

**TOWNSHIP OF NEPTUNE  
COUNTY OF MONMOUTH, NEW JERSEY**

**REPORT OF AUDIT  
YEAR ENDED DECEMBER 31, 2020**

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COUNTY OF MONMOUTH  
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**TOWNSHIP OF NEPTUNE**

**COUNTY OF MONMOUTH**

**PART I**

**REPORT OF AUDIT OF FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2020**



## INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members  
of the Township Committee  
Township of Neptune  
County of Monmouth  
Neptune, New Jersey

We have audited the accompanying comparative balance sheets-regulatory basis of the various funds of the Township of Neptune, ("Township"), County of Monmouth, State of New Jersey, as of December 31, 2020 and 2019, and the related comparative statements of operations and changes in fund balance-regulatory basis, and the related statement of revenues-regulatory basis and statement of expenditures-regulatory basis, and the statement of general fixed asset account group for the year then ended December 31, 2020, and the related notes to the financial statements which collectively comprise the Township's basic financial statements.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

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

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

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

As described in Note 1, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division (regulatory basis), which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Division.

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 the Township as of December 31, 2020 and 2019, or the results of its operations and the changes in fund balance for the year then ended.

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

In our opinion, the financial statements-regulatory basis referred to above present fairly, in all material respects, the financial position-regulatory basis of the various funds and fixed asset account group of the Township as of December 31, 2020 and 2019, and the results of its operations and changes in its fund balance of the individual funds for the years then ended and the revenues-regulatory basis and expenditures-regulatory basis of the various funds for the year ended December 31, 2020, in accordance with accounting principles and practices prescribe by the Division as described in Note 1 to the financial statements.

### **Other Matters**

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that schedule of pension contributions and schedule of net pension liability be presented to supplement the financial statements. Such information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements of the Township that collectively comprise the Township's financial statements. The accompanying financial information listed as supplementary exhibits and supplementary exhibits in the table of contents are presented for purposes of additional analysis as required by the Division and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements for Federal Awards* (Uniform Guidance), and schedule of expenditures of state financial assistance, as required by New Jersey OMB's Circular 15-08, *Single Audit Policy for the Recipients of Federal Grants, State Grants and State Aid*, are also presented for the purpose of additional analysis and are not a required part of the basic financial statements.

The accompanying financial information listed as supplementary exhibits and supplementary schedules in the table of contents and the schedule of expenditures of federal awards and the schedule of expenditures of state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary exhibits and supplementary data are fairly stated, in all material respects, in relation to the 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 August 25, 2021 on our consideration of the Township'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 the effectiveness of the Township's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

*Charles J. Fallon CPA RMA*

Charles J. Fallon  
Certified Public Accountant  
Registered Municipal Accountant #506

*Fallon & Company LLP*

FALLON & COMPANY LLP

Hazlet, New Jersey  
August 25, 2021

**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***

To the Honorable Mayor and Members  
of the Township Council  
Township of Neptune  
County of Monmouth  
Neptune Township, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements of prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"), the financial statements of the Township of Neptune, County of Monmouth, State of New Jersey ("Township"), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated August 25, 2021. We expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States of America. As described in Note 1, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

**Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. 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 Township's regulatory-basis financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **The Township of Neptune's Response to Findings**

The Township's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Township of Neptune's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Purpose of this Report**

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

*Charles J. Fallon CPA RMA*

Charles J. Fallon  
Certified Public Accountant  
Registered Municipal Accountant #506

*Fallon & Company LLP*

FALLON & COMPANY LLP

Hazlet, New Jersey  
August 25, 2021

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

<b>ASSETS</b>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Cash	A-4	\$ 14,680,487.95	\$ 12,072,594.29
Cash - Change Fund	A	805.00	825.00
		14,681,292.95	12,073,419.29
Due from State - P.L. 1971 C.20	A-6	3,889.05	3,523.29
		3,889.05	3,523.29
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	1,091,511.83	966,468.39
Tax Title Liens Receivable	A-9	42,797.73	37,304.28
Property Acquired for Taxes - Assessed Valuation	A-10	5,242,800.00	5,242,800.00
Revenue Accounts Receivable	A-11	69,757.75	37,248.59
Abating Costs	A-12	7,270.27	6,920.21
Commercial Refuse Collection Receivable	A	16,106.32	
Due from Animal Control - Excess Surplus	A	12,221.13	
Interfunds Receivable	A-13	18,859.28	
Mortgage Receivable	A-7	240,000.00	240,000.00
Pilot Program	A	1,218.83	17,514.11
		6,742,543.14	6,548,255.58
		21,427,725.14	18,625,198.16
Federal and State Grant Fund:			
Cash	A-4	472,370.03	591,343.98
Grants Receivable	A-25	316,838.92	146,456.97
		789,208.95	737,800.95
Total Assets		\$ 22,216,934.09	\$ 19,362,999.11

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>			
Appropriation Reserves	A-3/A-15	\$ 2,101,289.98	\$ 1,483,935.64
Interfunds Payable	A-13		43,533.29
Accounts Payable	A-14	105,424.85	142,748.91
Reserve for Encumbrances	A-16	1,515,254.27	1,585,150.46
Tax Overpayments	A-17	55,886.94	49,205.00
Prepaid Taxes	A-18	812,080.77	1,007,508.76
County Taxes Payable	A-20	54,853.99	45,803.25
Local School District Tax Payable	A-21	3,209,675.50	2,492,345.50
Due to State Agencies	A-22	14,807.00	30,214.00
Various Reserves	A-23	199,008.37	153,182.98
		<u>8,068,281.67</u>	<u>7,033,627.79</u>
Reserve for Receivables and Other Assets	A	6,742,543.14	6,548,255.58
Fund Balance	A-1	6,616,900.33	5,043,314.79
		<u>13,359,443.47</u>	<u>11,591,570.37</u>
		<u>21,427,725.14</u>	<u>18,625,198.16</u>
Federal and State Grant Fund:			
Appropriated Reserves	A-26	713,421.70	617,826.84
Reserve for Encumbrances	A-26	53,515.75	61,939.24
Unappropriated Reserves	A-27	1,285.00	58,034.87
Interfund - Marina Utility Capital Fund	A	20,986.50	
		<u>789,208.95</u>	<u>737,800.95</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 22,216,934.09</u>	<u>\$ 19,362,999.11</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE  
 REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	A-2	\$ 2,800,000.00	\$ 2,595,891.29
Miscellaneous Revenue Anticipated	A-2	10,239,711.01	10,081,169.27
Receipts from Delinquent Taxes	A-2	806,482.29	1,154,144.74
Receipts from Current Taxes	A-2	88,084,333.25	85,639,205.04
Non-Budget Revenues	A-2	729,629.54	442,765.14
Other Credits to Income:			
Mortgage Receivable	A-7		120,000.00
Appropriated Grant Reserves Canceled	A-13	908.27	5,630.00
Accounts Payable Canceled	A-14	50,509.37	11,453.95
Unexpended Balance of Appropriation Reserves	A-15	1,516,152.31	465,905.51
Tax Overpayments Canceled	A-17	21,587.65	1,496.99
Increase Change Fund	A		50.00
		<hr/>	<hr/>
Total Revenue		<u>104,249,313.69</u>	<u>100,517,711.93</u>
Expenditures:			
Budget Appropriations Within Caps:			
Operations:			
Salaries and Wages	A-3	18,255,800.00	18,109,750.00
Other Expenses	A-3	13,286,250.00	13,076,755.00
Deferred Charges and Statutory Expenditures	A-3	4,292,207.00	4,249,416.61
Budget Appropriations Excluded from Caps:			
Operations:			
Salaries and Wages	A-3	407,450.00	421,778.78
Other Expenses	A-3	2,784,537.52	2,605,919.60
Capital Improvements	A-3	100,000.00	125,000.00
Municipal Debt Service	A-3	4,579,623.64	4,207,126.95
Deferred Charges	A-3		250.00
		<hr/>	<hr/>
		43,705,868.16	42,795,996.94

The accompanying notes are an integral part of this statement.



