-	5,000.00	-
Summit Youth Center	018-294	3,000.00	-	3,000.00	-	-
Senior Citizen Transportation	018-295	3,000.00	-	-	-	3,000.00
Improvement to Fitness Center/Senior Lounge	018-063	20,900.00	-	-	20,900.00	-
Housing Authority Project Ind.	019-292	-	5,000.00	-	-	5,000.00
Summit Youth Center	019-294	-	3,000.00	-	-	3,000.00
Senior Citizen Transportation	019-295	4,000.00	-	-	-	4,000.00
	<u>134,900.00</u>	<u>12,000.00</u>	<u>106,000.00</u>	<u>25,900.00</u>	<u>-</u>	<u>15,000.00</u>
Rent Income						
	<u>12,717.85</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,717.85</u>
	<u><u>B</u></u>	<u><u>B-11</u></u>	<u><u>B-2</u></u>	<u><u>B-11</u></u>	<u><u>B</u></u>	<u><u>27,717.85</u></u>

City of Summit, N.J.

Schedule of Library Reserves

Other Trust Funds

Year Ended December 31, 2019

	<u>Ref.</u>	<u>Total</u>	<u>Special Account</u>	<u>Endowment Fund</u>	<u>Petty Cash</u>	<u>Garfinkel Memorial</u>	<u>Lindabury Memorial</u>
Balance - December 31, 2018	B	259,875.97	211,523.41	32,342.12	1,139.08	9,005.94	5,865.42
Increased by:							
Cash Receipts	B-2	<u>153,115.50</u> <u>412,991.47</u>	<u>135,233.19</u> <u>346,756.60</u>	<u>6,746.72</u> <u>39,088.84</u>	<u>10,402.39</u> <u>11,541.47</u>	<u>654.11</u> <u>9,660.05</u>	<u>79.09</u> <u>5,944.51</u>
Decreased by:							
Cash Disbursements	B-2	<u>131,256.50</u>	<u>120,907.30</u>	<u>125.00</u>	<u>10,081.34</u>	<u>142.86</u>	<u>-</u>
Balance - December 31, 2019	B	<u>281,734.97</u>	<u>225,849.30</u>	<u>38,963.84</u>	<u>1,460.13</u>	<u>9,517.19</u>	<u>5,944.51</u>

City of Summit, N.J.

Schedule of Assessment Serial Bonds Payable

Assessment Fund

Year Ended December 31, 2019

City of Summit, N.J.

Schedule of Reserve for Assessments and Liens

Assessment Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	B	175,583.64
Increased by:		
Bonds Payable	B-14	<u>40,000.00</u>
Balance - December 31, 2019	B	<u>215,583.64</u>

Schedule of Reserve for Unconfirmed Assessment Receipts

Assessment Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	B	<u>3,297.50</u>
Balance - December 31, 2019	B	<u>3,297.50</u>

City of Summit, N.J.

Schedule of Encumbrances

Other Trust Funds

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	B	346,725.83
Increased by:		
Interfund - Current Fund	B-7	1,125.87
Other Trust Funds	B-8	<u>295,000.64</u>
		<u>296,126.51</u>
		<u>642,852.34</u>
Decreased by:		
Disbursements	B-2	<u>321,172.03</u>
Balance - December 31, 2019	B	<u>321,680.31</u>

City of Summit, N.J.

Schedule of Cash - Treasurer

General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C;C-3	5,521,630.71
Increased by Receipts:		
Premium on Bond Sale	C-1	10,213.24
Premium on Note Sale	C-1	35,412.62
Schedule of Interfunds	C-4	18,248.96
Deferred Charges to Future Taxation:		
Unfunded	C-7	75,000.00
Municipal Serial Bonds Payable	C-8	28,130,000.00
Bond Anticipation Notes Payable	C-10	4,798,000.00
Reserve for Legal Fees	C-18	688.76
Reserve for Community Center	C-20	<u>125,919.06</u>
		<u>33,193,482.64</u>
		<u>38,715,113.35</u>
Decreased by Disbursements:		
Fund Balance	C-1	328,000.00
Schedule of Interfunds	C-4	338,000.00
Bond Anticipation Notes Payable	C-10	23,274,000.00
Encumbrances Payable	C-11	9,239,705.35
Reserve for Prepaid Assessments	C-14	5,000.00
Reserve for Refunding Issuance Costs	C-16	604.00
Reserve for Legal Fees	C-18	836.00
Reserve for Rebate Liability	C-19	3,133.00
Reserve for Community Center Project	C-20	<u>81,130.00</u>
		<u>33,270,408.35</u>
Balance - December 31, 2019	C;C-3	<u>5,444,705.00</u>

City of Summit, N.J.
Analysis of Cash
General Capital Fund

Year Ended December 31, 2019

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Ord. No.	Description	Date	Disbursements						Balance or (Deficit) Dec. 31, 2019
			Budget Authorizations	Proceeds of Bonds Issued	Grants Received	Proceeds of BAN Sale	Miscellaneous	Bond Anticipation Notes	
	General Improvements								
2362	Improvement of Blackburn Place, Oakley Avenue	05/03/1998	(753,248)						
2372	Improvement of City Property (Pool Building)	09/22/1998	(3,675,15)						
2382	Recreational Facilities Improvement (Pocket Park)	12/12/1998	(3,971,54)						
2400	Storm Water Drainage Facilities	07/13/1999	(10,193,35)						
2403	Improvement of Bryant Pkwy, Chapel, Dayton, Clark Street and Willow Road	07/13/1999	(6,630,91)						
2424	Upgrade Automated Catalogue System of Library	04/04/2000	(67,400,00)						
2435	Various Improvements and Purposes	06/20/2000	(19,335,27)						
2443	Improvement of Portion of Blackburn Road	07/18/2000	(21,93)						
2458	Construction of Underground Utilities	12/19/2000	(2,745,30)						
2478	Various Improvements and Purposes	06/06/2001	(90,233,89)						
2498	Construction of Curb & Sidewalks Adjacent to Municipality-owned Property on Broad Street	09/05/2001	(381,05)						
2507	Supplemental Appropriation for Construction or Reconstruction Curb & Sidewalks - Broad St.	12/18/2001	(5,320,87)						
2509	Supplemental Appropriation for Construction or Reconstruction Curb & Sidewalks - Broad St.	12/19/2001	(12,683,45)						
2523	Improvement of a Portion of Blackburn Road	05/07/2002	(13,361,18)						
2531	Further Supplemental Appropriation - Improvement of Municipality-owned facilities (DPW Garage)	05/21/2002	(99,329,12)						
	Renovation of Johnson Center	07/16/2002	(7,587,81)						
2563	Supplemental Appropriation for Construction or Reconstruction Curb & Sidewalks - Broad St.	06/04/2003	(40,454,64)						
2595	Improvement of Cane Brook Parkway	05/04/2004	(17,693,30)						
2618	Mobile Fire Safety Education Trainer/Education Ctr. Pedestrian Crosswalk Project	08/17/2004	(1,327,79)						
2641	Improvement of Tatchuk Field	10/03/2004	(11,993,77)						
2660	Various Improvements and Purposes	05/03/2005	(2,535,53)						
2714	Various Improvements and Purposes	06/21/2005	(64,29)						
2726	Renovation of CCBBA Equipment and Signs	05/16/2005	64,29						
2781	Pedestrian Safety Beacons at Various Locations	05/04/2005	(40,454,64)						
2813	Various Improvements and Purposes	07/29/2005	(21,962,03)						
2872	Audrey Street Road Improvements	10/07/2005	(11,946,04)						
2829	High Street Roadway Improvements	11/05/2005	(66,193,74)						
2849	Parkview Terrace Area Stormwater Drain	04/07/2006	(59,711,04)						
2878	Various Improvements or Purposes	11/04/2006	(21,962,03)						
2880	Improvement of Portion of Woodland Avenue	12/01/2006	(9,383,44)						
2882	Improvement of Portion of New England Avenue	12/01/2006	(1,377,35)						
2912	Various Improvements or Purposes	10/19/2007	(2,130,35)						
2921	Beckman Road Roadway Improvements	10/19/2007	(2,130,35)						
2923	Middle Place Roadway Improvements	10/19/2007	(2,210,38)						
2940	Additional Communications Equipment	04/05/2010	(51,190,79)						
2942	Keat Place Boulevard Roadway Improvements	04/05/2011	(53,115,15)						
	Ashland Rd. Roadway Improvements	07/12/2011	(136,274,17)						
			(2,104,61)						
			(147,901,39)						
			(2,130,35)						
			(2,210,38)						
			(51,190,79)						
			(53,115,15)						
			(136,274,17)						
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			(2,210,38)						
			(51,190,79)						
			(53,115,15)						
			(136,274,17)						
			(2,104,61)						
			(2,130,35)						
			(2,210,38)						

City of Summit, N.J.
Analysis of Cash
General Capital Fund

Year Ended December 31, 2019

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Obj. No.	Description	Date	Improvement Authorizations				Disbursements				Balance or (Deficit) Dec. 31, 2019
			Budget Appropriations	Balance or (Deficit) Dec. 31, 2018	Receipts Proceeds of Bonds Received	Proceeds of BAN Sale	Bund Anticipa tion Notes	Miscellaneous	Miscellaneous	Transfers (From)	
2950	Various Improvements	07/1/2011	(958,161.23)							(27,741.23)	(83,909.46)
2958	Greenfield Avenue Roadway Improvements	11/01/2011	11,946.04								11,946.04
2960	Belleme Avenue Roadway Improvements	11/01/2011	(5,307.25)								(5,307.25)
2964	Beechwood Rd. Roadway Improvements	11/01/2011	(2,453.34)								(2,453.34)
2985	Deforest Avenue Improvements	06/19/2012	(51,344.71)								(51,344.71)
2986	Various Improvements	06/19/2012	(466,725.82)								(466,725.82)
3000	Memorial Field Improvements	12/02/2012	(466,382.27)								(466,382.27)
3023	Emergency Services Dispatch Center Construction	02/05/2013	(14,995.21)								(14,995.21)
3017	Baldie Avenue Improvement Project	6/18/2013	74,366.53								74,366.53
3018	Various Improvements (Capital Surplus 2013)	6/18/2013	103,781.26								(103,781.26)
3019	Various Improvements or Purposes	6/18/2013	(1,009.16)								(1,009.16)
3039	Family Aquatic Center Parking Lot Improvements	11/06/2013	(8,380.85)								(8,380.85)
3055	Various Road Improvements	7/8/2014	25,046.56								18,753.69
3057	Various Improvements	7/8/2014	123,145.02								121,512.92
3066	Various Improvements	7/29/2014	(84,248.13)								(88,246.50)
3081	Upgrade of Fire Department Radio System	5/06/2015	376.00								9.68
3084	Various Improvements or Purposes	6/9/2015	648,761.68								434,232.58
3087	Improvement of Direct Ave	6/9/2015	64,074.78								64,074.78
3096	Various Improvements or Purposes	1/12/2015	29,004								240.74
3114	Various Improvements or Purposes	7/5/2016	87,813.24								(23,989.97)
3130	Community Center Renovation Project	3/14/2017	(617,921.51)								(617,921.51)
3141	Various Improvements	6/20/2017	840,797.76								462,830.91
3166	Various Improvements	6/25/2018	(921,044.03)								684,074.78
3178	Various Improvements	12/4/2018	51,000.00								361,030.73
3191	Various Improvements	6/18/2019									794,364.76
3192	Acquisition of Property	6/18/2019									(1,539,791.29)
General and Special Improvements											
2339	Construction and Reconstruction of Curbs and Blocks on William, Walnut (portion), Sycor, etc.	04/21/1998	(15,755.17)								
2363	Construction and Reconstruction of Curbs on Blackburn Place and Oakley Avenue	05/03/1998	(22,161.91)								
2367	Construction and Reconstruction of Curbs on Blackhawk Phee and Oakley Avenue	07/14/1998	(34,707.65)								
2404	Construction and Reconstruction of Curbs and Sidewalks on Briar Pkwy, Chapel, Dayton, etc.	07/13/1999	(33,924.20)								
2418 & 2464	Improvement of Special Improvement District considering Lom	03/10/2000	87,015.06								(87,015.06)
2432	Construction and Reconstruction of Curbs and Sidewalks on Tulip Street	03/26/2001									
2447	Construction and Reconstruction of Curbs and Sidewalks along portion of Blaeburn Road	06/07/2000	(72,012.53)								
2534	Construction or Reconstruction of Curbs and Sidewalks along a portion of Blaeburn Road	09/19/2000	(34,654.71)								(34,654.71)
2596	Construction or Reconstruction of Curbs and Sidewalks along a portion of Cane Brook Parkway	05/21/2002	(33,845.34)								(33,845.34)
2663	Construction or Reconstruction of Curbs and Sidewalks along portion of Cane Brook Parkway	05/04/2004	(53,145.32)								(53,145.32)
2670	Construction or Reconstruction of Curbs and Sidewalks along a portion of Oak Ridge Avenue	07/22/2005	(10,809.69)								(10,809.69)
2717	Construction or Reconstruction of Curbs and Sidewalks along a portion of Cane Brook Parkway	10/05/2005	(15,451.62)								(15,451.62)
		06/07/2006	(46,413.37)								(46,413.37)