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE  
 REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Prior Year Senior Citizens Disallowed	A-6	\$ 8,267.81	\$ 8,943.15
Grants Receivable Canceled	A-13	908.27	5,630.00
Refund of Prior Year Tax Revenue	A-17	57,060.61	17,088.65
Fire District Taxes	A-19	3,742,057.00	3,703,416.00
County Taxes	A-20	11,386,607.30	11,405,658.97
Local District School Tax	A-21	40,974,939.00	39,540,272.00
Refund of Prior Year Revenue	A-4		5,208.07
Change Fund Returned	A	20.00	
		<hr/>	<hr/>
Total Expenditures		99,875,728.15	97,482,213.78
		<hr/>	<hr/>
Excess/(Deficit) in Revenue		4,373,585.54	3,035,498.15
Fund Balance January 1	A	5,043,314.79	4,603,707.93
		<hr/>	<hr/>
		9,416,900.33	7,639,206.08
Decreased by:			
Utilized as Anticipated Revenue	A-1/A-2	2,800,000.00	2,595,891.29
		<hr/>	<hr/>
Fund Balance December 31	A	\$ 6,616,900.33	\$ 5,043,314.79
		<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
 STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Ref.</u>	<u>Anticipated</u>		<u>Realized</u>	<u>Excess or (Deficit)</u>
		<u>Budget</u>	<u>Special N.J.S.A. 40A:4-87</u>		
Fund Balance Anticipated	A-1	\$ 2,800,000.00		\$ 2,800,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-11	58,000.00		56,780.00	(1,220.00)
Other	A-11	195,000.00		183,364.00	(11,636.00)
Fees and Permits	A-11	390,000.00		378,376.00	(11,624.00)
Fines and Costs:					
Municipal Court	A-11	650,000.00		348,805.16	(301,194.84)
Interest and Costs on Taxes	A-11	270,000.00		259,752.65	(10,247.35)
Interest on Investments and Deposits	A-11	50,000.00		121,738.82	71,738.82
Consolidated Municipal Property Tax Relief Aid	A-11	300,317.00		168,896.99	(131,420.01)
Energy Receipts Tax	A-11	4,697,137.00		4,828,557.00	131,420.00
Uniform Construction Code Fees	A-11	700,000.00		1,181,376.00	481,376.00
Interlocal Services Agreements:					
Monmouth County 9-1-1 Services Personnel Loan	A-11	73,650.00		73,341.88	(308.12)
Neptune BOE - GREAT Program	A-11	25,000.00		25,000.00	
Fleet Maintenance - Allenhurst, Neptune Fire District, Neptune BOE, Asbury Park	A-11	87,000.00		89,594.33	2,594.33
Liability, Workman's Compensation, Pensions and Property Insurance - Neptune Fire, OG Fire	A-11	170,957.00		170,957.00	

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2020

			Anticipated			
	<u>Ref.</u>	<u>Budget</u>	<u>Special N.J.S.A. 40A:4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>	
Monmouth County EMS	A-11	\$ 6,000.00		\$ 6,000.00		
Community Notification System Agreement	A-11	2,800.00		2,800.00		
Prisoner Processing / Jail Program	A-11	6,900.00		6,900.00		
City of Asbury Park - Wesley Lake Maintenance	A-11	6,000.00		4,150.00	\$ (1,850.00)	
Township of Shrewsbury - Municipal Clerk	A-11	10,000.00		10,920.00	920.00	
Administration Fees - Off Duty Employment of Police Officers	A-11	150,000.00		159,417.50	9,417.50	
Cable T.V. - Franchise Fee	A-11	438,063.62		438,063.62		
Commercial Garbage Removal Fees	A-11	80,000.00		98,335.44	18,335.44	
Cell Tower Lease	A-11	100,000.00		132,734.21	32,734.21	
Monmouth County Lease of Facility	A-11	150,000.00		160,000.00	10,000.00	
General Capital Surplus	A-11	100,000.00		100,000.00		
FEMA Reimbursement - Hurricane Sandy	A-11					
EMS Program	A-11	600,000.00		671,172.89	71,172.89	
Recycling Tonnage Grant	A-25	50,333.81		50,333.81		
Drunk Driving Enforcement Fund	A-25	20,325.95		20,325.95		
Municipal Alliance on Alcoholism and Drug Abuse - State	A-25	57,084.00		57,084.00		
Federal Emergency Management Assistance	A-25	10,000.00		10,000.00		
Older Americans Act	A-25	35,000.00	\$ 50,081.00	85,081.00		
NJ Body Armor Replacement Fund	A-25	7,046.89		7,046.89		
Interfaith Neighbors - Senior Meal Program	A-25	22,308.00		22,308.00		
NJSP HMEP Training Grant	A-25	31,500.00		31,500.00		

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
 STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2020

		Anticipated			
	<u>Ref.</u>	<u>Budget</u>	Special N.J.S.A. <u>40A:4-87</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Edward Byrne Memorial Justice Assistance Grant	A-25		\$ 61,170.00	\$ 61,170.00	
CARES	A-25		84,289.25	84,289.25	
Hazaradous Discharges Site Remedetion Fund	A-25		7,813.65	7,813.65	
Alcohol Education Rehabilitation and Enforcement Program	A-25		8,252.03	8,252.03	
Clean Communities Program	A-25		64,062.94	64,062.94	
USDOJ-BJAFY20 Coronavirus Emer Supp Fund	A-25		53,410.00	53,410.00	
Total Miscellaneous Revenues	A-1	\$ 9,550,423.27	329,078.87	10,239,711.01	\$ 360,208.87
Receipts from Delinquent Taxes	A-1/A-2	947,106.95		806,482.29	(140,624.66)
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes	A-8	31,220,939.43		32,981,658.95	1,760,719.52
Minimum Library Tax	A-8	1,399,071.00		1,399,071.00	
Total Amount to be Raised by Taxes	A-2	32,620,010.43		34,380,729.95	1,760,719.52
Non-Budget Revenues	A-1/A-2			729,629.54	729,629.54
Total		\$ 45,917,540.65	\$ 329,078.87	\$ 48,956,552.79	\$ 2,709,933.27
	<u>Ref.</u>	A-3	A-3		

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2020

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections	A-1/A-8	\$ 88,084,333.25
Allocated to School, County and Fire District Taxes	A-8	<u>56,103,603.30</u>

Balance for Support of Municipal Budget Appropriations		31,980,729.95
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Add:

Reserve for Uncollected Taxes	A-3	<u>2,400,000.00</u>
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Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 34,380,729.95</u>
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Receipts from Delinquent Taxes:

Delinquent Tax Collections	A-8	\$ 802,408.71
Tax Title Lien	A-9	<u>4,073.58</u>

	A-2	<u>\$ 806,482.29</u>
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Analysis of Non-Budget Revenues:

Canister Rental	\$	1,600.00
Tires		1,587.00
Recycling		17,522.84
DPW - Freon		4,620.00
Copies		560.45
Planning Board		7,810.00
Employee Reimbursements - Cell Phones		240.00
Workman's Compensation Refunds		33,101.06
Variance - Board of Adjustment		30,693.80
Found Monies - Police		3,300.50
ID Cards - Police		845.00
Returned Checks		340.00

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**CURRENT FUND**  
**STATEMENT OF REVENUES - REGULATORY BASIS**

For the Year Ended December 31, 2020

Analysis of Non-Budget Revenues (continued):

Copies - Clerk's Office		
State Administration Fee - Senior Citizen and Veterans	\$	3,458.51
Other Unanticipated		19,763.27
Sale of Trash Cans		9,240.00
DMV Inspection Fines		400.00
Tax Search		40.00
Attorney Fees		2,414.00
Vending Revenue		253.97
Duplicate Bill		2,340.00
HPC Application Fees		4,200.00
Green Recycling Cans		5,250.00
Vacant Property Registration Fee		20,250.05
Abating Costs	A-12	7,561.14
Payments in Lieu of Taxes on Real Property		378,795.55
Neptune City-Brush Pickup		39,440.00
Sale of Municipal Assets		82,829.59
Tax Collector - Miscellaneous		8,572.81
Tax Sale Premiums Forfeited		42,600.00
		<hr/>
	\$	729,629.54
		<hr/> <hr/>

A-2

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Operations Within CAPS					
General Government Functions:					
General Administration					
Salaries and Wages	\$ 269,000.00	\$ 266,400.00	\$ 256,422.40	\$ 9,977.60	
Other Expenses	47,000.00	47,000.00	41,283.96	5,716.04	
Human Resources					
Salaries and Wages	97,000.00	97,000.00	94,130.37	2,869.63	
Other Expenses	76,250.00	66,250.00	43,338.10	22,911.90	
Municipal Clerk					
Salaries and Wages	222,500.00	225,100.00	223,396.83	1,703.17	
Other Expenses	28,500.00	28,500.00	27,489.50	1,010.50	
Financial Administration					
Salaries and Wages	420,000.00	420,000.00	369,791.97	50,208.03	
Other Expenses	100,000.00	100,000.00	86,234.54	13,765.46	
Audit Services					
Other Expenses	54,000.00	54,000.00	54,000.00		
Computerized Data Processing					
Salaries and Wages	171,500.00	171,500.00	161,856.80	9,643.20	
Other Expenses	27,900.00	27,900.00	12,698.52	15,201.48	
Revenue Administration					
Salaries and Wages	397,500.00	397,500.00	392,666.17	4,833.83	
Other Expenses	35,300.00	35,300.00	29,815.30	5,484.70	

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

		<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Tax Assessment Administration						
Salaries and Wages	\$	249,000.00	\$ 249,000.00	\$ 235,476.71	\$ 13,523.29	
Other Expenses		80,100.00	80,100.00	77,997.50	2,102.50	
Legal Services						
Other Expenses		825,000.00	875,000.00	850,326.21	24,673.79	
Engineering Services						
Salaries and Wages		251,000.00	251,000.00	249,801.94	1,198.06	
Other Expenses		88,400.00	88,400.00	57,272.96	31,127.04	
Economic Development						
Salaries and Wages		3,800.00	3,800.00	3,291.64	508.36	
Other Expenses		2,850.00	2,850.00		2,850.00	
Land Use Administration:						
Planning Board						
Salaries and Wages		57,000.00	57,000.00	53,496.34	3,503.66	
Other Expenses		11,750.00	11,750.00	7,065.62	4,684.38	
Historic Preservation Committee						
Salaries and Wages		13,000.00	13,000.00	12,448.49	551.51	
Other Expenses		37,050.00	37,050.00	20,857.06	16,192.94	
Zoning Board of Adjustment						
Other Expenses		11,755.00	11,755.00	10,069.41	1,685.59	
Land Use Administration Office						
Salaries and Wages		119,000.00	119,000.00	114,887.11	4,112.89	
Other Expenses		2,500.00	2,500.00	2,449.57	50.43	

The accompanying notes are an integral part of this statement.