City of Summit, N.J.
Analysis of Cash
General Capital Fund

Year Ended December 31, 2019

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Ord. No.	General and Local Improvements (Continued)	Description	Date	Receipts				Disbursements				Balances			
				Budget	Appropriations	Proceeds of Bond Sale	Grants Received	Proceeds of BAN Sale	Miscellaneous	Bond Anticipation Notes	Miscellaneous	Transfers (From)	Transfers (To)	Balances or (Deficit) Dec. 31, 2018	Balances or (Deficit) Dec. 31, 2019
Improvement Authorizations:															
2838	Construction or Reconstruction of Curbs and Sidewalks along Various Roads (Parkview, Larchmont, etc.)		(12,055.87)											(12,055.87)	
2883	Construction or Reconstruction of Curbs and Sidewalks along 41 portion of New England Avenue		(2,044.11)											(2,044.11)	
2924	Construction or Reconstruction of Curbs and Sidewalks along Sunset Drive		(944.62)											(944.62)	
2941	Construction or Reconstruction of Curbs and Sidewalks along Kent Place Boulevard	04/05/2011	(4,543.91)											(4,543.91)	
2959	Construction or Reconstruction of Curbs and Sidewalks along Greenfield Avenue	1/1/2011	(587.05)											(587.05)	
2961	Construction or Reconstruction of Curbs and Sidewalks along Bellview Avenue	1/1/2011	(42,297.77)											(42,297.77)	
2983	Construction or Reconstruction of Curbs and Sidewalks along Bland Avenue	1/1/2011	(3,934.14)											(3,934.14)	
2965	Construction or Reconstruction of Curbs and Sidewalks along Birchwood Road	11/01/2011	(778.95)											(778.95)	
2988	Bedford Road Roadway & Assessments	06/19/2012	12,979.78											12,979.78	
2989	Hawthorne Place Roadway & Assessments	06/19/2012	55,461.51											55,461.51	
2990	Hillcrest Avenue Roadway & Assessments	06/19/2012	36,904.46											36,904.46	
2981	Valley View Roadway & Assessments	06/19/2012	76,033.63											76,033.63	
2992	Walnut Avenue Roadway & Assessments	06/19/2012	48,875.73											48,875.73	
3016	DeForest Avenue Improvements	06/14/2013	1,730.44											1,730.44	
3021	Balden Avenue Improvements	07/22/2013	140,709.02											140,709.02	
3022	Llewellyn Road Improvements	07/22/2013	139,436.36											139,436.36	
3023	Shadydale Avenue Improvements	07/21/2013	112,301.75											112,301.75	
3026	Eastex Road Improvements	09/03/2013	13,184.48											13,184.48	
3027	Various Roads Improvements 2013	09/03/2013	(48,167.51)											(48,167.51)	
3044	Sail Brook Improvements	02/19/2014	(559.56)											(559.56)	
3063	Droid Hill Road Improvements	07/09/2014	39,222.88											39,222.88	
3064	Fairview Avenue Road Improvements	07/29/2014	36,546.30											36,546.30	
3065	Fernwood Rd. Ridge Rd. Improvements	07/29/2014	64,339.93											64,339.93	
3066	Various Improvements to Special District	5/26/2015	376,427.18											376,427.18	
3115	Improvements to Various Roads	7/6/2016	206,908.65											206,908.65	
3144	Improvement of Various Roads	7/1/2017	11,312.63											11,312.63	
3169	Improvement of Various Roads	7/5/2018	1,422,000.00											1,422,000.00	
3195	Improvement of Various Roads	6/18/2019												1,304,000.00	
Improvement Authorizations:															
Ord. No.	School Improvements	Description	Date												
2847	School Improvements (Boiler, Ren-roof, Fire Protection)	04/07/2009	52,071.46												52,071.46
2888	School Improvements (Gavion, Franklin, Jefferson, etc.)	12/15/2009	29,641.91												29,641.91
2931	School Improvements (R.O.D Tier III)	12/07/2010	1,434,312.00												1,434,312.00
3045	School Improvements (R.O.D Tier IV)	02/18/2014	3,172,453.92												3,172,453.92
	C.C.2	5,321,630.71													5,321,630.71
															5,321,630.71
															5,321,630.71
															5,321,630.71
															5,321,630.71

City of Summit, N.J.

Schedule of Interfunds

General Capital Fund

Year Ended December 31, 2019

Ref.	Total	Current Fund	Assessment Trust Fund	Sewer Utility Capital Fund	Parking Utility Capital Fund	
Balance - December 31, 2018 Due From (To)			86,680.08	(26,723.34)	113,403.42	-
Increased by:					-	-
Cash Disbursements	C-2	338,000.00	338,000.00	-	-	-
Capital Improvements Fund	C-12	735,275.00	735,275.00	-	-	-
		<u>1,073,275.00</u>	<u>1,073,275.00</u>	<u>113,403.42</u>	<u>-</u>	<u>-</u>
		<u>1,159,955.08</u>	<u>1,046,551.66</u>	<u>-</u>	<u>-</u>	<u>-</u>
Decreased by:						
Cash Receipts	C-2	18,248.96	9,025.17	-	3,725.69	5,498.10
Reserve to Pay Debt	C-17	210,000.00	210,000.00	-	-	-
		<u>228,248.96</u>	<u>219,025.17</u>	<u>-</u>	<u>3,725.69</u>	<u>5,498.10</u>
Balance - December 31, 2019 Due From (To)	C	<u>1,141,706.12</u>	<u>827,526.49</u>	<u>113,403.42</u>	<u>(3,725.69)</u>	<u>(5,498.10)</u>

City of Summit, N.J.

Due From Summit Board of Education - ROD Grants

General Capital Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	C	<u>11,816.86</u>
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Balance - December 31, 2019	C	<u>11,816.86</u>
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City of Summit, N.J.

Schedule of Deferred Charges to Future
Taxation - Funded

General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C	51,020,000.00
Increased by:		
General Serial Bonds Issued	C-7	<u>28,130,000.00</u>
		<u>79,150,000.00</u>
Decreased by:		
Budget Appropriations to Pay Bonds and Loans:		
Municipal Serial Bonds	C-8	2,000,000.00
School Serial Bonds	C-9	4,435,000.00
Paid by Premium on Bond Sale		
Serial Bonds	C-8	2,095,000.00
Assessment Bonds Transferred to Trust Fund	C-8	<u>495,000.00</u>
		<u>9,025,000.00</u>
Balance - December 31, 2019	C	<u>70,125,000.00</u>

Schedule of Deferred Charges to Future Taxation - Unfunded
General Capital Fund
Year Ended December 31, 2019

Ordinance Number	Date	General Improvement Description	Balance Dec. 31, 2018	2019 Authorizations	Notes Paid by 2019 Budget Appropriation	Analysis of Balance - Dec. 31, 2019			
						Transferred To Charges Future Taxation Funded	Balance Dec. 31, 2019	Financed by Bond Anticipation Notes	Expended
2362	05/05/1998	Improvement of Blackburn Place, Oakley Avenue	755.28	-	-	753.28	-	-	-
2372	09/22/1998	Improvement of City Property (Poo Building)	3,675.15	-	-	3,675.15	-	-	-
2382	12/15/1998	Recreational Facilities Improvement (Rocket Pks)	9,971.54	-	-	9,971.54	-	-	-
2400	07/13/1999	Storm Water Drainage Facilities	10,193.35	-	-	10,193.35	-	-	10,193.35
2403	07/13/1999	Improvement of Bryant Playg, Chapl, Dayton, Clark Street and Willow Road	9,630.91	-	-	9,630.91	-	-	-
2424	04/04/2000	Upgrade Automated Catalogue System of Library	67,600.00	-	-	67,600.00	-	-	-
2435	06/20/2000	Various Improvements and Purposes	19,345.27	-	-	19,345.27	-	-	-
2443	07/18/2000	Improvement of Portion of Blackburn Road	21.93	-	-	21.93	-	-	-
2458	12/19/2000	Construction of Underground Utilities	2,745.30	-	-	2,745.30	-	-	-
2478	06/06/2001	Municipally-owned Buildings, Taftock Grandstand	90,733.89	-	-	90,733.89	-	-	-
2498	09/05/2001	Construction of Curbs & Sidewalks Adjacent to Municipally-owned Property on Broad Street	381.05	-	-	381.05	-	-	-
2507	12/18/2001	Supplemental Appropriation for Construction or Reconstruction Curbs & Sidewalks - Broad St.	5,320.87	-	-	5,320.87	-	-	-
2509	12/18/2001	Supplemental Appropriation for Construction or Reconstruction Curbs & Sidewalks - Broad St.	12,683.45	-	-	12,683.45	-	-	-
2523	05/07/2002	Improvement of a Portion of Blackburn Road	13,361.18	-	-	13,361.18	-	-	-
2531	05/21/2002	Further Supplemental Appropriation - Improvement of Municipally-owned facilities (PEW Garage)	99,329.12	-	-	99,329.12	-	-	-
2540	07/16/2002	Renovation of Johnson Center	7,587.81	-	-	7,587.81	-	-	-
2553	06/04/2003	Acquisition of SCBA, Equipment and Signs	40,454.64	-	-	40,454.64	-	-	-
2595	05/04/2004	Improvement of Canoe Brook Parkway	17,693.30	-	-	17,693.30	-	-	-
2608	08/17/2004	Mobiles Fire Safety/Education Trailer/Education Ctr.	1,327.79	-	-	1,327.79	-	-	-
2618	10/05/2004	Pedestrian Crosswalk Project	11,993.77	-	-	11,993.77	-	-	-
2641	05/03/2005	Improvement of Taftock Field	2,535.53	-	-	2,535.53	-	-	-
2726	09/06/2006	Improvement of Transfer Station Floor	21,962.03	-	-	21,962.03	-	-	-
2781	12/18/2007	Pedestrian Safety Beacons at Various Locations	17,946.04	-	-	17,946.04	-	-	-
2813	07/29/2008	Various Improvements or Purposes	64,183.74	-	-	64,183.74	-	-	-
2822	10/07/2008	Aubrey Street Road Improvements	59,711.04	-	-	59,711.04	-	-	-
2829	11/05/2008	High Street Roadway Improvements	1,147.90	-	-	1,147.90	-	-	-
2849	04/07/2009	Parkview Terrace Area Stormwater Drain	2,264.41	-	-	2,264.41	-	-	-
2875	11/04/2009	Various Improvements or Purposes	19,562.99	-	-	19,562.99	-	-	-
2880	12/01/2009	Improvement of Parkview Terrace Area Roadway	1,377.35	-	-	1,377.35	-	-	-
2882	12/01/2009	Improvement of New England Avenue	2,130.35	-	-	2,130.35	-	-	-
2912	10/19/2010	Various Improvements or Purposes	232,752.78	-	-	232,752.78	-	-	-
2923	10/19/2010	Midfield Place Roadway Improvements	2,210.38	-	-	2,210.38	-	-	-
2925	10/19/2010	Sunset Drive Roadway Improvements	5,190.79	-	-	5,190.79	-	-	-
2940	04/05/2011	Additional Communications Equipment	55,115.15	-	-	55,115.15	-	-	-
2948	07/12/2011	Ashland Rd. Roadway Improvements	89,000.00	-	-	89,000.00	-	-	-
2950	07/12/2011	Various Improvements	902,257.10	-	-	902,257.10	-	-	-
2958	11/01/2011	Greenfield Avenue Roadway Improvements	10,000.00	-	-	10,000.00	-	-	-
2960	11/01/2011	Belleview Avenue Roadway Improvements	34,000.00	-	-	34,000.00	-	-	-
2964	11/01/2011	Beechwood Rd. Roadway Improvements	5,000.00	-	-	5,000.00	-	-	-
2965	06/19/2012	Deforest Avenue Improvements	61,250.00	-	-	61,250.00	-	-	-
2986	06/19/2012	Various Improvements	466,409.72	-	-	466,409.72	-	-	-
3000	12/18/2012	Memorial Field Improvements	466,585.27	-	-	466,585.27	-	-	-
3003	01/15/2013	Emergency Services Dispatch Center	14,995.21	-	-	14,995.21	-	-	-
3017	06/18/2013	Middle Avenue Roadway Improvements	38,000.00	-	-	38,000.00	-	-	-
3019	06/18/2013	Various Capital Improvements	381,611.02	-	-	381,611.02	-	-	-
3039	11/26/2013	Family Aquatic Center Parking Lot Improvements	8,380.85	-	-	8,380.85	-	-	-

Schedule of Deferred Changes to Future Taxation - Unfunded

General Capital Fund

Year Ended December 31, 2019

Ordinance Number	Date	Improvement Description	Balance Dec. 31, 2018	2019 Authorizations	Notes Paid by 2019 Budget Appropriation	Funded by Budget Appropriation	Transferred To Charges Future Taxation Funded	Balance Dec. 31, 2019	Analysis of Balance - Dec. 31, 2019		
									Financed by Bond Anticipation Notes	Expended	Unexpended Improvement Authorization
General Improvements (Continued):											
3055	07/08/2014	Various Road Improvements 2014 (Deforest, Beav., etc.)	526,500.00	-	-	-	526,500.00	-	-	-	
3066	07/29/2014	Various Improvements	3,570,361.83	-	-	-	2,221,000.00	1,349,361.83	-	360,115.33	
3075	04/25/2015	Acquisition of New and Additional Equipment	161,500.00	-	-	-	161,500.00	-	-	-	
3081	05/26/2015	Upgrade of Fire Department Radio System	233,000.00	-	-	-	333,000.00	-	-	-	
3084	06/09/2015	Various Improvements or Purposes	3,695,000.00	-	-	-	3,695,000.00	-	-	-	
3114	07/15/2016	Various Improvements or Purposes	3,428,000.00	-	-	-	3,428,000.00	-	-	-	
3130	02/14/2017	Community Center Renovation Project	5,290,000.00	-	-	-	4,590,000.00	-	-	-	
3141	06/20/2017	Various Improvements or Purposes	2,952,000.00	-	-	-	2,952,000.00	-	-	-	
3166	06/05/2018	Various Improvements	2,375,000.00	-	-	-	2,375,000.00	-	-	-	
3178	12/04/2018	Pool Resurfacing & Fire Department Headquarters	999,000.00	-	-	-	999,000.00	-	-	-	
3191	6/18/2019	Various Improvements	-	1,999,000.00	-	-	-	1,999,000.00	-	-	
3192	6/18/2019	Acquisition of Property	-	1,495,000.00	-	-	-	1,495,000.00	-	-	
2359	04/21/1998	General and Local Improvements:	15,755.17	-	-	-	15,755.17	-	-	-	
2363	03/05/1998	Construction and Reconstruction of Curbs and Blocks on Wiffam, Walnut (portion), Sayre, etc.	22,161.91	-	-	-	22,161.91	-	-	-	
2367	07/14/1998	Construction and Reconstruction of Curbs on Blackburn Place and Oakley Avenue	38,707.65	-	-	-	22,682.95	-	16,024.70	-	
2404	07/13/1999	Construction and Reconstruction of Curbs and Sidewalks on Bryant Pkwy, Chapel, Dayton, etc.	33,924.20	-	-	-	-	-	33,924.20	-	
2432	06/07/2000	Construction and Reconstruction of Curbs and Sidewalks on Tull Street	72,912.33	-	-	-	-	-	72,012.53	-	
2447	09/19/2000	Construction and Reconstruction of Curbs and Sidewalks on Glen Oaks, Manor Hill, Iris Road	34,654.71	-	-	-	-	-	34,654.71	-	
2524	05/21/2002	Construction or Reconstruction of Curbs and Sidewalks along a portion of Blackburn Road	33,885.34	-	-	-	-	-	33,885.34	-	
2396	05/04/2004	Construction or Reconstruction of Curbs and Sidewalks along a portion of Cane Brook Parkway	55,145.32	-	-	-	-	-	55,145.32	-	
2663	07/12/2005	Construction or Reconstruction of Curbs and Sidewalks along a portion of Blackburn Road III	10,809.09	-	-	-	-	-	10,809.09	-	
2670	10/05/2005	Construction or Reconstruction of Curbs and Sidewalks along a portion of Oak Ridge Avenue	15,431.62	-	-	-	-	-	15,431.62	-	
2717	06/07/2006	Construction or Reconstruction of Curbs and Sidewalks along a portion of Cane Brook Parkway	46,413.37	-	-	-	-	-	46,413.37	-	
2858	06/16/2009	Construction or Reconstruction of Curbs and Sidewalks along Various Roads (Parcnew, Larned, etc.)	12,055.87	-	-	-	-	-	12,055.87	-	
2883	12/01/2009	Construction or Reconstruction of Curbs and Sidewalks along a portion of New England Avenue	2,044.11	-	-	-	-	-	2,044.11	-	
2924	10/19/2010	Construction or Reconstruction of Curbs and Sidewalks along Sunset Drive	944.62	-	-	-	-	-	944.62	-	
2941	04/05/2011	Construction or Reconstruction of Curbs and Sidewalks along Kent Place Boulevard	15,578.22	-	-	-	-	-	15,578.22	-	
2959	11/01/2011	Construction or Reconstruction of Curbs and Sidewalks along Greenfield Avenue	41,001.84	-	-	-	-	-	41,001.84	-	
2961	11/01/2011	Construction or Reconstruction of Curbs and Sidewalks along Bellevue Avenue	92,929.23	-	-	-	-	-	92,929.23	-	
2963	11/01/2011	Construction or Reconstruction of Curbs and Sidewalks along Euclid Avenue	27,208.00	-	-	-	-	-	27,208.00	-	

General Capital Fund

Year Ended December 31, 2019

Ordinance Number	Date	Improvement Description	2019			2019			Analysis of Balance - Dec. 31, 2019		
			Balance Dec. 31, 2018	Authorizations	Funded by Budget Appropriation	Notes Paid by 2019 Budget Appropriation	Balance Dec. 31, 2019	Transferred To Charges Future Taxation Funded	Financed by Bond Anticipation Notes	Expended	Unexpended Improvement Authorization
General and Local Improvements (Continued):											
2965	11/01/2011	Construction or Reconstruction of Curbs and Sidewalks along Beechwood Road	44,781.36	-	-	-	44,781.36	-	-	778.95	44,002.41
2988	06/19/2012	Bedford Road Roadway & Assessments	168,744.00	-	-	-	168,744.00	-	-	-	168,744.00
2989	06/19/2012	Hawthorne Place Roadway & Assessments	45,353.03	-	-	-	45,353.03	-	-	-	45,353.03
2990	06/19/2012	Hillcrest Avenue Roadway & Assessments	172,035.32	-	-	-	172,035.32	-	-	-	172,035.32
2991	06/19/2012	Valley View Roadway & Assessments	161,162.62	-	-	-	161,162.62	-	-	-	161,162.62
2992	06/19/2012	Waldron Avenue Roadway & Assessments	37,229.00	-	-	-	37,229.00	-	-	-	37,229.00
3021	07/02/2013	Badeau Avenue Roadway & Assessments	56,100.00	-	-	-	56,100.00	-	-	-	56,100.00
3022	07/02/2013	Llewellyn Road Roadway & Assessments	20,720.00	-	-	-	20,720.00	-	-	-	20,720.00
3023	07/02/2013	ShadySide Avenue Roadway & Assessments	71,652.64	-	-	-	71,652.64	-	-	-	71,652.64
3026	09/03/2013	Eastek Road Roadway & Assessments	57,000.00	-	-	-	57,000.00	-	-	-	57,000.00
3027	09/03/2013	MontView, Magnolia, Primrose, Surrey Roadway & Assessments	76,000.00	-	-	-	76,000.00	-	-	-	76,000.00
3044	02/18/2014	Salt Brook Improvements	-	-	-	-	-	-	-	-	-
3063	07/29/2014	Druid Hill Road Improvements	71,000.00	-	-	-	71,000.00	-	-	-	71,000.00
3064	07/29/2014	Fairview Avenue Road Improvements	33,000.00	-	-	-	33,000.00	-	-	-	33,000.00
3065	07/29/2014	Fernwood Road Ridge Road Improvements	47,000.00	-	-	-	47,000.00	-	-	-	47,000.00
3080	05/26/2015	Various Improvements to Special District	2,383,000.00	-	-	-	2,383,000.00	-	-	-	2,383,000.00
3115	07/16/2016	Improvement of Various Roads	2,214,000.00	-	-	-	2,214,000.00	-	-	-	2,214,000.00
3144	07/29/2017	Improvement of Various Roads	950,000.00	-	-	-	950,000.00	-	-	-	950,000.00
3169	07/29/2018	Improvement of Various Roads	1,482,000.00	-	-	-	1,482,000.00	-	-	-	1,482,000.00
3195	06/18/2019	Improvement of Various Roads	1,304,000.00	-	-	-	1,304,000.00	-	-	-	1,304,000.00
School Improvements:											
2931	12/07/2010	School Improvements (ROD Tier III)	584,808.26	-	-	-	584,808.26	-	-	-	584,808.26
3045	02/18/2014	School Improvements (ROD Tier IV)	292,176.41	-	-	-	292,176.41	-	-	-	292,176.41
			<u>36,271,534.46</u>	<u>C-13-C-21</u>	<u>4,798,000.00</u>	<u>C-10</u>	<u>75,000.00</u>	<u>C-2-C-21</u>	<u>28,130,000.00</u>	<u>C-6</u>	<u>4,798,000.00</u>
Improvement Authorizations Unfunded Less: Unexpended Proceeds of Bond Anticipation Notes - Ord. #											
										<u>C-10</u>	<u>130,797.00</u>
										<u>Ref</u>	<u>5,383,694.22</u>
										<u>C-13</u>	<u>161,379.41</u>
										<u>3191</u>	<u>794,364.76</u>
										<u>3192</u>	<u>30,208.71</u>
										<u>3195</u>	<u>1,036,518.39</u>
											<u>1,860,891.86</u>
											<u>2,272,840.24</u>

City of Summit, N.J.

Schedule of General Serial Bonds

General Capital Fund

Year Ended December 31, 2019

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2018</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2019</u>
			<u>Date</u>	<u>Amount</u>					
General Bonds	01/01/11	6,653,000.00	1/1/2020	480,000.00	3.50%	1,445,000.00	-	-	975,000.00
			1/1/2021	495,000.00	3.50%	1,445,000.00	-	-	975,000.00
General Bonds of 2014	01/07/14	7,460,000.00	1/15/2020	525,000.00	2.00%	540,000.00	2.00%	-	555,000.00
			1/15/2021	540,000.00	2.00%	555,000.00	2.25%	-	565,000.00
			1/15/2022	555,000.00	2.25%	565,000.00	2.50%	-	585,000.00
			1/15/2023	565,000.00	2.50%	585,000.00	2.50%	-	600,000.00
			1/15/2024	585,000.00	2.50%	600,000.00	2.75%	-	620,000.00
			1/15/2025	600,000.00	2.75%	620,000.00	3.05%	-	645,000.00
			1/15/2026	620,000.00	3.05%	645,000.00	3.05%	-	660,000.00
			1/15/2027	645,000.00	3.05%	660,000.00	3.05%	-	515,000.00
			1/15/2028	660,000.00	3.05%	5,810,000.00	-	-	5,295,000.00
General Bonds of 2016	4/7/2016	9,955,000.00	3/1/2020	1,000,000.00	1.50%	1,020,000.00	2.00%	-	1,040,000.00
			3/1/2021	1,020,000.00	2.00%	1,040,000.00	2.00%	-	1,060,000.00
			3/1/2022	1,040,000.00	2.00%	1,080,000.00	2.00%	-	1,105,000.00
			3/1/2023	1,060,000.00	2.00%	1,105,000.00	2.00%	-	1,135,000.00
			3/1/2024	1,080,000.00	2.00%	1,105,000.00	2.00%	-	1,135,000.00
			3/1/2025	1,105,000.00	2.00%	1,135,000.00	2.00%	-	8,425,000.00
General Refunding Bonds	1/19/2017	2,320,000.00	1/1/2020	30,000.00	1.739%	30,000.00	1.739%	-	30,000.00
			1/1/2021	30,000.00	1.739%	535,000.00	1.739%	-	550,000.00
			1/1/2022	535,000.00	1.739%	540,000.00	1.739%	-	560,000.00
			1/1/2023	540,000.00	1.739%	550,000.00	1.739%	-	560,000.00
			1/1/2024	550,000.00	1.739%	560,000.00	1.739%	-	560,000.00
			1/1/2025	560,000.00	1.739%	2,275,000.00	-	-	2,245,000.00

City of Summit, N.J.

Schedule of General Serial Bonds

General Capital Fund

Year Ended December 31, 2019

City of Summit, N.J.

Schedule of General Serial Bonds - School

General Capital Fund

Year Ended December 31, 2019

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding, December 31, 2019			Interest Rate	Balance Dec. 31, 2018	Decreased	Balance Dec. 31, 2019
			Date	Amount	Interest Rate				
School Bonds	01/01/11	19,545,000.00	1/1/2020 1/1/2021	1,305,000.00 1,340,000.00	3.50% 3.50%	3,915,000.00	1,270,000.00		2,645,000.00
Refunding Bonds	04/14/11	8,620,000.00	5/1/2020 5/1/2021 5/1/2022 5/1/2023	1,620,000.00 315,000.00 315,000.00 285,000.00	4.00% 5.00% 5.00% 5.00%	4,185,000.00	1,650,000.00		2,535,000.00
School Refunding Bonds	3/10/2015	5,950,000.00	11/1/2020-21 11/1/2022 11/1/2023 11/1/2024 11/1/2025 11/1/2026	585,000.00 580,000.00 585,000.00 590,000.00 595,000.00 595,000.00	4.00% 5.00% 5.00% 5.00% 4.00% 4.00%	4,700,000.00	585,000.00		4,115,000.00
School Bonds of 2016	4/7/2016	13,800,000.00	3/1/2020 3/1/2021 3/1/2022 3/1/2023 3/1/2024 3/1/2025 3/1/2026	850,000.00 865,000.00 885,000.00 900,000.00 920,000.00 940,000.00 965,000.00	1.50% 2.00% 2.00% 2.00% 2.00% 2.00% 2.00%				

City of Summit, N.J.

Schedule of General Serial Bonds - School

General Capital Fund

Year Ended December 31, 2019

City of Summit, N.J.

Schedule of Bond Anticipation Notes Payable

General Capital Fund

Year Ended December 31, 2019

City of Summit, N.J.