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Community Programs					
Other Expenses	\$ 1,000.00	\$ 1,000.00		\$ 1,000.00	
Code Enforcement and Administration:					
Code Enforcement					
Salaries and Wages	337,500.00	328,500.00	\$ 309,283.61	19,216.39	
Other Expenses	13,600.00	13,600.00	9,640.00	3,960.00	
Mercantile Licensing					
Salaries and Wages	10,500.00	10,500.00	7,873.93	2,626.07	
Other Expenses	13,000.00	13,000.00	9,585.22	3,414.78	
Insurance					
Liability Insurance	380,000.00	380,000.00	380,000.00		
Workers Compensation Insurance	401,000.00	401,000.00	401,000.00		
Employee Group Insurance	5,319,000.00	5,118,000.00	4,863,551.56	254,448.44	
Health Benefit Waivers	35,000.00	35,000.00	27,291.74	7,708.26	
Public Safety Functions:					
Police Department					
Salaries and Wages	10,950,000.00	10,950,000.00	10,365,494.83	584,505.17	
Other Expenses	347,500.00	347,500.00	326,753.16	20,746.84	
Homeland Security Expenses	10,000.00	10,000.00	4,764.00	5,236.00	
Office of Emergency Management					
Salaries and Wages	17,000.00	28,000.00	24,586.78	3,413.22	
Other Expenses	66,000.00	71,500.00	70,789.77	710.23	
Homeland Security Expenses	10,000.00	10,000.00	1,250.00	8,750.00	

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Emergency Medical Services:					
Salaries and Wages	\$ 625,000.00	\$ 625,000.00	\$ 576,937.14	\$ 48,062.86	
Other Expenses	115,000.00	116,200.00	97,199.20	19,000.80	
Aid to Volunteer Ambulance Companies					
Other Expenses	45,000.00	45,000.00	45,000.00		
Municipal Prosecutor's Office					
Salaries and Wages	42,000.00	42,000.00	41,193.12	806.88	
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	860,000.00	758,950.00	721,417.99	37,532.01	
Other Expenses	222,700.00	222,700.00	215,873.08	6,826.92	
Administration of Public Works					
Salaries and Wages	236,500.00	241,500.00	236,057.32	5,442.68	
Other Expenses	19,500.00	19,500.00	19,316.00	184.00	
Solid Waste Collection					
Salaries and Wages	980,000.00	1,038,000.00	994,939.05	43,060.95	
Other Expenses	24,800.00	24,800.00	24,719.58	80.42	
Building and Grounds					
Salaries and Wages	470,000.00	470,000.00	421,366.38	48,633.62	
Other Expenses	136,000.00	136,000.00	113,424.77	22,575.23	
Vehicle Maintenance					
Other Expenses	1,280,000.00	1,280,000.00	1,191,852.59	88,147.41	

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Health and Human Services:					
Public Health Services					
Salaries and Wages	\$ 113,000.00	\$ 113,000.00	\$ 111,824.61	\$ 1,175.39	
Other Expenses	9,200.00	9,200.00	5,202.36	3,997.64	
Environmental and Shade Tree Committee					
Salaries and Wages	1,700.00	2,050.00	2,044.91	5.09	
Other Expenses	11,100.00	11,100.00	9,918.28	1,181.72	
Animal Control Services					
Other Expenses	88,000.00	88,000.00	85,500.00	2,500.00	
Park and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	185,000.00	185,000.00	175,256.92	9,743.08	
Other Expenses	65,650.00	57,445.00	19,143.58	38,301.42	
Senior Citizens Programs					
Salaries and Wages	302,000.00	313,000.00	309,908.93	3,091.07	
Other Expenses	118,650.00	93,650.00	58,848.77	34,801.23	
Maintenance of Parks					
Other Expenses	188,500.00	188,500.00	178,384.40	10,115.60	
Publicity and Tourism					
Salaries and Wages	14,000.00	14,000.00	10,338.51	3,661.49	
Other Expenses	5,000.00	5,000.00	2,750.00	2,250.00	
Celebration of Public Events					
Other Expenses	8,000.00	8,000.00	5,648.60	2,351.40	

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Utility Expenses and Bulk Purchases:					
Electricity	\$ 200,000.00	\$ 200,000.00	\$ 198,993.76	\$ 1,006.24	
Street Lighting	230,000.00	230,000.00	227,298.44	2,701.56	
Telephone	160,000.00	160,000.00	91,583.25	68,416.75	
Water	45,000.00	51,000.00	47,606.26	3,393.74	
Gas (Natural)	90,000.00	90,000.00	62,005.36	27,994.64	
Telecommunications Costs	140,000.00	145,000.00	143,824.83	1,175.17	
Gasoline	320,000.00	320,000.00	176,336.73	143,663.27	
Landfill / Solid Waste Disposal Costs:					
Landfill and Solid Waste Disposal Costs	1,650,000.00	1,840,000.00	1,836,962.47	3,037.53	
Municipal Court					
Salaries and Wages	330,000.00	330,000.00	282,461.64	47,538.36	
Other Expenses	29,700.00	29,700.00	17,248.53	12,451.47	
Public Defender (P.L. 1997, c.256)					
Salaries and Wages	12,000.00	12,000.00	11,862.00	138.00	
Uniform Construction Code Enforcement Functions					
Salaries and Wages	513,000.00	524,000.00	521,941.22	2,058.78	
Other Expenses	26,500.00	26,500.00	22,186.32	4,313.68	
Accumulated Absences Trust	10,000.00	10,000.00		10,000.00	
Snow Removal Trust	10,000.00	10,000.00		10,000.00	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Operations Within CAPS	31,542,255.00	31,542,050.00	29,604,806.52	1,937,243.48	
Detail:					
Salaries and Wages	18,269,500.00	18,255,800.00	17,292,455.66	963,344.34	
Other Expenses	13,272,755.00	13,286,250.00	12,312,350.86	973,899.14	
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The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Deferred Charges and Statutory Expenditures Within CAPS					
Statutory Expenditures:					
Public Employees' Retirement System	\$ 916,349.00	\$ 916,349.00	\$ 916,349.00		
Social Security System (O.A.S.I.)	820,000.00	820,000.00	797,907.84	\$ 22,092.16	
Police and Firemen's Retirement System	2,531,858.00	2,531,858.00	2,531,858.00		
Unemployment Insurance	20,000.00	20,000.00	20,000.00		
Defined Contribution Retirement Program	4,000.00	4,000.00	1,827.65	2,172.35	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Deferred Charges and Statutory Expenditures Within CAPS	4,292,207.00	4,292,207.00	4,267,942.49	24,264.51	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total Appropriations Within CAPS	35,834,462.00	35,834,257.00	33,872,749.01	1,961,507.99	
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Operations Excluded from CAPS					
Aid to Free Public Library	1,399,071.00	1,399,071.00	1,332,666.23	66,404.77	
Recycling Tax	65,000.00	65,000.00	47,581.15	17,418.85	
Interlocal Municipal Service Agreements					
Liability, Workers Comp., & Prop. Ins. - NFD & OGF	170,957.00	170,957.00	170,957.00		
Neptune BOE GREAT Program - Police					
Salaries and Wages	25,000.00	25,000.00	25,000.00		
Community Notification System	2,800.00	2,800.00	2,800.00		
ANSWER Water Rescue Team	10,000.00	10,000.00	6,616.21	3,383.79	
Monmouth County - EMS					
Salaries and Wages	6,000.00	6,000.00	6,000.00		
Fleet Maintenance - Allenhurst, NFD, OGF, Neptune BoE	87,000.00	87,000.00	76,338.76	10,661.24	
Neptune BOE Newsletter Cooperative	17,000.00	17,000.00	4,000.00	13,000.00	

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Prisoner Processing / Jail Program					
Salaries and Wages	\$ 6,900.00	\$ 6,900.00	\$ 6,900.00		
Monmouth County 9-1-1 Services	422,901.00	422,901.00	422,901.00		
Monmouth County Tax Assessment Program	7,500.00	7,500.00	3,894.80	\$ 3,605.20	
Monmouth County Personnel Loan (9-1-1 Operator)					
Salaries and Wages	73,650.00	73,650.00	73,341.86	308.14	
City of Asbury Park - Wesley Lake Maintenance	6,000.00	6,000.00	6,000.00		
Township of Shrewsbury - Municipal Clerk	10,000.00	10,000.00	10,000.00		
Public and Private Programs Offset by Revenues:					
Senior Citizen Program - Title III					
Salaries and Wages	213,000.00	213,000.00	213,000.00		
Other Expenses	10,000.00	60,081.00	60,081.00		
Drunk Driving Enforcement Fund	20,325.95	20,325.95	20,325.95		
Recycling Tonnage Grant	50,333.81	50,333.81	50,333.81		
Federal Emergency Management Services					
Federal Share	10,000.00	10,000.00	10,000.00		
Municipal Match					
DEDR - Drug and Alcohol Alliance - State Share	57,084.00	57,084.00	57,084.00		
DEDR - Drug and Alcohol Alliance - Municipal Share	14,271.00	14,271.00	14,271.00		
Supplemental Fire Services Grant	41,668.00	41,668.00	41,668.00		
Body Armor Replacement Fund	7,046.89	7,046.89	7,046.89		
Interfaith Neighbors - Sr. Ctr. Meals Program					
Salaries and Wages	22,308.00	22,308.00	22,308.00		
Salaries and Wages - Local Match	50,592.00	50,592.00	50,592.00		