Schedule of Encumbrances Payable

General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C	4,498,221.31
Increased by:		
2019 Charges to Improvement Authorizations	C-13	<u>7,100,453.98</u>
		<u>11,598,675.29</u>
Decreased by:		
Cash Disbursed	C-2	9,239,705.35
Cancelled - Improvement Authorizations	C-13	237,588.13
Reserve for Kids Rec Trust	C-15	<u>3,740.00</u>
		<u>9,481,033.48</u>
Balance - December 31, 2019	C	<u>2,117,641.81</u>

C-12

Schedule of Capital Improvement Fund

General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C	208,474.24
Increased by:		
Interfund - Current Fund	C-4	735,275.00
Improvement Authorizations Cancelled	C-13	<u>29,481.36</u>
		<u>764,756.36</u>
		<u>973,230.60</u>
Decreased by:		
Appropriated to Finance Improvement Authorizations	C-13	<u>242,000.00</u>
Balance - December 31, 2019	C	<u>731,230.60</u>

City of Summit, N.J.
Schedule of Improvement Authorizations
General Capital Fund

Year Ended December 31, 2019

Ordinance Number	Improvement Description	General Improvements	Balance		Dec. 31, 2019			
			Date	Ordinance Amount	Dec. 31, 2018 Funded	Unfunded	Authorizations Expended	Encumbered/ Canceled
2660	Various Improvements or Purposes	6/21/2005 \$1,646,763.00		64.29				64.29
2714	Various Improvements and Purposes	5/16/2006 \$3,428,000.00						
2878	Improvement of Portion of Woodland Avenue	12/01/2009 \$593,000.00		9,383.44				9,383.44
2921	Beekman Road Roadway Improvements	10/19/2010 \$600,000.00		147,901.39				147,901.39
2942	Kent Place Boulevard Roadway Improvements	4/5/2011 \$650,000.00		136,274.17				136,274.17
2948	Ashland Rd. Roadway Improvements	7/12/2011 \$530,000.00		86,893.39				86,893.39
2950	Various Improvements	7/12/2011 \$2,759,000.00					27,741.23	
2958	Greenfield Avenue Roadway Improvements	11/01/2011 \$210,000.00		11,946.04				11,946.04
2960	Belleme Avenue Roadway Improvements	11/01/2011 \$708,000.00				28,569.75		28,569.75
2964	Beechwood Rd. Roadway Improvements	11/01/2011 \$368,000.00				2,541.66		2,541.66
2985	Deforest Avenue Improvements	6/19/2012 \$300,000.00				9,905.29		9,905.29
2986	Various Improvements	6/19/2012 \$2,274,000.00				235.90		235.90
3017	Middle Avenue Improvement Project	6/18/2013 \$20,000.00		74,560.53				74,560.53
3018	Various Improvements (Capital Surplus 2013)	6/18/2013 \$358,800.00		108,781.26				108,781.26
3019	Various Capital Improvements	6/18/2013 \$1,681,000.00				1,099.86		1,099.86
3055	Various Road Improvements 2014 (Deforest, Beav....)	7/8/2014 \$750,000.00				4,286.87		4,286.87
3057	Various Improvements	7/8/2014 \$740,000.00		125,145.02				125,145.02
3066	Various Improvements	7/29/2014 \$4,170,000.00				508,113.70		508,113.70
3081	Upgrade of Fire Department Radio System	5/26/2015 \$350,000.00				378.00		368.32
3084	Various Improvements or Purposes	6/9/2015 \$3,880,000.00				648,761.68		648,761.68
3087	Improvement of Deforest Ave Improvement of Various Roads	6/9/2015 \$700,000.00		64,074.78				64,074.78
3096	Improvement of Various Roads	11/25/2015 \$1,950,000.00		290.94				290.94
3114	Various Improvements	7/5/2016 \$3,600,000.00				871,813.24		871,813.24
3130	Community Center Renovation Project	3/14/2017 \$6,500,000.00				78.19		78.19
3141	Various Improvements	6/26/2017 \$3,100,000.00				840,179.76		840,179.76
3166	Various Improvements	7/5/2018 \$2,500,000.00				1,446,935.97		1,446,935.97
3178	Pool Resurfacing and Fire Department Headquarters	12/4/2018 \$1,050,000.00		51,000.00		999,900.00		999,900.00
3191	Various Improvements	6/18/2019 \$2,100,000.00					2,100,000.00	2,100,000.00
3192	Acquisition of Property	6/18/2019 \$1,570,000.00					1,570,000.00	1,570,000.00
	General and Local Improvements:							
2418 & 2464	Improvement of Special Improvement District Considering Loan	3/10/2000 / 3/30/2001	\$3,400,000.00	87,015.06				87,015.06
2941	Construction or Reconstruction of Curbs and Sidewalks along Kent Place Boulevard	4/5/2011	\$40,000.00	1,704.42				1,704.42
2959	Construction or Reconstruction of Curbs and Sidewalks along Greenfield Avenue	11/01/2011	\$53,000.00	2,412.95				2,412.95
2961	Construction or Reconstruction of Curbs and Sidewalks along Bellevue Avenue	11/01/2011	\$183,000.00	50,631.46				50,631.46
2963	Construction or Reconstruction of Curbs and Sidewalks along Euclid Avenue	11/01/2011	\$37,000.00	16,565.42				16,565.42
								4,688.44

Schedule of Improvement Authorizations

Year Ended December 31, 2019

Deferred Charges to Future Taxation - Unfunded Capital Improvement Fund

City of Summit, N.J.

Schedule of Reserve for Prepaid Assessments**General Capital Fund****Year Ended December 31, 2019**

	<u>Ref.</u>	
Balance - December 31, 2018	C	<u>5,000.00</u>
Decreased by:		
Cash Disbursement	C-2	<u>5,000.00</u>

C-15

Schedule Of Reserve For State Aid-Kids Recreation Trust**General Capital Fund****Year Ended December 31, 2019**

	<u>Ref.</u>	
Balance - December 31, 2018	C	170,431.10
Increased by:		
Encumbrances Cancelled	C-11	<u>3,740.00</u>
Balance - December 31, 2019	C	<u>174,171.10</u>

City of Summit, N.J.

Schedule of Reserve For Refunding Bond Issuance Costs

General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C	604.59
Decreased by:		
Cash Disbursements	C-2	<u>604.00</u>
Balance - December 31, 2019	C	<u>0.59</u>

Schedule of Reserve for Debt Service

General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C	449,282.97
Decreased by:		
Interfund - Current Fund	C-4	<u>210,000.00</u>
Balance - December 31, 2019	C	<u>239,282.97</u>

City of Summit, N.J.

Schedule of Reserve For Legal Fees

General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C	836.09
Increased by:		
Cash Receipts	C-2	688.76
		<hr/> 1,524.85
Decreased by:		
Cash Disbursements	C-2	836.00
Balance - December 31, 2019	C	<hr/> 688.85

C-19

Schedule of Reserve for Rebate Liability

General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C	3,133.43
Decreased by:		
Disbursements	C-2	<hr/> 3,133.00
Balance - December 31, 2019	C	<hr/> 0.43

City of Summit, N.J.
Reserve for Community Center Project
General Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	C	103,231.58
Increased by:		
Cash Receipts	C-2	<u>125,919.06</u>
		<u>229,150.64</u>
Decreased by:		
Cash Disbursement	C-2	<u>81,130.00</u>
Balance - December 31, 2019	C	<u><u>148,020.64</u></u>

City of Summit, N.J.

Schedule Of Bonds and Notes Authorized But Not Issued

General Capital Fund

Ordinance Number	Date	Year Ended December 31, 2019				Bond Anticipation Notes Issued	Bond Notes Issued	Balance Dec. 31, 2019 General Capital
		Balance Dec. 31, 2018 General Capital	2019 Authorizations	Funded by Budget Appropriation	Bonds Issued			
General Improvements:								
2362	05/05/1998	Improvement of Blackburn Place, Oakley Avenue	753.28					-
2372	09/22/1998	Improvement of City Property (Pool Building)	3,675.15					-
2382	12/15/1998	Recreational Facilities Improvement (Pocket Pks)	9,971.54					-
2400	07/13/1999	Storm Water Drainage Facilities	10,193.35					10,193.35
2403	07/13/1999	Improvement of Briant Pkwy, Chapel, Dayton, Clark Street and Willow Road	9,630.91					9,630.91
2424	04/04/2000	Upgrade Automated Catalogue System of Library	67,600.00					67,600.00
2435	06/20/2000	Various Improvements or Purposes	19,355.27					19,355.27
2443	07/18/2000	Improvement of Portion of Blackburn Road	21.93					21.93
2458	12/19/2000	Construction of Underground Utilities	2,745.30					2,745.30
2478	06/06/2001	Various Improvements or Purposes	90,733.89					90,733.89
2498	09/05/2001	Construction of Curbs & Sidewalks Adjacent to Municipally-owned Property on Broad Street	381.05					381.05
2507	12/18/2001	Supplemental Appropriation for Construction or Reconstruction Curbs & Sidewalks - Broad St.	5,320.87					5,320.87
2509	12/18/2001	Supplemental Appropriation for Construction or Reconstruction Curbs & Sidewalks - Broad St.	5,320.87					5,320.87
2523	05/07/2002	Improvement of a Portion of Blackburn Road	12,683.45					12,683.45
2531	05/21/2002	Further Supplemental Appropriation - Improvement of Municipally-owned facilities (DPW Garage)	13,361.18					13,361.18
2540	07/16/2002	Renovation of Johnson Center	99,329.12					99,329.12
2563	06/04/2003	Acquisition of SCPEA Equipment and Signs	7,587.81					7,587.81
2595	05/04/2004	Improvement of Canoe Brook Parkway	40,444.64					40,454.64
2608	08/17/2004	Mobile Fire Safety Education Trailer/Education Ctr.	17,693.30					17,693.30
2618	10/05/2004	Pedestrian Crosswalk Project	1,327.79					1,327.79
2641	05/03/2005	Improvement of Tatlock Field	11,993.77					11,993.77
2726	09/06/2006	Improvement of Transfer Station Floor	2,535.53					2,535.53
2781	12/18/2007	Pedestrian Safety Beacons at Various Locations	21,962.03					21,962.03
2813	07/29/2008	Various Improvements or Purposes	17,946.04					17,946.04
2822	10/07/2008	Aubrey Street Road Improvements	64,183.74					64,183.74
2829	11/05/2008	High Street Roadway Improvements	59,711.04					59,711.04
2849	04/07/2009	Parkview Terrace Area Stormwater Drain	1,147.90					1,147.90
2875	11/04/2009	Various Improvements or Purposes	2,264.41					2,264.41
			19,562.99					19,562.99

City of Summit, N.J.

Schedule Of Bonds and Notes Authorized But Not Issued

General Capital Fund

Year Ended December 31, 2019

Ordinance Number	Date	Balance			Bond Anticipation Notes Issued	Balance Dec. 31, 2019 General Capital
		Dec. 31, 2018 General Capital	2019 Authorizations	Funded by Budget Appropriation		

General Improvements: (continued)

2880	12/01/2009	Improvement of Parkview Terrace Area Roadway	1,377.35	-	-	1,377.35
2882	12/01/2009	Improvement of Portion of New England Avenue	2,130.35	-	-	2,130.35
2912	10/19/2010	Various Improvements or Purposes	232,752.78	-	-	232,752.78
2923	10/19/2010	Miele Place Roadway Improvements	2,210.38	-	-	2,210.38
2925	10/19/2010	Sunset Drive Roadway Improvements	5,190.79	-	-	5,190.79
2940	04/05/2011	Additional Communications Equipment	55,115.15	-	-	55,115.15
2948	07/12/2011	Ashland Rd. Roadway Improvements	89,000.00	-	-	89,000.00
2950	07/12/2011	Various Improvements	902,237.10	-	-	902,237.10
2958	11/01/2011	Greenfield Avenue Roadway Improvements	10,000.00	-	-	10,000.00
2960	11/01/2011	Bellevue Avenue Roadway Improvements	34,000.00	-	-	34,000.00
2964	11/01/2011	Beechwood Rd. Roadway Improvements	5,000.00	-	-	5,000.00
2985	06/19/2012	Deforest Avenue Improvements (\$205,000 DOT Grant)	61,250.00	-	-	61,250.00
2986	06/19/2012	Various Improvements	466,409.72	-	-	466,409.72
3000	12/18/2012	Memorial Field Improvements	466,585.27	-	-	466,585.27
3003	01/15/2013	Emergency Services Dispatch Center	14,995.21	-	-	14,995.21
3017	06/18/2013	Middle Avenue Roadway Improvements	38,000.00	-	-	38,000.00
3019	06/18/2013	Various Capital Improvements	381,611.02	-	-	381,611.02
3039	11/26/2013	Family Aquatic Center Parking Lot Improvements	8,380.85	-	-	8,380.85
3066	07/29/2014	Various Improvements	1,349,361.83	-	-	1,349,361.83
3130	2/14/2017	Community Center Renovation Project	618,000.00	-	-	618,000.00
3166	6/6/2018	Various Improvements	2,375,000.00	-	-	-
3178	12/4/2018	Pool Resurfacing & Fire Department Headquarters	999,000.00	-	-	999,000.00
3191	6/18/2019	Various Improvements	-	1,999,000.00	-	-
3192	6/18/2019	Acquisition of Property	-	1,495,000.00	-	1,495,000.00
2359	04/21/1998	<u>General and Local Improvements:</u>				
2363	05/05/1998	Construction and Reconstruction of Curbs and Blocks on William, Walnut (portion), Sayre, etc.	15,755.17	-	-	15,755.17
2367	07/14/1998	Construction and Reconstruction of Curbs on Blackburn Place and Oakley Avenue	22,161.91	-	-	22,161.91
		Construction and Reconstruction of Curbs on Blackburn Place and Oakley Avenue	38,707.65	-	-	38,707.65

City of Summit, N.J.