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
NJSP HMEP Training Grant	\$ 31,500.00	\$ 31,500.00	\$ 31,500.00		
Matching Funds for Grants	25,000.00	25,000.00		\$ 25,000.00	
Edward Byrne Memorial Justice Assistance Grant		61,170.00	61,170.00		
Hazardous Discharges Site Remediation Fund		7,813.65	7,813.65		
Care Act		84,289.25	84,289.25		
Municipal Alcohol Education/Rehabilitation Program		8,252.03	8,252.03		
USDOJ-BJAFY20 Coronavirus Emer Supp Fund		53,410.00	53,410.00		
Clean Communities Program		64,062.94	64,062.94		
	2,862,908.65	3,191,987.52	3,052,205.53	139,781.99	
Total Operations - Excluded from CAPS					
Detail:					
Salaries and Wages	397,450.00	407,450.00	407,141.86	308.14	
Other Expenses	2,465,458.65	2,784,537.52	2,645,063.67	139,473.85	
	100,000.00	100,000.00	100,000.00		
Capital Improvements Excluded from CAPS					
Capital Improvement Fund					
	100,000.00	100,000.00	100,000.00		
Total Capital Improvements Excluded from CAPS					
Municipal Debt Service Excluded from CAPS					
Payment of Bond Principal	2,160,000.00	2,160,000.00	2,160,000.00		
Payment of Bond Anticipation Notes and Capital Notes	60,000.00	60,000.00	54,470.00		\$ 5,530.00
Interest on Bonds	895,975.00	895,975.00	895,954.24		20.76
Interest on Notes	40,000.00	40,000.00	38,181.14		1,818.86
Green Trust Loan Program:					
Loan Repayments for Principal and Interest	82,725.00	82,930.00	82,928.40		1.60

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Expended Reserved</u>	<u>Unexpended Balance Canceled</u>
Capital Lease Obligations					
Principal	\$ 1,212,470.00	\$ 1,212,470.00	\$ 1,212,470.00		
Interest	<u>269,000.00</u>	<u>269,000.00</u>	<u>135,619.86</u>		\$ 133,380.14
Total Municipal Debt Service Excluded from CAPS	<u>4,720,170.00</u>	<u>4,720,375.00</u>	<u>4,579,623.64</u>		<u>140,751.36</u>
Total General Appropriations Excluded from CAPS	<u>7,683,078.65</u>	<u>8,012,362.52</u>	<u>7,731,829.17</u>	\$ 139,781.99	<u>140,751.36</u>
Subtotal General Appropriations	43,517,540.65	43,846,619.52	41,604,578.18	2,101,289.98	140,751.36
Reserve for Uncollected Taxes	<u>2,400,000.00</u>	<u>2,400,000.00</u>	<u>2,400,000.00</u>		
Total General Appropriations	<u>\$ 45,917,540.65</u>	<u>\$ 46,246,619.52</u>	<u>\$ 44,004,578.18</u>	<u>\$ 2,101,289.98</u>	<u>\$ 140,751.36</u>
Ref.	A-2/A-3	A-3	A-3	A	
Adopted Budget	A-2/A-3	\$ 45,917,540.65			
Added by N.J.S. 40A:4-87	A-2	<u>329,078.87</u>			
	A-3	<u>\$ 46,246,619.52</u>			
Encumbrances Payable	A-16		\$ 1,515,254.27		
Reserve for Uncollected Taxes	A-3		2,400,000.00		
Grants Appropriated	A-13		815,540.52		
Cash Disbursed	A-4		<u>39,273,783.39</u>		
	A-3		<u>\$ 44,004,578.18</u>		

The accompanying notes are an integral part of this statement.



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Ref.</u>	<u>Budget After Modification</u>
Budget	A-2	\$ 45,917,540.65
Added by N.J.S. 40A:4-87	A-2	<u>329,078.87</u>
	A-3	<u><u>\$ 46,246,619.52</u></u>
		<u>Paid or Charged</u>
Reserve for Uncollected Taxes	A-2	\$ 2,400,000.00
Disbursements	A-4	39,273,783.39
Reserve for Encumbrances	A-16	1,515,254.27
Appropriated Reserves for Federal and State Grants	A-13/A-26	<u>815,540.52</u>
	A-3	<u><u>\$ 44,004,578.18</u></u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

TRUST FUND  
 COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

<b>ASSETS</b>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<b>Animal Control Trust Fund:</b>			
Cash	B-1	\$ 63,573.73	\$ 44,795.53
<b>Trust Other Fund:</b>			
Cash	B-1	4,939,451.91	4,813,642.00
		<u>\$ 5,003,025.64</u>	<u>\$ 4,858,437.53</u>
 <b>LIABILITIES, RESERVES AND FUND BALANCE</b>			
<b>Animal Control Trust Fund:</b>			
Due to Current Fund - Excess Surplus	B-2	\$ 12,221.13	
Reserve for Animal Control Expenditures	B-2	51,331.60	\$ 44,619.73
Due to State of New Jersey	B-3	21.00	175.80
		<u>63,573.73</u>	<u>44,795.53</u>
<b>Trust Other Fund:</b>			
Reserve for Escrow Funds	B-4	1,180,924.52	1,333,618.20
Various Reserves	B-5	2,043,477.44	2,019,229.52
Reserve for Encumbrances	B-6	355,215.56	268,436.36
Reserve for Tax Collector's Trust	B-7	1,287,439.71	1,125,695.09
Reserve for Unclaimed Funds	B-8	72,394.68	66,662.83
		<u>4,939,451.91</u>	<u>4,813,642.00</u>
		<u>\$ 5,003,025.64</u>	<u>\$ 4,858,437.53</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL CAPITAL FUND  
 COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

<b>ASSETS</b>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Cash	C-2	\$ 7,038,452.89	\$ 3,679,966.51
Interfund - Current Fund	C-4		43,533.29
Interfund - Sewer Utility Capital Fund	C-4	11,286.64	
Interfund - Marina Utility Capital Fund	C-4	2,677.18	
Grants Receivable	C-5	3,361,729.59	3,983,434.09
Overexpenditure of Improvement Authorization	C-5	34,975.13	
Deferred Charges to Future Taxation:			
Funded	C-6	25,138,976.20	20,594,039.57
Unfunded	C-7	2,974,750.00	7,516,667.00
		<u>\$ 38,562,847.63</u>	<u>\$ 35,817,640.46</u>
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>			
Reserve for Encumbrances	C-10	\$ 720,033.72	\$ 370,758.44
Green Trust Loans Payable	C-11	533,976.20	614,039.57
General Serial Bonds	C-12	24,605,000.00	19,980,000.00
Bond Anticipation Notes	C-13	4,954,500.00	3,368,913.00
Interfund - Current Fund	C-4	18,859.28	
Improvement Authorizations:			
Funded	C-8	4,473,620.50	5,279,884.22
Unfunded	C-8	2,705,145.97	5,680,642.87
Capital Improvement Fund	C-9	32,065.20	127,065.20
Various Reserves	C-14	176,248.64	220,571.16
Fund Balance	C-1	343,398.12	175,766.00
		<u>\$ 38,562,847.63</u>	<u>\$ 35,817,640.46</u>

There were bonds and notes authorized but not issued on December 31, 2020 of \$1,612,750.00 (Exhibit C-15)

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND  
 STATEMENT OF FUND BALANCE - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Ref.</u>		
Balance, December 31, 2019	C		\$ 175,766.00
Increased by:			
Premium on Serial Bonds Issued	C-2	\$ 1,245.92	
Premium on Bond Anticipaiton Notes Issued	C-2	1,101.70	
Cancelation of Improvement Authorizations	C-8	<u>265,284.50</u>	
			<u>267,632.12</u>
			443,398.12
Decreased by:			
Utilized as Revenue in the Current Fund	C-2		<u>100,000.00</u>
Balance, December 31, 2020	C		<u><u>\$ 343,398.12</u></u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY FUND  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