Schedule Of Bonds and Notes Authorized But Not Issued

General Capital Fund

Ordinance Number	Date	Year Ended December 31, 2019			Funded by Budget Appropriation	Bonds Issued	Bond Anticipation Notes Issued	Balance Dec. 31, 2019 General Capital
		General Capital	2019 Authorizations	Balance Dec. 31, 2018 General Capital				
General and Local Improvements: (Continued)								
2404	07/13/1999	Construction and Reconstruction of Curbs and Sidewalks on Briant Plcwy, Chapel, Dayton, etc.		33,924.20				33,924.20
2432	06/07/2000	Construction and Reconstruction of Curbs and Sidewalks on Tulip Street		72,012.53				72,012.53
2447	09/19/2000	Construction and Reconstruction of Curbs and Sidewalks on Glen Oaks, Marion Hill, Iris Road		34,654.71				34,654.71
2524	05/21/2002	Construction or Reconstruction of Curbs and Sidewalks along a portion of Blackburn Road		33,885.34				33,885.34
2596	05/04/2004	Construction or Reconstruction of Curbs and Sidewalks along a portion of Canoe Brook Parkway		55,145.32				55,145.32
2663	07/12/2005	Construction or Reconstruction of Curbs and Sidewalks along a portion of Blackburn Road III		10,809.09				10,809.09
2670	10/05/2005	Construction or Reconstruction of Curbs and Sidewalks along a portion of Oak Ridge Avenue		15,431.62				15,431.62
2717	06/07/2006	Construction or Reconstruction of Curbs and Sidewalks along a portion of Canoe Brook Parkway		46,413.37				46,413.37
2858	06/16/2009	Construction or Reconstruction of Curbs and Sidewalks along Various Roads (Parkview, Larned, etc.)		12,055.87				12,055.87
2883	12/01/2009	Construction or Reconstruction of Curbs and Sidewalks along a portion of New England Avenue		2,044.11				2,044.11
2924	10/19/2010	Construction or Reconstruction of Curbs and Sidewalks along Sunset Drive		944.62				944.62
2941	04/05/2011	Construction or Reconstruction of Curbs and Sidewalks along Kent Place Boulevard		15,578.22				15,578.22
2959	11/01/2011	Construction or Reconstruction of Curbs and Sidewalks along Greenfield Avenue		41,001.84				41,001.84
2961	11/01/2011	Construction or Reconstruction of Curbs and Sidewalks along Bellevue Avenue		92,929.23				92,929.23
2963	11/01/2011	Construction or Reconstruction of Curbs and Sidewalks along Euclid Avenue		27,208.00				27,208.00
2965	11/01/2011	Construction or Reconstruction of Curbs and Sidewalks along Beechwood Road		44,781.36				44,781.36

City of Summit, N.J.

Schedule Of Bonds and Notes Authorized But Not Issued

General Capital Fund

Ordinance Number	Date	Year Ended December 31, 2019				Bond Anticipation Notes Issued	Balance Dec. 31, 2019 General Capital		
		Balance		Funded by Budget Appropriation					
		Dec. 31, 2018 General Capital	2019 Authorizations	Bonds Issued	Bonds Issued				
General and Local Improvements: (Continued)									
2988	06/19/2012	Bedford Road Roadway & Assessments	168,744.00	-	-	-	168,744.00		
2989	06/19/2012	Hawthorne Place Roadway & Assessments	45,333.03	-	-	-	45,333.03		
2990	06/19/2012	Hillcrest Avenue Roadway & Assessments	172,055.32	-	-	-	172,055.32		
2991	06/19/2012	Valley View Roadway & Assessments	161,162.62	-	-	-	161,162.62		
2992	06/19/2012	Waldon Avenue Roadway & Assessments	37,229.00	-	-	-	37,229.00		
3021	07/02/2013	Badeau Avenue Roadway & Assessments	56,100.00	-	-	-	56,100.00		
3022	07/02/2013	Llewellyn Road Roadway & Assessments	20,720.00	-	-	-	20,720.00		
3023	07/02/2013	Shadyside Avenue Roadway & Assessments	71,652.64	-	-	-	71,652.64		
3026	09/03/2013	Essex Road Roadway & Assessments	57,000.00	-	-	-	57,000.00		
3027	09/03/2013	Montiview, Magnolia, Primrose, Surrey Improvements & Assessments	76,000.00	-	-	-	76,000.00		
3044	02/18/2014	Salt Brook Improvements	15,373.94	-	-	-	15,373.94		
3169	06/06/2018	Improvement of Various Roads	1,482,000.00	-	-	-	1,482,000.00		
3195	6/18/2019	Improvement of Various Roads	-	1,304,000.00	-	-	1,304,000.00		
School Improvements:									
2931	12/07/2010	School Improvements (ROD Tier III)	584,808.26	-	-	-	584,808.26		
3045	02/18/2014	School Improvements (ROD Tier IV)	292,176.41	<u>4,798,000.00</u>	<u>75,000.00</u>	<u>4,856,000.00</u>	292,176.41		
			<u>12,587,534.46</u>	<u>C-7</u>	<u>C-7</u>	<u>C-8</u>	<u>7,656,534.46</u>		
			<u>Footnote C</u>			<u>C-10</u>	<u>Footnote C</u>		

City of Summit, N.J.

Schedule of Cash

Sewer Utility Fund

Year Ended December 31, 2019

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance - December 31, 2018	D:D-6	<u>1,366,438.44</u>	<u>2,497,076.35</u>
Increased by Receipts:			
Premium on Bond Anticipation Notes	D-2	-	3,487.00
Domestic Sewer User Charges	D-3	4,010,458.07	-
Industrial Sewer Charges	D-3	111,055.84	-
Interest on Investments	D-3	89,170.27	-
Miscellaneous Revenue Not Anticipated	D-3	235,850.17	-
Prepaid Rents	D-15	5,527.14	-
Capital Improvement Fund	D-18	-	21,075.00
Budget Appropriations	D-20	-	56,560.00
Bond Anticipation Notes	D-22	-	405,000.00
Serial Bonds Payable	D-23	-	1,545,000.00
		<u>4,452,061.49</u>	<u>2,031,122.00</u>
		<u>5,818,499.93</u>	<u>4,528,198.35</u>
Decreased by Disbursements:			
Budget Appropriations	D-4	4,007,391.83	-
Appropriation Reserves	D-12	56,057.97	-
Contracts Payable	D-13	-	282,620.09
Accrued Interest	D-14	143,413.48	-
Bond Anticipation Notes	D-22	-	833,000.00
		<u>4,206,863.28</u>	<u>1,115,620.09</u>
Balance - December 31, 2019	D:D-6	<u>1,611,636.65</u>	<u>3,412,578.26</u>

City of Summit, N.J.

Analysis of Cash

Sewer Utility Capital Fund

Year Ended December 31, 2019

Ord.	No.	Receipts		Disbursements		Transfers (From)	To	Balance Dec. 31, 2019
		Budget Dec. 31, 2018	Appropriation 205,406.20	Bond Anticipation 21,075.00	Serial Bonds 3,487.00	Miscellaneous 3,487.00		
	Fund Balance							
	Capital Improvement Fund	1,582,553.57	21,075.00			(21,000.00) (700.00)	674,320.85	208,893.20
	Contracts Payable	58,620.38						1,582,628.57
	Interfund - Sewer Assessment Trust Fund	(15,676.26)						449,621.14
	Interfund - General Capital Fund							(15,676.26)
	Reserve for Debt Service	58,973.59				(3,725.69)		(3,725.69)
								58,973.59
	Improvement Authorizations							
2551	Improvement of Sanitary Sewerage System	(22,393.12)	22,393.12					
2552	Improvement of Sanitary Sewerage System	(171,432.19)	34,166.88					(137,265.31)
2558	Improvement of Sanitary Sewer System	(279,904.26)						(279,904.26)
2650	Improvement of Sanitary Sewer System	(497.95)						(497.95)
2687	Improvement of Sanitary Sewerage System	(74,783.26)						(74,783.26)
2697	Improvement of Sanitary Sewerage System	(5,383.26)						(5,383.26)
2768	Improvement of Sanitary Sewer System	(117,202.18)						(117,202.18)
2812	Improvement of Sanitary Sewerage System	(137,291.08)						(137,291.08)
2835	Improvement of the Sewerage Facilities	(2,807.45)						(2,807.45)
2913	Improvement of Sanitary Sewerage System	661,964.88				(11,500.00)	700.00	651,164.88
2987	Sanitary Sewerage Improvements	(163,071.70)				(5,000.00)		(168,071.70)
3056	Joint Meeting Share of Capital Outlay	(17,019.74)						(17,019.74)
3095	Improvement of Sanitary Sewerage System	539,898.47				(273,272.82)		266,625.65
3113	Improvement of Sanitary Sewerage System	212,710.56				(34,748.76)		177,961.80
3143	Improvement of Sanitary Sewerage System	217,920.41				(23,590.33)		194,330.08
3167	Various Sewer Utility Improvements	(33,509.26)				(193,946.83)		484,543.91
3177	Joint Meeting Share of Capital Outlay					(97.62)		(97.62)
3194	Various Sewer Utility Improvements							
		405,000.00	405,000.00	712,000.00	3,487.00	282,620.09	21,000.00	297,561.20
		<u>2,497,076.35</u>	<u>77,635.00</u>	<u>405,000.00</u>	<u>712,000.00</u>	<u>696,020.85</u>	<u>696,020.85</u>	<u>3,412,578.26</u>
								D:D-5

City of Summit, N.J.

Schedule of Consumer Accounts Receivable

Sewer Utility Operating Fund

Year Ended December 31, 2019

	Balance Dec. 31, 2018	Charges	Received	Balance Dec. 31, 2019
Consumer Accounts Receivable	<u>49,093.06</u>	<u>4,135,166.13</u>	<u>4,126,723.68</u>	<u>57,535.51</u>
	<u>D</u>	<u>D</u>	<u>D</u>	<u>D</u>

<u>Analysis of Cash Collections</u>	<u>Ref.</u>
Domestic Sewer User Charges	4,015,667.84
Industrial Sewer Charges	111,055.84

	<u>4,126,723.68</u>
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City of Summit, N.J.

Schedule of Assessment Receivables**Sewer Utility Assessment Fund****Year Ended December 31, 2019**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Confirmation</u>	<u>Annual Installments</u>	<u>Due Date</u>	<u>Balance Dec. 31, 2018</u>	<u>Receipts</u>
10-2929	Improvements to Septic System	03/06/12	10	4/6/2020-2021	<u>11,016.37</u>	<u>11,016.37</u>
					<u>D</u>	<u>D-9</u>

City of Summit, N.J.

Schedule of Intersfund Accounts Receivable (Payable)

Sewer Utility Fund

Year Ended December 31, 2019

Ref.	Sewer Operating Fund		Sewer Capital Fund		Sewer Assessment Trust Fund		Sewer Capital Fund	
	Current Fund	Assessment Trust Fund	General Capital	Capital Trust Fund	Assessment Trust Fund	Current Fund	Capital Fund	
D	(12,223.77)	15,676.26	-	-	4,659.89	-	-	(15,676.26)
D-3	38.92	-	-	-	-	-	-	-
D-8	-	-	-	3,725.69	-	-	11,016.37	-
D-13	-	-	-	-	-	-	-	-
D	(12,184.85)	15,676.26	3,725.69	3,725.69	4,659.89	11,016.37	11,016.37	(15,676.26)

Increased by:

Domestic Sewer Charges
Collection of Assessments Receivable
Contracts Payable

Balance - December 31, 2018

City of Summit, N.J.

Schedule of Fixed Capital

Sewer Utility Capital Fund

Year Ended December 31, 2019

<u>Description</u>	Balance <u>Dec. 31, 2018</u>	Balance <u>Dec. 31, 2019</u>
Improvement of Sanitary Pumping Station	5,688.13	5,688.13
Improvement of Sanitary Sewer System	6,346,148.72	6,346,148.72
Improvement of Sewer Facilities - Joint Meeting	2,605,546.22	2,605,546.22
Acquisition of New Equipment	233,044.11	233,044.11
Improvement of Sanitary Sewer Collecting System	451,216.52	451,216.52
Sewer System Improvements at Walnut and William Streets and Oak Ridge Avenue	146,368.88	146,368.88
Improvements of Pumping Stations at Chatham Road, Glen Avenue and River Road	210,000.00	210,000.00
Acquisition of New Sewer Jet Truck	144,135.08	144,135.08
Improvement of Sewerage Facilities	522,509.54	522,509.54
Joint Meeting Share of Capital Outlay	900,000.00	900,000.00
	<u>11,564,657.20</u>	<u>11,564,657.20</u>
	D	D

City of Summit, N.J.

Schedule of Fixed Capital Authorized and Uncompleted

Sewer Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Description	Ordinance Date	Balance, Dec. 31, 2018	2019 Authorizations			Balance, Dec. 31, 2019
				Deferred	Reserve For Amorization	Deferred Charges to Future Revenue	
2812	Improvement of Sanitary Sewerage System	07/29/08	585,291.08	-	-	-	585,291.08
2913	Improvement of Sanitary Sewerage System	11/04/10	1,149,773.00	-	-	-	1,149,773.00
2987	Sanitary Sewerage Improvements	06/19/12	850,000.00	-	-	-	850,000.00
3085	Improvement of Sanitary Sewerage System	06/09/15	960,000.00	-	-	-	960,000.00
3113	Improvement of Sanitary Sewerage System	06/21/16	500,000.00	-	-	-	500,000.00
3143	Improvement of Sanitary Sewerage System	06/20/17	375,000.00	-	-	-	375,000.00
3167	Various Sewer Utility Improvements	06/06/18	750,000.00	-	-	-	750,000.00
3177	Joint Meeting Share of Capital Outlay	11/19/18	1,175,000.00	-	-	-	1,175,000.00
3194	Various Sewer Utility Improvements	06/18/19	-	21,000.00	-	405,000.00	426,000.00
			<u><u>6,345,064.08</u></u>	<u><u>21,000.00</u></u>	<u><u>21,000.00</u></u>	<u><u>405,000.00</u></u>	<u><u>6,771,064.08</u></u>
			<u><u>D</u></u>	<u><u>D-16;D-20</u></u>	<u><u>D-16</u></u>	<u><u>D</u></u>	<u><u>D</u></u>

City of Summit, N.J.

Schedule of Appropriation Reserves

Sewer Utility Operating Fund

Year Ended December 31, 2019

	Balance, Dec. 31, <u>2018</u>	Balance after <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Operating:				
Salaries and Wages	2,493.46	2,493.46	464.29	2,029.17
Other Expenses	<u>83,949.12</u>	<u>83,949.12</u>	<u>55,593.68</u>	<u>28,355.44</u>
	<u>86,442.58</u>	<u>86,442.58</u>	<u>56,057.97</u>	<u>30,384.61</u>
			<u>D-5</u>	<u>D-1</u>
Unencumbered	D	51,122.09		
Encumbered	D	<u>35,320.49</u>		
		<u>86,442.58</u>		

City of Summit, N.J.

Schedule of Contracts Payable

Sewer Utility Capital Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	D	58,620.38
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Increased by:

Interfund - General Capital Fund	D-9	3,725.69
Contracts Payable	D-16	<u>670,595.16</u>
		<u>674,320.85</u>
		<u>732,941.23</u>

Decreased by:

Cash Disbursed	D-5	282,620.09
Cancelled	D-16	<u>700.00</u>
		<u>283,320.09</u>

Balance - December 31, 2019	D	<u>449,621.14</u>
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City of Summit, N.J.

Schedule of Accrued Interest

Sewer Utility Operating Fund

Year Ended December 31, 2019

	<u>Ref.</u>	<u>Total</u>	<u>Bonds</u>	<u>Notes</u>
		<u>69,730.50</u>	<u>50,714.39</u>	<u>19,016.11</u>
Increased by:				
Budget Appropriations	D-4	<u>143,414.00</u>	<u>118,424.00</u>	<u>24,990.00</u>
		<u>213,144.50</u>	<u>169,138.39</u>	<u>44,006.11</u>
Decreased by:				
Disbursements	D-5	<u>143,413.48</u>	<u>109,836.12</u>	<u>33,577.36</u>
Balance - December 31, 2019	D	<u>69,731.02</u>	<u>59,302.27</u>	<u>10,428.75</u>
Principal	Interest	From	To	Period
Outstanding	Rate			Required in Days
<u>December 31, 2019</u>				
Serial Bonds Payable				Required Amount
3,385,000.00	1.50%	9/1/2019	12/31/2019	121
300,000.00	3.00%	7/1/2019	12/31/2019	183
875,000.00	1.739%	7/1/2019	12/31/2019	183
1,435,000.00	Various	8/15/2019	12/31/2019	138
				<u>54,521.05</u>
Bond Anticipation Note				Excess/ (Deficit)
405,000.00	2.00%	10/24/2019	12/31/2019	68
				<u>4,781.22</u>
				<u>59,302.27</u>
				<u>10,428.75</u>

City of Summit, N.J.

Schedule of Prepaid Sewer Charges

Sewer Utility Operating Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	D	5,170.85
Increased by:		
Cash Receipts	D-5	<u>5,527.14</u>
		<u>10,697.99</u>
Decreased by:		
Applied to Sewer Rents	D-3	<u>5,170.85</u>
Balance - December 31, 2019	D	<u><u>5,527.14</u></u>

City of Summit, N.J.

Schedule of Improvement Authorizations

Sewer Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Improvement Description	Ordinance Date	Amount	2019 Authorizations				Contracts Payable Cancelled	Balance Dec. 31, 2019 Unfunded	
				Capital Fund		Deferred Improvement Fund	Charges to Future Revenue			
				Funded	Unfunded					
2913	Improvement of Sanitary Sewerage System	11/04/10	844,000.00	661,964.88	93,073.00	-	-	11,500.00	700.00	651,164.88
2987	Sanitary Sewerage Improvements	06/19/12	830,000.00	-	115,928.30	-	-	5,000.00	-	93,073.00
3085	Improvement of Sanitary Sewerage System	06/09/15	960,000.00	539,898.47	-	-	-	273,272.82	-	110,928.30
3113	Improvement of Sanitary Sewerage System	06/21/16	500,000.00	-	212,710.56	-	-	34,748.76	-	-
3143	Improvement of Sanitary Sewerage System	06/20/17	375,000.00	-	217,920.41	-	-	23,590.33	-	-
3167	Various Sewer Utility Improvements	06/06/18	750,000.00	-	678,990.74	-	-	193,946.83	-	-
3177	Joint Meeting Share of Capital Outlay	11/19/18	1,175,000.00	-	1,175,000.00	-	-	97.62	-	1,174,902.38
3194	Various Sewer Utility Improvements	06/18/19	426,000.00	-	-	21,000.00	405,000.00	128,438.80	-	297,361.20
			1,201,863.35	2,493,623.01	21,000.00	405,000.00	670,595.16	700.00	1,775,126.32	1,676,564.88
			D	D	D-11;D-20	D-11;D-24	D-11;D-24	D-13	D	D

City of Summit, N.J.
Schedule of Reserves
Sewer Utility Fund
Year Ended December 31, 2019

<u>Description</u>	<u>Balance</u>	<u>Balance</u>
	<u>Dec. 31, 2018</u>	<u>Dec. 31, 2019</u>
Reserve to Rebuild Communicator -		
Constantine Pumps	11,300.00	11,300.00
Reserve to Purchase 12' Valve -		
Chatham Road Pumps	1,000.00	1,000.00
Reserve for Renovation to Chatham		
Road Sewerage Pumping Station	7,933.26	7,933.26
Reserve for Sewer Connections	4,692.50	4,692.50
	<u>24,925.76</u>	<u>24,925.76</u>
	D	D

City of Summit, N.J.
Schedule of Capital Improvement Fund
Sewer Utility Capital Fund
Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	D	1,582,553.57
Increased by:		
Budget Appropriation	D-5	<u>21,075.00</u>
		<u>1,603,628.57</u>
Decreased by:		
Appropriation to Finance Improvement		
Authorizations	D-20	<u>21,000.00</u>
Balance - December 31, 2019	D	<u>1,582,628.57</u>

Schedule of Reserve for Amortization
Sewer Utility Capital Fund
Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	D	7,182,028.70
Increased by:		
Bonds Payable	D-23	<u>510,000.00</u>
Balance - December 31, 2019	D	<u>7,692,028.70</u>

City of Summit, N.J.

Schedule of Reserve for Deferred for Amortization

Sewer Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Improvement Description	Date of Ordinance	Balance, Dec. 31, 2018	Fixed Capital Authorized	Funded by Budget Appropriation	Balance, Dec. 31, 2019
2503	Improvements of Sanitary Sewerage System	12/28/01	191,356.93	-	-	191,356.93
2551	Improvements of Sanitary Sewerage System	12/27/02	26,899.07	-	22,393.12	49,292.19
2552	Improvements of Sanitary Sewerage System	12/17/03	140,600.00	-	34,166.88	174,766.88
2598	Improvements of Sanitary Sewerage System	05/04/04	27,000.00	-	-	27,000.00
2650	Improvements of Sanitary Sewerage System	05/03/05	50,000.00	-	-	50,000.00
2687	Improvements of Sanitary Sewerage System	12/20/05	533,000.00	-	-	533,000.00
2697	Improvements of Sanitary Sewerage System	03/21/06	197,200.00	-	-	197,200.00
2768	Improvements of Sanitary Sewerage System	07/17/07	125,715.69	-	-	125,715.69
2812	Improvements of Sanitary Sewerage System	07/29/08	159,100.00	-	-	159,100.00
2835	Improvements to Sewerage Facilities	12/16/08	70,000.00	-	-	70,000.00
2873	Improvements of Sanitary Sewerage System	11/04/09	61,033.40	-	-	61,033.40
2913	Improvements of Sanitary Sewerage System	11/04/10	55,000.00	-	-	55,000.00
2987	Improvements of Sanitary Sewerage System	06/19/12	41,000.00	-	-	41,000.00
3056	Joint Meeting Share of Capital Outlay	07/08/14	89,000.00	-	-	89,000.00
3113	Improvements of Sanitary Sewerage System	06/21/16	24,000.00	-	-	24,000.00
3143	Improvements of Sanitary Sewerage System	06/20/17	18,000.00	-	-	18,000.00
3167	Various Sewer Utility Improvements	06/06/18	37,500.00	-	-	37,500.00
3194	Various Sewer Utility Improvements	06/13/19	-	21,000.00	-	21,000.00
			<u>1,846,405.09</u>	<u>21,000.00</u>	<u>56,560.00</u>	<u>1,923,965.09</u>
			<u><u>D</u></u>	<u><u>D-11</u></u>	<u><u>D-5;D-24</u></u>	<u><u>D</u></u>
					<u><u>Ref.</u></u>	<u><u>21,000.00</u></u>
	Capital Improvement Fund	D-16;D-18				

City of Summit, N.J.

Schedule of Reserve for Debt Service

Sewer Utility Capital Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	D	<u>58,973.59</u>
Balance - December 31, 2019	D	<u>58,973.59</u>

Schedule of Bond Anticipation Notes Payable

Sewer Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Improvement Description	Date of Original Issue	Date of Issue	Interest Rate	Balance Dec. 31, 2018	Increased	Decreased	Balance Dec. 31, 2019
3113	Improvement of Sanitary Sewerage System	04/06/17	04/05/18	3.00%	476,000.00	-	476,000.00	-
3143	Improvement of Sanitary Sewerage System	04/05/18	04/05/19	3.00%	357,000.00	-	357,000.00	-
3194	Various Sewer Utility Improvements	10/24/19	10/23/20	2.00%	-	405,000.00	-	405,000.00

Schedule of Sewer Serial Bonds Payable

Sewer Utility Capital Fund

Year Ended December 31, 2019

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding, December 31, 2019		Interest Rate	Balance Dec. 31, 2018	Increased	Decreased	Balance Dec. 31, 2019
			Date	Amount					
Sewer Bonds of 2011	01/06/2011	2,200,000.00	1/1/2020	150,000.00	3.50%	445,000.00	-	145,000.00	300,000.00
Sewer Bonds of 2016	04/07/2016	4,071,000.00	3/1/2020	250,000.00	1.50%				
			3/1/2021	255,000.00	2.00%				
			3/1/2022	260,000.00	2.00%				
			3/1/2023	265,000.00	2.00%				
			3/1/2024	270,000.00	2.00%				
			3/1/2025	275,000.00	2.00%				
			3/1/2026	280,000.00	2.00%				
			3/1/2027	290,000.00	2.00%				
			3/1/2028	295,000.00	2.00%				
			3/1/2029	305,000.00	2.00%				
			3/1/2030	315,000.00	2.00%				
			3/1/2031	325,000.00	2.00%	3,630,000.00	-	245,000.00	3,385,000.00
Refunding Bonds of 2017	11/09/2017	900,000.00	1/1/2020	10,000.00	1.739%				
			1/1/2021	10,000.00	1.739%				
			1/1/2022	165,000.00	1.739%				
			1/1/2023	179,000.00	1.739%				
			1/1/2024	170,000.00	1.739%				
			1/1/2025	170,000.00	1.739%				
			1/1/2026	180,000.00	1.739%	885,000.00	-	10,000.00	875,000.00

City of Summit, N.J.

Schedule of Sewer Serial Bonds Payable

Sewer Utility Capital Fund

Year Ended December 31, 2019

City of Summit, N.J.

Schedule of Bonds and Notes Authorized But Not Issued

Sewer Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Improvement Description	Balance Dec. 31, 2018		Funded by		Notes Issued	Balance Dec. 31, 2019 Sewer Assessment
		Sewer Assessment	Improvements Authorized	Budget Appropriation	Bonds Issued		
2551	Improvement of Sanitary Sewerage System	22,393.12	-	22,393.12	-	-	137,265.31
2552	Improvement of Sanitary Sewerage System	171,432.19	-	34,166.88	-	-	279,904.26
2598	Improvement of Sanitary Sewerage System	279,904.26	-	-	-	-	497.95
2650	Improvement of Sanitary Sewerage System	497.95	-	-	-	-	74,783.26
2687	Improvement of Sanitary Sewerage System	74,783.26	-	-	-	-	5,383.26
2697	Improvement of Sanitary Sewerage System	5,383.26	-	-	-	-	117,202.18
2768	Improvement of Sanitary Sewerage System	117,202.18	-	-	-	-	137,291.08
2812	Improvement of Sanitary Sewerage System	137,291.08	-	-	-	-	2,807.45
2835	Improvement of Sewerage Facilities	2,807.45	-	-	-	-	93,073.00
2913	Improvement of Sanitary Sewerage System	93,073.00	-	-	-	-	25,025.86
2929	Improvements to Septic System	-	25,025.86	-	-	-	-
2987	Sanitary Sewerage Improvements	279,000.00	-	-	-	279,000.00	-
3056	Joint Meeting Share of Capital Outlay	23,000.00	-	-	-	23,000.00	-
3167	Various Improvements or Purposes	712,50.00	-	-	-	500.00	-
3177	Joint Meeting Share of Capital Outlay	1,175,00.00	-	-	-	1,175,00.00	-
3194	Various Sewer Utility Improvements	-	-	405,000.00	-	405,000.00	-
		<u>3,094,267.75</u>	<u>25,025.86</u>	<u>405,000.00</u>	<u>56,560.00</u>	<u>712,000.00</u>	<u>2,325,707.75</u>
				<u>D-16</u>	<u>D-20</u>	<u>D-23</u>	<u>D-22</u>
	Sewer Capital	3,094,267.75					Sewer Capital
	Sewer Assessment	25,025.86					Sewer Assessment
		<u>3,119,293.61</u>					<u>2,350,733.61</u>
							Footnote D

City of Summit, N.J.