ASSETS	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<b><u>Operating Fund</u></b>			
Cash	D-5	\$ 5,943,818.27	\$ 5,307,426.51
Change Fund	D	200.00	200.00
Investment in General Capital Fund Notes	D-5	802,500.00	816,413.00
Investment in Marina Capital Fund Notes	D-5	1,000,000.00	1,113,500.00
Investment in Sewer Capital Fund Notes	D-5	1,200,000.00	1,330,000.00
		<u>8,946,518.27</u>	<u>8,567,539.51</u>
Deferred Charges:			
Overexpenditure of Appropriations	D-4	<u>18,214.52</u>	<u>                    </u>
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-7	349,743.85	358,203.24
OGSA Obligation Receivable	D-23	<u>                    </u>	<u>36,234.46</u>
		<u>349,743.85</u>	<u>394,437.70</u>
Total Operating Fund		<u>9,314,476.64</u>	<u>8,961,977.21</u>
<b><u>Capital Fund</u></b>			
Cash	D-5/D-6	4,318,312.25	3,147,501.65
Fixed Capital	D-9	20,332,382.86	20,332,382.86
Fixed Capital Authorized and Uncompleted	D-10	<u>10,902,827.00</u>	<u>8,327,827.00</u>
Total Capital Fund		<u>35,553,522.11</u>	<u>31,807,711.51</u>
Total Assets		<u>\$ 44,867,998.75</u>	<u>\$ 40,769,688.72</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY FUND  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>			
<b><u>Operating Fund</u></b>			
Appropriation Reserves	D-4/D-11	\$ 297,591.39	\$ 455,003.78
Reserve for Encumbrances	D-12	103,141.11	90,029.79
Customer Overpayments	D-13	28,362.66	24,296.83
Accrued Interest Payable	D-15	75,169.25	61,015.85
Accounts Payable	D-8		3,843.75
Reserve for FEMA Reimbursement	D	190,816.62	190,816.62
		<u>695,081.03</u>	<u>825,006.62</u>
Reserve for Receivable	D	349,743.85	394,437.70
Fund Balance	D-1	8,269,651.76	7,742,532.89
		<u>9,314,476.64</u>	<u>8,961,977.21</u>
Total Operating Fund		<u>9,314,476.64</u>	<u>8,961,977.21</u>
<b><u>Capital Fund</u></b>			
Bond Anticipation Notes	D-14	1,200,000.00	1,330,000.00
Serial Bonds	D-16	6,578,000.00	4,179,000.00
Reserve for Encumbrances	D-17	384,424.00	1,896,124.98
Improvement Authorizations:			
Funded	D-18	1,526,859.97	63,984.73
Unfunded	D-18	1,375,000.00	1,236,988.77
Capital Improvement Fund	D-19	809,258.25	734,258.25
Due to General Capital Fund	D-5	11,286.64	
Reserve for Amortization	D-20	19,454,120.35	19,237,791.15
Deferred Reserve for Amortization	D-21	2,665,849.98	1,987,041.48
Loans Payable	D-22	627,239.53	691,377.23
Reserve for FEMA Reimbursement	D	215,892.76	215,892.76
Reserve for Debt Service	D-5	540,670.82	235.02
Fund Balance	D-2	164,919.81	235,017.14
		<u>35,553,522.11</u>	<u>31,807,711.51</u>
Total Capital Fund		<u>35,553,522.11</u>	<u>31,807,711.51</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 44,867,998.75</u>	<u>\$ 40,769,688.72</u>

There were bonds and notes authorized but not issued on December 31, 2020 of \$1,910,000.00 (Exh. D-24)

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND  
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE  
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Revenue and Other Income Realized:			
Surplus Anticipated	D-3	\$ 272,500.00	\$ 296,900.00
Sewer Rents	D-3	5,936,216.12	6,081,851.13
Interest on Rents	D-3	165,738.65	51,146.32
Interest on Investments	D-3	59,815.19	44,480.45
Contract - Ocean Grove Sewer Authority	D-3	86,121.92	86,695.16
Contract - Borough of Tinton Falls	D-3	779,480.00	793,880.00
Contract - Borough of Neptune City	D-3	20,000.00	20,000.00
Contract - Township of Wall	D-3	50,000.00	50,000.00
Penn Station - OGSA Obligation	D-3	36,234.46	36,234.46
Other Credits to Income:			
Miscellaneous Revenue Not Anticipated	D-3	139,572.30	67,751.17
Canceled Accounts Payable	D-8	3,798.75	
Unexpended Balance of Appropriation Reserves	D-11	467,603.08	396,540.93
Total Revenue		<u>8,017,080.47</u>	<u>7,925,479.62</u>
Expenditures:			
Operating	D-4	5,773,000.00	5,805,500.00
Capital Improvements	D-4	300,000.00	300,000.00
Debt Service	D-4	1,061,676.12	886,577.97
Deferred Charges	D-4		250.00
Statutory Expenditures	D-4	101,000.00	101,000.00
Total Expenditures		<u>7,235,676.12</u>	<u>7,093,327.97</u>
Excess/(Deficit) in Revenue		781,404.35	832,151.65
Add: Expenditures Included Above Which are by Statute			
Deferred Charges to Budgets of Succeeding Year:			
Overexpenditure of Appropriations	D-4	18,214.52	
Statutory Excess to Fund Balance		799,618.87	832,151.65
Fund Balance January 1	D	<u>7,742,532.89</u>	<u>7,207,281.24</u>
		8,542,151.76	8,039,432.89
Decreased by:			
Utilization as Anticipated Revenue	D-1	272,500.00	296,900.00
Fund Balance December 31	D	<u>\$ 8,269,651.76</u>	<u>\$ 7,742,532.89</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND  
 STATEMENT OF FUND BALANCE - REGULATORY BASIS

For the Year Ended December 31, 2019

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 235,017.14
Increased by:		
Premium on Bond Issue	D-5	4,902.67
		239,919.81
Decreased by:		
Fixed Capital Authorized and Uncompleted	D-10/D-18/D-21	75,000.00
		75,000.00
Balance, December 31, 2020	D	\$ 164,919.81

The accompanying notes are an integral part of this statement.



**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND  
STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Ref.</u>	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Surplus Anticipated	D-1	\$ 272,500.00	\$ 272,500.00	
Sewer Rent	D-1/D-3	5,950,000.00	5,936,216.12	\$ (13,783.88)
Interest on Sewer Rent	D-1/D-5	50,000.00	165,738.65	115,738.65
Interest on Investments	D-1/D-5	10,000.00	59,815.19	49,815.19
Contract - Ocean Grove Sewer Authority	D-1/D-5	65,000.00	86,121.92	21,121.92
Contract - Borough of Tinton Falls	D-1/D-5	650,000.00	779,480.00	129,480.00
Contract - Borough of Neptune City	D-1/D-5	20,000.00	20,000.00	
Contract - Township of Wall	D-1/D-5	50,000.00	50,000.00	
Penn Station - OGSA Obligation	D-1/D-5/D-23	36,000.00	36,234.46	234.46
Sewer Utility Capital Surplus	D-1/D-5	200,000.00		(200,000.00)
Miscellaneous Revenue Not Anticipated	D-1/D-3		139,572.30	139,572.30
		<u>\$ 7,303,500.00</u>	<u>\$ 7,545,678.64</u>	<u>\$ 242,178.64</u>
	<u>Ref.</u>			
	D-4			
<u>Analysis of Miscellaneous Revenue Not Anticipated</u>				
Sewer Connection Fees			\$ 135,000.00	
Sewer Openings			400.00	
T.O.S.A. Agreement			4,140.00	
Miscellaneous			32.30	
	D-1/D-3/D-5		<u>\$ 139,572.30</u>	
<u>Analysis of Rents</u>				
Sewer Rents Collected	D-7		\$ 5,912,560.43	
Overpayments Applied	D-7		23,655.69	
	D-3		<u>\$ 5,936,216.12</u>	

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY  
 SEWER UTILITY OPERATING FUND  
 STATEMENT OF EXPENDITURES - REGULATORY BASIS

For the Year Ended December 31, 2020

	Appropriated		Expended		Unexpended Balance Canceled	Over- Expenditure	
	Budget	Budget After Modification	Paid or Charged	Reserved			
Operating:							
Salaries and Wages	\$ 550,000.00	\$ 550,000.00	\$ 466,563.41	\$ 83,436.59			
Other Expenses	778,000.00	778,000.00	773,368.62	4,631.38			
TNSA - Annual Charge	4,150,000.00	4,150,000.00	3,991,183.08	158,816.92			
Group Insurance for Employees	295,000.00	295,000.00	256,254.11	38,745.89			
Capital Improvements:							
Capital Improvement Fund	200,000.00	200,000.00	200,000.00				
Capital Outlay	100,000.00	100,000.00	99,940.79	59.21			
Debt Service:							
Payment of Bond Principal	501,000.00	501,000.00	501,000.00				
Payment on Bond Anticipation Notes	200,000.00	200,000.00	130,000.00		\$ 70,000.00		
Interest on Bonds	190,000.00	190,000.00	197,647.85			\$ 7,647.85	
Interest on Notes	500.00	500.00	11,066.67			10,566.67	
Capital Lease Program	165,000.00	165,000.00	150,649.26		14,350.74		
NJIT - Loan	73,000.00	73,000.00	71,312.34		1,687.66		
Statutory Expenditures:							
Contribution to:							
Public Employees' Retirement System	55,000.00	55,000.00	55,000.00				
Social Security System (O.A.S.I.)	45,000.00	45,000.00	33,098.60	11,901.40			
Unemployment Compensation Insurance	1,000.00	1,000.00	1,000.00				
	<u>\$ 7,303,500.00</u>	<u>\$ 7,303,500.00</u>	<u>\$ 6,938,084.73</u>	<u>\$ 297,591.39</u>	<u>\$ 86,038.40</u>	<u>\$ 18,214.52</u>	
	<u>Ref.</u>	D-3	D-3	D-1/D-4	D/D-1	D-1	D/D-1
Cash Disbursed	D-5			\$ 6,619,999.46			
Reserve for Encumbrances	D-12			103,141.11			
Accrued Interest Payable	D-15			<u>214,944.16</u>			
	D-4			<u>\$ 6,938,084.73</u>			