Schedule of Cash

Parking Utility Fund

Year Ended December 31, 2019

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance - December 31, 2018	E;E-7	<u>2,883,498.95</u>	<u>1,796,919.49</u>
Increased by Receipts:			
Premium on Bond Anticipation Note	E-2	-	707.00
Miscellaneous Revenue Anticipated	E-3	3,499,347.20	-
Miscellaneous Revenue Not Anticipated	E-3	91,504.91	-
Various Reserves	E-16	10,517.27	-
Budget Appropriations	E-20	-	10,000.00
Bond Anticipation Notes	E-21	-	96,000.00
Bonds Payable	E-22	-	<u>2,120,000.00</u>
		<u>3,601,369.38</u>	<u>2,226,707.00</u>
		<u>6,484,868.33</u>	<u>4,023,626.49</u>
Decreased by Disbursements:			
Budget Appropriations	E-4	3,337,434.51	-
Change Fund	E-6	48,000.00	-
Appropriation Reserves	E-10	234,865.28	-
Contracts Payable	E-11	-	249,265.60
Accrued Interest	E-15	157,958.60	-
Various Reserves	E-16	17,940.60	-
Bond Anticipation Notes	E-21	-	<u>2,024,050.00</u>
		<u>3,796,198.99</u>	<u>2,273,315.60</u>
Balance - December 31, 2019	E;E-7	<u>2,688,669.34</u>	<u>1,750,310.89</u>

City of Summit, N.J.

Schedule of Change Fund

Parking Utility Operating Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	E	40,700.00
Increased by:		
Cash Disbursement	E-5	<u>48,000.00</u>
Balance - December 31, 2019	E	<u>88,700.00</u>

City of Summit, N.J.

Analysis of Cash

Parking Utility Capital Fund

Year Ended December 31, 2019

	Balance Dec. 31, 2018	Receipts			Disbursements			Transfers		Balance Dec. 31, 2019
		Budget Appropriation	Bond Anticipation Notes Issued	Bonds Issued	Miscellaneous			(From)	To	
Fund Balance	18,487.95	-	-	-	707.00	-	-	(5,000.00)	-	19,194.95
Capital Improvement Fund	740,713.18	-	-	-	-	-	-	-	-	735,713.18
Contracts Payable	60,708.00	-	-	-	-	249,265.60	-	231,746.44	-	43,188.84
Interfund - General Capital Fund	-	-	-	-	-	-	-	(5,498.10)	-	(5,498.10)
Reserve for Parking Truck	39,101.60	-	-	-	-	-	-	-	-	39,101.60
Ord. No.	Improvement Authorizations									
2874	Various Parking Improvements	13,624.19	-	-	-	-	-	(5,615.43)	-	13,624.19
2977	Park & Shop Gated Parking	5,615.43	-	-	-	-	-	(38,422.07)	-	(81,912.43)
3001	Equipment Purchase	(33,490.36)	10,000.00	-	-	-	-	-	-	-
3058	Various Parking Improvements	72,022.78	-	-	-	-	-	(3,773.59)	-	72,022.78
3078	Broad Street Garage Repairs	66,393.18	-	-	-	-	-	(91,440.81)	-	62,619.59
3086	Parking Various Improvements	91,440.81	-	-	-	-	-	(43,696.69)	-	689,173.34
3103	Parking Structure Repairs	732,870.03	-	-	-	-	-	(14,776.16)	-	30,531.21
3142	Various Parking Improvements	45,307.37	-	-	95,950.00	-	-	(28,256.55)	-	31,818.78
3168	Various Parking Improvements	(35,874.67)	-	96,000.00	95,950.00	707.00	-	(267.04)	5,000.00	100,732.96
		<u>1,796,919.49</u>	<u>10,000.00</u>	<u>96,000.00</u>	<u>95,950.00</u>	<u>707.00</u>	<u>249,265.60</u>	<u>(236,746.44)</u>	<u>236,746.44</u>	<u>1,750,310.89</u>
		E-E-5								E-E-5

City of Summit, N.J.

Schedule of Fixed Capital

Parking Utility Capital Fund

Year Ended December 31, 2019

<u>Description</u>	Balance <u>Dec. 31, 2018</u>	Ordinance	Balance <u>Dec. 31, 2019</u>
Improvement to Parking Facility	1,516,375.42	1,157,500.00	2,673,875.42
Construction of Chestnut Parking Lot	248,857.17	-	248,857.17
Supplemental Approp. - Tire Garage Renovations	408,162.27	-	408,162.27
Acquisition and Installation Meter Management System	74.90	-	74.90
Tire Parking Garage	833,441.85	-	833,441.85
Parking Services Pick-up Truck	22,287.89	-	22,287.89
Various Improvements and Purposes	1,770,397.11	-	1,770,397.11
	<u>4,799,596.61</u>	<u>1,157,500.00</u>	<u>5,957,096.61</u>
	E	E-9	E

City of Summit, N.J.

Schedule of Fixed Capital Authorized and Uncompleted

Parking Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Description	Ordinance Date	Amount	Improvement Authorizations				Balance, Dec. 31, 2019
				Deferred Charges to Future Revenue	Deferred Reserve For Amortization	Costs to Fixed Capital		
2874	Various Parking Improvements	11/04/2009	310,000.00	310,000.00	-	-	-	310,000.00
2977	Lighting and Fencing Lot Improvements	06/15/2012	750,000.00	707,500.00	-	-	707,500.00	-
3001	Lighting and Fencing Lot Improvements	12/18/2012	125,000.00	125,000.00	-	-	-	125,000.00
3058	Various Parking Improvements	07/08/2014	200,000.00	200,000.00	-	-	-	200,000.00
3078	Broad Street Garage Repairs	05/12/2015	500,000.00	500,000.00	-	-	-	500,000.00
3086	Parking Various Improvements	06/09/2015	450,000.00	450,000.00	-	-	450,000.00	-
3103	Parking Structure Repair	04/05/2016	1,900,000.00	1,900,000.00	-	-	-	1,900,000.00
3142	Various Parking Improvements	06/20/2017	400,000.00	400,000.00	-	-	-	400,000.00
3168	Various Parking Improvements	06/06/2018	101,000.00	101,000.00	-	-	-	101,000.00
3193	Various Parking Improvements	06/18/2019	101,000.00	<u>5,000.00</u>	<u>96,000.00</u>	<u>1,157,500.00</u>	<u>1,157,500.00</u>	<u>101,000.00</u>
			<u>4,693,500.00</u>	<u>5,000.00</u>	<u>96,000.00</u>	<u>E-13</u>	<u>E-13</u>	<u>E-8</u>
			<u>E</u>	<u>E-13</u>	<u>E-13</u>	<u>E</u>	<u>E</u>	<u>E</u>

City of Summit, N.J.

Schedule of Appropriation Reserves

Parking Utility Operating Fund

Year Ended December 31, 2019

	Balance, Dec. 31, 2018	Balance after <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Operating:				
Salaries and Wages	78,818.38	78,818.38	19,462.01	59,356.37
Other Expenses	500,654.86	500,654.86	215,403.27	285,251.59
Statutory Expenditures:				
Social Security System (O.A.S.I.)	14,682.24	14,682.24		14,682.24
	<u>594,155.48</u>	<u>594,155.48</u>	<u>234,865.28</u>	<u>359,290.20</u>
Unencumbered	E	405,525.40	E-5	E-1
Encumbered	E	188,630.08		
		<u>594,155.48</u>		

City of Summit, N.J.**Schedule of Contracts Payable****Parking Utility Capital Fund****Year Ended December 31, 2019**

	<u>Ref.</u>	
Balance - December 31, 2018	E	60,708.00
Increased by:		
Interfund - General Capital Fund	E-14	5,498.10
Improvement Authorizations	E-13	<u>226,248.34</u>
		<u>231,746.44</u>
		292,454.44
Decreased by:		
Cash Disbursed	E-5	<u>249,265.60</u>
Balance - December 31, 2019	E	<u>43,188.84</u>

City of Summit, N.J.

Schedule of Prepaid Parking Charges

Parking Utility Operating Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	E	<u>6,746.00</u>
Decreased by:		
Applied to Parking Rents	E-3	<u>6,746.00</u>

City of Summit, N.J.

Schedule of Improvement Authorizations

Parking Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Improvement Description	Ordinance Date	Amount	2019				Balance Dec. 31, 2019			
				Balance Dec. 31, 2018		Authorizations		Contracts		Funded	Unfunded
				Funded	Unfunded	Capital Improvement Fund	Deferred Charges to Future Revenue	Payable			
2874	Various Parking Improvements	11/04/2009	310,000.00	13,624.19	-	-	-	-	-	13,624.19	-
2977	Park & Shop Gated Parking	05/15/2012	750,000.00	-	5,615.43	-	-	-	5,615.43	-	-
3001	Equipment Purchase	12/18/2012	125,000.00	-	60,509.64	-	-	-	38,422.07	-	22,087.57
3058	Various Parking Improvements	07/08/2014	200,000.00	72,022.78	-	-	-	-	-	72,022.78	-
3078	Broad Street Garage Repairs	05/12/2015	500,000.00	-	66,393.18	-	-	-	3,773.59	62,619.59	-
3086	Parking Various Improvements	06/09/2015	450,000.00	-	91,440.81	-	-	-	91,440.81	-	-
3103	Parking Structure Repairs	04/05/2016	1,900,000.00	-	732,870.03	-	-	-	43,696.69	689,173.34	-
3142	Various Parking Improvements	06/20/2017	400,000.00	-	45,307.37	-	-	-	-	14,776.16	30,531.21
3168	Various Parking Improvements	06/06/2018	101,000.00	-	60,075.33	-	-	-	28,256.55	31,818.78	-
3193	Various Parking Improvements	06/18/2019	101,000.00	-	-	5,000.00	96,000.00	96,000.00	267.04	4,732.96	96,000.00
				<u>85,646.97</u>	<u>1,062,211.79</u>	<u>5,000.00</u>	<u>96,000.00</u>	<u>96,000.00</u>	<u>226,248.34</u>	<u>404,522.85</u>	<u>118,087.57</u>
				E	E	E-9,E-20	E-9,E-23	E-11	E	E	E

City of Summit, N.J.

Schedule of Due From General Capital Fund

Parking Utility Capital Fund

Year Ended December 31, 2019

Ref.

Increased by:

Contracts Payable	E-11	<u>5,498.10</u>
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Balance - December 31, 2019	E	<u><u>5,498.10</u></u>
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City of Summit, N.J.

Schedule of Accrued Interest

Parking Utility Operating Fund

Year Ended December 31, 2019

	Ref.	Total	Bonds	Notes
		41,655.89	22,988.86	18,667.03
Balance - December 31, 2018	E			
Increased by:				
Budget Appropriations	E-4	<u>157,959.00</u>	<u>92,409.00</u>	<u>65,550.00</u>
		<u>199,614.89</u>	<u>115,397.86</u>	<u>84,217.03</u>
Decreased by:				
Disbursements	E-5	<u>157,958.60</u>	<u>76,213.57</u>	<u>81,745.03</u>
Balance - December 31, 2019	E	<u>41,656.29</u>	<u>39,184.29</u>	<u>2,472.00</u>
Principal		Period in Days	Required Amount	Excess/ (Deficit)
Outstanding December 31, 2019	Interest Rate	From	To	Actual Amount
Serial Bonds Payable				
1,495,000.00	Various	7/15/2019	12/31/2019	169
950,000.00	Various	9/1/2019	12/31/2019	121
2,120,000.00	Various	8/15/2019	12/31/2019	138
<u>4,565,000.00</u>				
Bond Anticipation Notes				
96,000.00	2.00%	10/24/2019	12/31/2019	68
		<u>357.70</u>	<u>2,114.30</u>	<u>2,472.00</u>

City of Summit, N.J.