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY FUND  
 COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>		<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<b>ASSETS</b>				<b>ASSETS</b>			
<u>Operating Fund</u>				<u>Capital Fund</u>			
Cash	E-5	\$ 521,411.49	\$ 449,001.73	Cash	E-5/E-6	\$ 1,394,192.60	\$ 297,234.30
Change Fund	E	50.00	50.00	Fixed Capital	E-8	7,465,188.86	7,465,188.86
Due from Marina Utility Capital Fund	E-7	33,822.22		Fixed Capital Authorized and Uncompleted	E-9	3,000,000.00	2,900,000.00
				Due from Federal and State Grant Fund	E-12	20,986.50	
		555,283.71	449,051.73	Grants Receivable	E-20	12,835.72	
Deferred Charges:							
Overexpenditure of Appropriation	E-4	2,260.74					
		2,260.74		Total Assets		\$ 11,893,203.68	\$ 10,662,423.16
Total Assets		\$ 557,544.45	\$ 449,051.73	<b>LIABILITIES, RESERVES AND FUND BALANCE</b>			
<b>LIABILITIES, RESERVES AND FUND BALANCE</b>				Serial Bonds	E-14	\$ 1,740,000.00	\$ 863,000.00
Appropriation Reserves	E-4/E-10	\$ 45,980.40	\$ 28,414.37	Bond Anticipation Notes	E-15	1,000,000.00	1,113,500.00
Reserve for Encumbrances	E-11	18,308.02	6,751.34	Improvement Authorizations:			
Accrued Interest Payable	E-13	15,137.13	9,895.50	Funded	E-16	121,100.03	
Sales Taxes Payable	E-21	3,995.34	4,191.95	Unfunded	E-16		54,559.42
Reserve for FEMA Reimbursement	E-24	164,683.47	130,961.25	Reserve for Encumbrances	E-16	10,761.25	13,261.25
		248,104.36	180,214.41	Capital Improvement Fund	E-17	133,950.00	108,950.00
Fund Balance	E-1	309,440.09	268,837.32	Reserve for Amortization	E-18	6,210,600.00	6,067,250.00
		\$ 557,544.45	\$ 449,051.73	Deferred Reserve for Amortization	E-19	2,405,000.00	2,321,850.00
Total Liabilities, Reserves and Fund Balance		\$ 557,544.45	\$ 449,051.73	Reserve for Reconstruction	E-22	100,000.00	100,000.00
				Due to General Capital Fund	E-5	2,677.18	
				Due to Marina Utility Operating Fund	E-23	33,822.22	
				Reserve for Payment of Debt	E-25	111,846.30	
				Fund Balance	E-2	23,446.70	20,052.49
				Total Liabilities, Reserves and Fund Balance		\$ 11,893,203.68	\$ 10,662,423.16

Bonds and notes authorized but not issued on December 31, 2020 is \$0.00. (Exh. E-26)

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND  
COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE  
REGULATORY BASIS

For the Years Ended December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Revenue and Other Income Realized:			
Fund Balance Utilized	E-3	\$ 49,500.00	\$ 34,300.00
Marina Fees and Costs	E-3	522,371.18	483,307.76
Interest on Investments	E-3	5,429.64	3,269.09
Miscellaneous	E-3	450.00	416.22
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	E-10	30,051.59	24,567.91
Accounts Payable Canceled	E-1		506.25
Sales Tax Balance Canceled	E-21	17.36	13.67
Total Revenue		<u>607,819.77</u>	<u>546,380.90</u>
Expenditures:			
Operating	E-4	194,450.00	177,000.00
Capital Improvements	E-4	65,000.00	50,000.00
Debt Service	E-4	250,477.74	257,522.88
Statutory Expenditures	E-4	10,050.00	9,300.00
Total Expenditures		<u>519,977.74</u>	<u>493,822.88</u>
Excess/(Deficit) in Revenue		87,842.03	52,558.02
Add:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budgets of succeeding Year:			
Overexpenditure of Appropriations	E-4	<u>2,260.74</u>	
Statutory Excess to Fund Balance		90,102.77	52,558.02
Fund Balance January 1	E	<u>268,837.32</u>	<u>250,579.30</u>
		358,940.09	303,137.32
Decreased by:			
Utilization as Anticipated Revenue	E-1/E-3	<u>49,500.00</u>	<u>34,300.00</u>
Fund Balance December 31	E	<u>\$ 309,440.09</u>	<u>\$ 268,837.32</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**STATEMENT OF FUND BALANCE - REGULATORY BASIS**

For the Year Ended December 31, 2020

	<u>Ref.</u>		
Balance, December 31, 2019	E		\$ 20,052.49
Increased by:			
Premium on Bond Issue	E-5	\$ 1,305.93	
Cancellation of Funded Improvement Authorizations	E-16	<u>2,088.28</u>	
			<u>3,394.21</u>
Balance, December 31, 2020	E		<u>\$ 23,446.70</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND  
 STATEMENT OF REVENUES - REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Ref.</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess or (Deficit)</u>
Surplus Anticipated	E-1	\$ 49,500.00	\$ 49,500.00	
Marina Fees and Costs	E-1/E-3	483,000.00	522,371.18	\$ 39,371.18
Interest on Investments	E-1/E-5		5,429.64	5,429.64
Miscellaneous	E-1/E-5		450.00	450.00
		<u>\$ 532,500.00</u>	<u>\$ 577,750.82</u>	<u>\$ 45,250.82</u>
<u>Analysis of Marina Fees and Costs</u>				
Summer Dockage			\$ 402,461.04	
Winter Storage Fees			72,012.14	
Ramp Fees			14,538.00	
Launching/Haul Out			4,556.50	
Summer Land Storage			28,803.50	
	E-1/E-5/E-3		<u>\$ 522,371.18</u>	

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY OPERATING FUND**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS**

For the Year Ended December 31, 2020

	<u>Appropriated</u>		<u>Expended</u>		<u>Canceled</u>	<u>Over- Expenditure</u>
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>		
Operating:						
Salaries and Wages	\$ 99,500.00	\$ 100,900.00	\$ 100,900.00			
Other Expenses	95,500.00	93,550.00	80,088.51	\$ 13,461.49		
Capital Improvements:						
Capital Improvement Fund	30,000.00	30,000.00	30,000.00			
Capital Outlay	35,000.00	35,000.00	2,510.00	32,490.00		
Debt Service:						
Payment of Bond Principal	108,000.00	108,000.00	108,000.00			
Payment of Bond Anticipation and Capital Notes	35,000.00	46,050.00	46,050.00			
Interest on Bonds	40,000.00	40,000.00	42,260.74			\$ 2,260.74
Interest on Notes	20,000.00	20,000.00	13,062.33		\$ 6,937.67	
MCIA Capital Equipment Lease Program - 2007	60,000.00	48,950.00	41,104.67		7,845.33	
Statutory Expenditures:						
Public Employees' Retirement System	2,500.00	2,500.00	2,500.00			
Contribution to Social Security System (O.A.S.I.)	7,000.00	7,550.00	7,521.09	28.91		
	<u>\$ 532,500.00</u>	<u>\$ 532,500.00</u>	<u>\$ 473,997.34</u>	<u>\$ 45,980.40</u>	<u>\$ 14,783.00</u>	<u>\$ 2,260.74</u>
	<u>Ref.</u>	E-3	E-1	E-1/E-4	E	E/E-1
Analysis of Paid or Charged:						
Cash Disbursements	E-5		\$ 400,366.25			
Reserve for Encumbrances	E-11		18,308.02			
Accrued Interest Payable	E-13		<u>55,323.07</u>			
	E-4		<u>\$ 473,997.34</u>			

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

<b>ASSETS</b>	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
Cash - Treasurer	F-1	\$ 739,995.67	\$ 697,660.51
Notes Receivable:			
Reciprocal Loans	F-2	72,157.44	92,663.29
Facade Improvement Loans	F-3	10,395.57	25,728.31
		\$ 822,548.68	\$ 816,052.11
<b>LIABILITIES AND RESERVES</b>			
Reserve for Loans Receivable:			
Reciprocal Loans	F-2	\$ 72,157.44	\$ 92,663.29
Facade Improvement Loans	F-3	10,395.57	25,728.31
Reserve for Loan and Grant Fund Expenditures	F-4	739,995.67	697,660.51
		\$ 822,548.68	\$ 816,052.11

The accompanying notes are an integral part of this statement.



**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

PUBLIC ASSISTANCE FUND  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
<b>ASSETS</b>			
Cash	G-1	\$ 19,561.26	\$ 19,437.34
		<u>\$ 19,561.26</u>	<u>\$ 19,437.34</u>
 <b>LIABILITIES AND RESERVES</b>			
Reserve for Public Assistance	G	\$ 19,561.26	\$ 19,437.34
		<u>\$ 19,561.26</u>	<u>\$ 19,437.34</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**PAYROLL FUND**  
**COMPARATIVE BALANCE SHEET - REGULATORY BASIS**

As of December 31,

<b>ASSETS</b>	<u>2020</u>	<u>2019</u>
Cash	\$ 340,688.55	\$ 280,290.39
	<u>\$ 340,688.55</u>	<u>\$ 280,290.39</u>
<b>LIABILITIES</b>		
Pensions Payable	\$ 161,670.19	\$ 167,489.01
Miscellaneous	179,018.36	112,801.38
	<u>\$ 340,688.55</u>	<u>\$ 280,290.39</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL FIXED ASSET ACCOUNT GROUP  
 COMPARATIVE STATEMENT OF GENERAL FIXED ASSETS  
 REGULATORY BASIS

As of December 31,

	<u>Ref.</u>	<u>2020</u>	<u>2019</u>
General Fixed Assets:			
Land	I-1	\$ 20,546,912.78	\$ 19,395,733.02
Land Improvements	I-1	411,700.15	411,700.15
Buildings and Improvements	I-1	4,838,722.77	4,727,236.77
Machinery, Equipment and Vehicles	I-1	<u>20,040,107.58</u>	<u>18,542,843.78</u>
		<u>\$ 45,837,443.28</u>	<u>\$ 43,077,513.72</u>
 Investments in General Fixed Assets	 I-1	 <u>\$ 45,837,443.28</u>	 <u>\$ 43,077,513.72</u>

The accompanying notes are an integral part of this statement.

**TOWNSHIP OF NEPTUNE**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDING DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF ACCOUNTING POLICIES**

This report includes the financial statements of the Township of Neptune (“Township”), within the County of Monmouth, in the State of New Jersey, and reflects the activities of the municipality which is under the control of the Mayor and Township Council. The financial statements of the Board of Education, Housing Authority, Neptune Sewerage Authority, Ocean Grove Sewerage Authority, Public Library, First Aid Organization and Fire Districts are reported separately based on management’s interpretation of Governmental Accounting Standards Board (“GASB”) Standard No. 61.

**A. Reporting Entity**

The Governmental Accounting Standards Board (“GASB”) has established criteria to be used to determine which component units should be included in the financial statements of the oversight entity. The Division of Local Government Services, Department of Community Affairs, State of New Jersey (“Division”) requires the financial statements of the Township of Neptune (“Township”) to be reported separately.

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

The financial statements of the Township include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township do not include the operations of other organizations, inasmuch as their activities are administered by separate boards.

**B. Basis of Presentation and Basis of Accounting**

The financial statements are presented on the basis of accounting prescribed by the Division.

The GASB Codification also defines the financial statements of a governmental unit to be presented in general purpose financial statements in accordance with GAAP. The Township 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 exhibits. This practice differs from GAAP.

The accounting principles and practices prescribed for municipalities by the Division differ in certain aspects from GAAP applicable to local governmental units. The more significant differences are as follows:

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

**Fund Accounting** - A fund is a self-balancing set of accounts. The accounting policies of the Township conform to the accounting principles and practices prescribed by the Division. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF ACCOUNTING POLICIES**

**B. Basis of Presentation and Basis of Accounting (continued)**

**Fund Accounting (continued)** - and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial activities through the following separate funds which differ from the fund structure required by accounting principles generally accepted in the United States of America:

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

Grant Fund - accounts for receipts and disbursements of Federal and State grants.

Animal Control Trust Fund - animal license revenues and expenditures.

Trust Other Fund - records the receipts, custodianship and disbursement of monies in accordance with the purpose for which each reserve was established.

General Capital Fund - records the receipt and disbursement of funds for the acquisition of general infrastructure and other capital facilities, other than those acquired through the Current Fund. General bonds and notes payable are recorded in this fund offset by deferred charges to future taxation.

Sewer Utility Operating and Capital Funds - account for the operation and acquisition of capital facilities of the municipally-owned sewer utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

Marina Utility Operating and Capital Fund - account for the operations and acquisitions of capital of the municipality-owned marina utility. Bonds and notes payable of the Utility Fund are recorded in the Utility Capital Fund.

Public Assistance Fund - receipts and disbursements of funds that provide assistance to certain residents of the Township pursuant to Title 44 of New Jersey statutes.

Payroll Fund - receipts and disbursements to account for the payroll and payroll tax liabilities of the Township. Amounts are received from the Current, Sewer Utility and Marina Utility funds.

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

**Budgets and Budgetary Accounting** - The Township must adopt an annual budget in accordance with N.J.S.A. 40A:4-4 et al. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulated in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)**

**B. Basis of Presentation and Basis of Accounting (continued)**

**Budgets and Budgetary Accounting (continued)** - hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9.

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

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

**C. Cash, Cash Equivalents and Investments**

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of securities which may be purchased by New Jersey municipal units.

The Township is required to deposit funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-42 requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with GUDPA. Public funds are defined as the funds of any government unit. Public depositories include banks (both state and national banks), savings and loan institutions and savings banks, the deposits of which are federally insured. All public depositories pledge collateral, having a market value of five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories in the collateral pool, is available to pay the full amount of their deposits to the governmental units. The cash management plan adopted by the Township requires it to deposit funds in public depositories protected from loss under the provisions of the act.

The Township considers highly liquid investments with an original maturity of three months or less at the time of purchase to be cash equivalents.

**D. Inventories of Supplies**

The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The inventories have offsetting reserve amounts. The Township currently has no inventory.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)**

**E. Property Taxes and Other Revenues**

Property taxes and other revenues are recognized on a cash basis. Receivables for property taxes and other items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. GAAP requires such revenue to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts. Property taxes are payable quarterly on the first day of February, May, August and November.

**F. Grant Revenues and Expenditures**

Federal and State grants, entitlement or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Township's budget. GAAP requires such revenues to be recognized in the accounting period when they are earned and the expenditures to be recognized when the liability is incurred.

**G. Property Acquired for Taxes**

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 its market value.

**H. Interfunds**

Interfund receivables in the Current Fund are recorded with offsetting reserves which are created by charges to operations. Revenue 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.

**I. Deferred Charges**

The regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories, overexpenditures and emergency appropriations. Overexpenditures occur when expenditures recorded as "paid or charged" exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Overexpenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the respective balance sheet. GAAP does not permit the deferral of overexpenditures to succeeding budgets.

In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead, the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance. The status of deferred charges at December 31, 2020 is set forth in Note 11.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)**

**J. Appropriation Reserves**

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.

**K. Expenditures**

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.

**L. Encumbrances**

Contractual orders at December 31 are reported as expenditures through the establishment of a reserve for encumbrances. Encumbrances do not constitute expenditures under GAAP.

**M. 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.

**N. Reserve for Sale of Municipal Assets**

Cash proceeds from the sale of Township owned property may be reserved until utilized as an item of anticipated revenue in a subsequent year budget. Year end balances of such proceeds would be reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period that the terms of sales contracts become legally enforceable.

**O. Capital Leases**

Capital Leases are not recorded at the lesser of the fair value of the leased property or the present value of the minimum lease payments. GAAP requires an amount equal to the lesser of the fair value of the leased property or the present value of the minimum lease payments to be recorded in General Fixed Assets Account Group and the long-term obligation be recorded as part of a General Long-Term Debt Account Group.

**P. General Fixed Assets**

Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the



**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)**

**P. General Fixed Assets (continued)**

regulations, all local units, including municipalities, must maintain a general fixed asset reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget's *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Part 200, §200.12), except that the useful life of such property is at least five years. The Township has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to June 30, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Township is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the fiscal year, must be included in the Township's basic financial statements. The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that include accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage, or theft.

**Q. Fixed Assets - Utility**

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

**R. Comparative Data**

Comparative total data for the various funds for the prior year has been presented in the accompanying Balance Sheets and Statements of Operations and Changes in Fund Balance in order to provide an understating of changes in the Township's financial position. However, Comparative statements of Revenues and Statements of Expenditures have not been presented since this inclusion would make the statements unduly complex and difficult to read.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 1 SUMMARY OF ACCOUNTING POLICIES (continued)**

**S. Impact of Recently Issued Accounting Principles**

Recently Issued Accounting Pronouncements

There were no recently issued accounting pronouncements adopted by the Township in 2020.

**NOTE 2 CASH, CASH EQUIVALENTS AND INVESTMENTS**

**Deposits**

At December 31, 2020, the Township’s deposits had a carrying amount of \$42,301,265.43.

**Custodial Credit Risk Related to Deposits**

Custodial credit risk is the risk that, in the event of a bank failure, the Township’s deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA should not be relied on to protect intermingled trust funds, bail funds, withholdings from an employee’s salary or funds that may pass to the municipality upon the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

As of December 31, 2020, the Township’s bank balances of \$42,301,265.43 were exposed to custodial credit risk as follows:

Insured by FDIC	\$	716,888.14
Insured by GUDPA		39,901,334.48
Uninsured and Uncollateralized		<u>1,683,042.81</u>
 Total	 \$	 <u>42,301,265.43</u>

**NOTE 3 PROPERTY TAXES**

The following is a three-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous two calendar years:

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 3 PROPERTY TAXES (continued)**

Comparative Schedule of Tax Rates

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Tax Rate (Per \$100 Assessed Valuation)	\$ 2.019	\$ 2.044	\$ 2.066
Apportionment of Tax Rate			
Municipality	0.775	0.783	0.793
County	0.270	0.282	0.294
Local School	0.974	0.979	0.979

Net Valuation Table

2020	\$ 4,207,157,700.00		
2019		\$ 4,037,304,000.00	
2018			\$ 3,906,392,700.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage of Collection</u>
2020	\$ 89,139,252.13	\$ 88,084,333.25	98.81%
2019	86,624,680.76	85,639,205.04	98.86%
2018	84,859,219.13	83,636,706.04	98.55%

Delinquent Taxes and Tax Title Liens

<u>Year Ended December 31</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2020	\$ 42,797.73	\$ 1,091,511.83	\$ 1,134,309.56	1.20%
2019	37,304.28	966,468.39	1,003,772.67	1.16%
2018	27,126.53	1,167,297.70	1,194,424.23	1.40%

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 3 PROPERTY TAXES**

The following comparison is made of the number of tax title liens receivable on December 31st of the last three (3) years.