Schedule of Reserves

Parking Utility Fund

Year Ended December 31, 2019

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
Reserve for Snow Removal	7,354.16	-	7,354.16	-
Reserve for Capital Improvements	474,252.28	-	-	474,252.28
Reserve for State of NJ Sales Tax Payable	1,812.27	10,517.27	10,586.44	1,743.10
Reserve for Debt Service	18,050.00	-	-	18,050.00
	<u>501,468.71</u>	<u>10,517.27</u>	<u>17,940.60</u>	<u>494,045.38</u>
	E	E-5	E-5	E

Schedule of Reserves

Parking Utility Capital Fund

Year Ended December 31, 2019

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2018</u>	<u>Balance</u> <u>Dec. 31, 2019</u>
Reserve for Parking Truck	<u>39,101.60</u>	<u>39,101.60</u>
	E	E

City of Summit, N.J.
Schedule of Capital Improvement Fund
Parking Utility Capital Fund
Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	E	740,713.18
Decreased by:		
Improvement Authorizations	E-20	<u>5,000.00</u>
Balance - December 31, 2019	E	<u>735,713.18</u>

Schedule of Reserve for Amortization
Parking Utility Capital Fund
Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	E	3,914,596.61
Increased by:		
Transfer from Deferred Reserve for Amortization	E-20	129,000.00
Premium on Bond Sale To Paydown Bond Anticipation Notes	E-21	160,950.00
Debt Service Raised in Operating Budget: Bonds Payable	E-22	<u>220,000.00</u>
		<u>509,950.00</u>
Balance - December 31, 2019	E	<u>4,424,546.61</u>

City of Summit, N.J.

Schedule of Deferred Reserve for Amortization

Parking Utility Capital Fund

Ord. No.	Improvement Description	Year Ended December 31, 2019		Funded by Budget Appropriation	To Reserve for Amortization Fixed Capital	Balance, Dec. 31, 2019
		Balance, Dec. 31, 2018	Fixed Capital Authorized			
2874	Various Parking Improvements (Broad Street lighting, Meters)	39,500.00	-	-	-	39,500.00
2977	Park & Shop Gated Parking	107,500.00	-	-	107,500.00	-
3001	Parking Utility Equipment Purchase	6,000.00	-	10,000.00	-	16,000.00
3058	Various Parking Improvements	200,000.00	-	-	-	200,000.00
3078	Broad Street Garage Repairs	24,000.00	-	-	-	24,000.00
3086	Parking Various Improvements	21,500.00	-	-	21,500.00	-
3103	Parking Structure Repairs	95,000.00	-	-	-	95,000.00
3142	Various Parking Improvements	20,000.00	-	-	-	20,000.00
3168	Various Parking Improvements	5,050.00	-	-	-	5,050.00
3193	Various Parking Improvements	-	5,000.00	-	-	5,000.00
		<u>518,550.00</u>	<u>5,000.00</u>	<u>10,000.00</u>	<u>129,000.00</u>	<u>404,550.00</u>
		<u>E</u>	<u>E-13; E-18</u>	<u>E-5;E-23</u>	<u>E-19</u>	<u>E</u>

City of Summit, N.J.

Schedule of Bond Anticipation Notes Payable

Parking Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Improvement Description	Date of Original Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2018	Increased	Decreased	Balance Dec. 31, 2019
3103	Parking Structure Repairs	4/6/2017	4/5/2019	3.00%	1,805,000.00	-	1,805,000.00	-
3142	Improvement of Parking Facilities	4/5/2018	4/5/2019	3.00%	380,000.00	-	380,000.00	-
3193	Various Parking Improvements	10/24/2019	10/23/2019	2.00%	<u>2,185,000.00</u>	<u>96,000.00</u>	<u>2,185,000.00</u>	<u>96,000.00</u>
					<u>E</u>	<u>E</u>	<u>E</u>	<u>E</u>
					Issued for Cash E-5;E-23	96,000.00	-	160,950.00
					Premium on Bond Sale to Reduce Notes E-19	-	160,950.00	-
					Paid From Bond Funds E-5	-	2,024,050.00	-
						<u>96,000.00</u>	<u>2,185,000.00</u>	<u>2,185,000.00</u>

City of Summit, N.J.

Schedule of Serial Bonds Payable

Parking Utility Capital Fund

Year Ended December 31, 2019

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2019		Interest Rate	Balance Dec. 31, 2018	Increased	Decreased	Balance Dec. 31, 2019
			Date	Amount					
Parking Bonds of 2014	01/15/2014	2,200,000.00	01/15/20-21	150,000.00	2.00%				
			01/15/22	155,000.00	2.25%				
			01/15/23	160,000.00	2.50%				
			01/15/24	165,000.00	2.50%				
			01/15/25	170,000.00	2.75%				
			01/15/26	175,000.00	3.05%				
			01/15/27	180,000.00	3.05%				
			01/15/28	190,000.00	3.05%				
				1,640,000.00					1,495,000.00
Parking Bonds of 2016	04/07/2016	1,161,000.00	03/01/20	75,000.00	1.50%				
			03/01/21-23	80,000.00	2.00%				
			03/01/24-25	85,000.00	2.00%				
			03/01/26-28	90,000.00	2.00%				
			03/01/29	95,000.00	2.00%				
			03/01/30	100,000.00	2.00%				
				1,025,000.00					950,000.00

City of Summit, N.J.

Schedule of Serial Bonds Payable

Parking Utility Capital Fund

Year Ended December 31, 2019

City of Summit, N.J.

Schedule of Bonds and Notes Authorized But Not Issued

Parking Utility Capital Fund

Year Ended December 31, 2019

Ord. No.	Improvement Description	Balance, Dec. 31,2018	Improvements Authorized	Paid by Operating Budget	Bonds Issued	Notes Issued	Balance, Dec. 31,2019
3001	Equipment Purchase	114,000.00	-	10,000.00	95,950.00	-	104,000.00
3168	Various Parking Improvements	95,950.00	-	-	-	-	-
3193	Various Parking Improvements	-	96,000.00	-	-	96,000.00	-
		<u>209,950.00</u>	<u>96,000.00</u>	<u>10,000.00</u>	<u>95,950.00</u>	<u>96,000.00</u>	<u>104,000.00</u>
	Footnote E	E-13	E-13	E-20	E-22	E-21	Footnote E

City of Summit, N.J.

Schedule of Cash-Treasurer

Public Assistance Fund

Year Ended December 31, 2019

	<u>Ref.</u>	<u>P.A.T.F.</u> <u>Account #1</u>
Balance - December 31, 2018	F	17,125.32
Increased by Receipts:		
Interest Earned	F-3	343.65
		<hr/> 17,468.97
Decreased by Disbursements:		
Interfund - Current Fund	F-4	343.65
Balance - December 31, 2019	F	<hr/> 17,125.32

City of Summit, N.J.

Schedule of Cash and Reconciliation

Public Assistance Fund

Year Ended December 31, 2019

	<u>Ref.</u>	
Balance - December 31, 2018	F-1	17,125.32
Increased by Receipts:		
Cash Receipts Record	F-3	343.65
		17,468.97
Decreased by Disbursements:		
Cash Disbursements Record	F-4	343.65
Balance - December 31, 2019	F-1	17,125.32

P.A.T.F.
Reconciliation - December 31, 2019 Account #1

Balance on Deposit per Statement of:		
Investors Bank		
Checking		17,125.32
Balance - December 31, 2019		17,125.32

City of Summit, N.J.

Schedule of Revenues - Cash Basis

Public Assistance Fund

Year Ended December 31, 2019

P.A.T.F.
Account #1

Interest Earned	<u>343.65</u>
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Total Revenues (P.A.T.F.)	<u>343.65</u>
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F-1;F-6

F-4

Schedule of Expenditures - Cash Basis

Public Assistance Fund

Year Ended December 31, 2019

P.A.T.F.
Account #1

Interfund - Current Fund	<u>343.65</u>
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Total Disbursements (P.A.T.F.)	<u>343.65</u>
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F-1;F-6

City of Summit, N.J.

Schedule of Reserve for Public Assistance

Public Assistance Fund

Year Ended December 31, 2019

Ref.

Balance - December 31, 2018	F	<u>17,125.32</u>
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Balance - December 31, 2019	F	<u>17,125.32</u>
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Schedule of Interfund Current Fund

Public Assistance Fund

Year Ended December 31, 2019

Ref.

Increased by:

Interest on Investments	F-3	<u>343.65</u>
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Decreased by:

Disbursements	F-4	<u>343.65</u>
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CITY OF SUMMIT

PART II

**REPORT ON INTERNAL CONTROL AND ON COMPLIANCE
AND OTHER MATTERS**

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2019



WIELKOTZ & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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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

Honorable Mayor and
Members of the Common Council
City of Summit
County of Union, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements-regulatory basis of the City of Summit in the County of Union as of and for the year ended December 31, 2019 and the related notes to the financial statements, and have issued our report thereon dated July 2, 2020, which was adverse due to being presented in accordance with New Jersey regulatory basis of accounting.

Internal Control Over Financial Reporting

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

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



Honorable Mayor and
Members of the Common Council
Page 2

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Summit's financial statements-regulatory basis are free of 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 did not disclose instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain immaterial instances of noncompliance that we have reported to the management of the City of Summit in the accompanying comments and recommendations section of this report.

Purpose of this Report

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



James Cerullo, C.P.A.
Registered Municipal Accountant
No. 415

Wielkotz & Company, LLC

Wielkotz & Company, LLC
Certified Public Accountants

Pompton Lakes, New Jersey

July 2, 2020

GENERAL COMMENTS

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4

N.J.S.A. 40A:11-3 states:

- a. "When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of \$17,500, the contract may be awarded by a purchasing agent when so authorized by ordinance or resolution, as appropriate to the contracting unit, of the governing body of the contracting unit without public advertising for bids, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. of section 9 of P.L. 1971, c.198 (C.40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to \$25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.
- b. Any contracts made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to subparagraph (l) of paragraph (a) of subsection (1) of section 5 of P.L. 1971, c.198 (C.40A:11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.
- c. The Governor, in consultation with the Department of the Treasury, shall, no later than March 1 of every fifth year beginning in the fifth year after the year in which P.L. 1999, c.440 takes effect, adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish, as set forth in subsection a. of this section, or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in section 2 of P.L. 1971, c.198 (C.40A:11-2), and shall round the adjustment to the nearest \$1,000. The Governor shall, no later than June 1 of every fifth year, notify each governing body of the adjustment. That adjustment shall become effective on July 1 of the year in which it is made."

N.J.S.A. 40A:11-4 states: "Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body and subject to subsection b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder."

Effective July 1, 2015, the bid threshold in accordance with N.J.S.A. 40A:11-3 and 40A:11-4 (as amended) is \$17,500.00 and with a qualified purchasing agent the threshold may be up to \$40,000.00.

The Governing Body of the City of Summit have the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year and where question arises as to whether any contract or agreement might result in violation of the statute, the City Attorney's opinion should be sought before a commitment is made.

GENERAL COMMENTS (continued)

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4 (continued)

The minutes indicated the bids were requested by public advertising per N.J.S.A. 40A:11-4. The minutes also indicated that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

Inasmuch as the system of records did not provide for the accumulation of payments for categories for the performance of any work or the furnishing or hiring of any material or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violation existed. None were noted.

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

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

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

The governing body on January 3, 2019 adopted the following resolution authorizing interest to be charged on delinquent taxes:

BE IT RESOLVED by the Common Council of the City of Summit:

- 1) That pursuant to N.J.S.A. 54:4-67 (53:3.67 in the 08 audit) the interest rate to be charged on delinquent taxes, Sewer User Charges, and Improvement Assessments for the year 2019 is hereby fixed at 8% up to \$1,500.00 and 18% over \$1,500.00 per annum.
- 2) That an additional 6% penalty be charged for delinquency in excess of \$10,000.00 when same is not paid by the end of the year mentioned above.
- 3) That penalties be charged on tax Sale Certificates as follows:
2% percent on amounts over \$200.00 but not exceeding \$5,000.00
4% percent on amounts over \$5,000.00 but not exceeding \$10,000.00
6% percent on amounts exceeding \$10,000.00
- 4) That the Collector of Taxes and Collector of Sewer Use Charges be authorized and directed to provide that no interest calendar day following the date upon which the same became payable. The interest is to be calculated from the date the tax was payable until the date of the actual payment.

It appears from an examination of the Collector's record that interest was collected in accordance with the foregoing resolution.

GENERAL COMMENTS (continued)

FORECLOSED PROPERTY

The last tax sale was held on October 29, 2019 and was complete.

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

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

<u>Year</u>	<u>Number of Liens</u>
2019	-0-
2018	-0-
2017	-0-

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services, including the mailing of verification notices. In addition, we used analytical review procedures to satisfy the validity of the receivables.

The result of the test, which was made as of December 31, 2019, is not yet known but a separate report will be rendered if any irregularities develop.

OTHER COMMENTS

Outside Offices

In one case, a fee was charged by the Health Department, that was not included in the fee ordinance.

Expenditures

In some cases, expenditures were being made without being properly encumbered.

Municipal Court

There were 9 tickets assigned but not issued over 181 days.

RECOMMENDATIONS

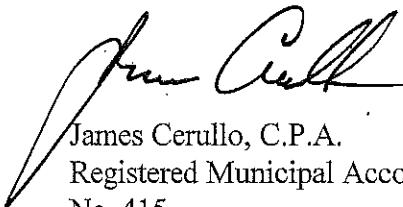
1. That all fees charged by the Health Department be included in the fee ordinance.
2. That expenditures be properly encumbered prior to being expended.
3. That tickets assigned but not issued over 181 days be recalled and reassigned.

STATUS OF PRIOR YEARS AUDIT RECOMMENDATIONS

A review was performed on all prior year's recommendations and corrective action was taken on all.

Should any questions arise as to our comments or recommendations, or should you desire assistance in implementing our recommendations, please do not hesitate to call us.

Very truly yours,



James Cerullo, C.P.A.
Registered Municipal Accountant
No. 415

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Pompton Lakes, New Jersey