<u>Tax Year</u>	<u>Number of Liens</u>
2020	15
2019	15
2018	15

**NOTE 4 PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION**

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

<u>Year</u>	<u>Amount</u>
2020	\$5,242,800.00
2019	5,242,800.00
2018	5,242,800.00

**NOTE 5 SEWER UTILITY SERVICE CHARGES**

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

<u>Year</u>	<u>Levy</u>	<u>Prior Year Delinquent</u>	<u>Cash Collections</u>
2020	\$ 5,927,756.73	\$ 358,203.24	\$ 5,936,216.12
2019	6,031,287.78	408,766.59	6,081,851.13
2018	5,996,422.87	550,480.06	6,138,136.34

**NOTE 6 BONDS AND NOTES AUTHORIZED BUT NOT ISSUED**

At December 31, 2020, the Township had authorized but not issued bonds and notes as follows:

General Capital Fund Bonds and Notes	\$1,612,750.00
Sewer Utility Capital Fund Bonds and Notes	1,910,000.00
Marina Utility Capital Fund Bonds and Notes	-

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 7 LONG TERM DEBT**

The Local Bond Law governs the issuance of bonds and notes to finance general municipal capital expenditures. Bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond anticipation notes are issued to temporarily finance capital projects, prior to the issuance of serial bonds. The terms of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. All such notes must be paid no later than the tenth anniversary of the date of the original note. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid. A second legal installment must be paid if the notes are to be renewed beyond the fourth anniversary date of the original issuance and so on. Tax anticipation notes are issued if the cash on hand is not sufficient to carry on normal operations of the municipality at any time during the year. Such notes are authorized by a resolution adopted by the governing body. The Township's long-term debt by purpose is summarized as follows:

General Serial Bonds

\$7,100,000.00 2011 General Obligation Bonds due in annual installments of \$500,000.00 through September 2026, interest rates ranging from 2.500% to 4.000%.	\$3,000,000.00
\$4,800,000.00 2012 Pooled Governmental Loan Refunding Revenue Bonds due in annual installments ranging from \$310,000.00 to \$365,000.00 through December 2025, interest rates ranging from 4.000% to 5.000%.	1,680,000.00
\$5,180,000.00 2013 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$325,000.00 to \$400,000.00 through December 2029, interest rate of 5.000%.	3,405,000.00
\$2,395,000.00 2016 Pooled Government Loan Refunding Bonds due in annual installments ranging from \$495,000.00 to \$520,000.00 through December 2022, interest rate of 5.000%.	1,015,000.00
\$9,875,000.00 2018B Pooled Government Loan Revenue Bonds due in annual installments ranging from \$460,000.00 to \$770,000.00 through July 2034, interest rates ranging from 4.000% to 5.000%.	8,720,000.00
\$6,785,000.00 2020 MCIA General Improvement Bonds due in annual installments ranging from \$260,000.00 to \$510,000.00 through December 2038, interest rates ranging from 3.000% to 5.000%.	6,785,000.00
	\$24,605,000.00

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 7 LONG-TERM DEBT (continued)**

Sewer Utility Bonds

\$1,310,000.00 2012 Pooled Governmental Loan Refunding Revenue Bonds due in annual installments ranging from \$110,000.00 to \$140,000.00 through December 2025, interest rates ranging from 4.000% to 5.000%.	\$625,000.00
\$291,000.00 2014 Pooled Governmental Loan Refunding Revenue Bonds due in an annual installment of \$63,000.00 through December 2021, interest rate of 5.000%.	63,000.00
\$1,005,000.00 2014 Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$40,000.00 to \$70,000.00 through December 2034, interest rates ranging from 3.250% to 5.000%.	790,000.00
\$200,000.00 2016 Pooled Government Loan Refunding Bonds due in annual installments ranging from \$40,000.00 to \$45,000.00 through December 2022, interest rate of 5.000%.	85,000.00
\$2,810,000.00 2018B Pooled Government Loan Revenue Bonds due in annual installments ranging from \$265,000.00 to \$345,000.00 through July 2027, interest rates ranging from 4.000% to 5.000%.	2,115,000.00
\$2,900,000.00 2020 MCIA Sewer Utility Bonds due in annual installments ranging from \$100,000.00 to \$200,000.00 through December 2040, interest rates ranging from 3.000% to 5.000%.	<u>2,900,000.00</u>
	<u><u>\$6,578,000.00</u></u>

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 7 LONG-TERM DEBT (continued)**

Marina Utility Bonds

\$181,000.00 2014 Marina Pooled Governmental Loan Refunding Revenue Bonds due in an annual installment of \$40,000.00 through December 2021, interest rate of 5.000%.	\$ 40,000.00
\$815,000.00 2014 Marina Pooled Governmental Loan Revenue Bonds due in annual installments ranging from \$30,000.00 to \$60,000.00 through December 2034, interest rates ranging from 3.250% to 5.000%.	635,000.00
\$190,000.00 2016 Pooled Government Loan Refunding Bonds due in annual installments of \$40,000.00 through December 2022, interest rate of 5.000%.	80,000.00
\$985,000.00 2020 MCIA Marina Utility Bonds due in annual installments ranging from \$35,000.00 to \$70,000.00 through December 2040, interest rates ranging from 3.000% to 5.000%.	<u>985,000.00</u>
	<u>\$ 1,740,000.00</u>

Annual debt service for principal and interest over the next five years and five-year increments thereafter for bonded debt issued and outstanding are as follows:

Year	General Capital Fund		
	Principal	Interest	Total
2021	\$ 2,355,000.00	\$ 1,070,113.06	\$ 3,425,113.06
2022	2,420,000.00	992,150.00	3,412,150.00
2023	1,965,000.00	883,750.00	2,848,750.00
2024	2,040,000.00	795,500.00	2,835,500.00
2025	2,110,000.00	703,500.00	2,813,500.00
2026-2030	7,005,000.00	2,295,500.00	9,300,500.00
2031-2035	5,220,000.00	783,500.00	6,003,500.00
2036-2038	1,490,000.00	90,150.00	1,580,150.00
	\$ 24,605,000.00	\$ 7,614,163.06	\$ 32,219,163.06

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 7 LONG-TERM DEBT (continued)**

Year	Sewer Utility Capital Fund		
	Principal	Interest	Total
2021	\$ 618,000.00	\$ 280,374.16	\$ 898,374.16
2022	580,000.00	261,200.00	841,200.00
2023	555,000.00	233,200.00	788,200.00
2024	585,000.00	205,450.00	790,450.00
2025	615,000.00	176,200.00	791,200.00
2026-2030	1,600,000.00	537,250.00	2,137,250.00
2031-2035	1,075,000.00	251,025.00	1,326,025.00
2036-2038	950,000.00	87,000.00	1,037,000.00
	\$ 6,578,000.00	\$ 2,031,699.16	\$ 8,609,699.16

Year	Marina Utility Capital Fund		
	Principal	Interest	Total
2021	\$ 145,000.00	\$ 70,978.88	\$ 215,978.88
2022	110,000.00	66,450.00	176,450.00
2023	70,000.00	61,300.00	131,300.00
2024	70,000.00	57,800.00	127,800.00
2025	75,000.00	54,300.00	129,300.00
2026-2030	450,000.00	396,900.00	846,900.00
2031-2035	500,000.00	96,950.00	596,950.00
2036-2038	320,000.00	29,550.00	349,550.00
	\$ 1,740,000.00	\$ 834,228.88	\$ 2,574,228.88



**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 7 LONG-TERM DEBT (continued)**

Loans Payable

General Capital Fund Loans Payable

<p>During 2005, the Township was awarded a loan of \$100,000.00 under the Green Trust Loan Program for the Bradley Park acquisition. The loan is due in semi-annual installments ranging from \$2,704.85 to \$3,078.38 through September 2025, interest rate of 2.000%.</p>	<p>\$ 29,447.81</p>
<p>During 2005, the Township was awarded a loan of \$25,000.00 under the Green Trust Loan Program for the Bradley Park acquisition. The loan is due in semi-annual installments ranging from \$676.21 to \$769.58 through September 2025, interest rate of 2.000%.</p>	<p>7,361.92</p>
<p>During 2007, the Township was awarded a loan of \$170,000.00 under the Green Trust Loan Program for the Riverside Park acquisition. The loan is due in semi-annual installments ranging from \$4,463.02 to \$5,233.24 through May 2027, interest rate of 2.000%.</p>	<p>64,133.75</p>
<p>During 2008, the Township was awarded a loan of \$225,228.72 under the Green Trust Loan Program for the development of Bradley Park. The loan is due in semi-annual installments of \$5,927.07 through July 2027, interest rate of 0.000%.</p>	<p>82,979.04</p>
<p>During 2009, the Township was awarded a loan of \$25,000.00 under the Green Trust Loan Program for the Bradley Park acquisition. The loan is due in semi-annual installments of \$641.03 through June 2029, interest rate of 0.000%.</p>	<p>10,897.34</p>
<p>During 2011, the Township was awarded a loan of \$750,000.00 under the Green Trust Loan Program for multi-parks development. The loan is due in semi-annual installments of \$25,000.00 through August 2026, interest rate of 0.000%.</p>	<p>300,000.00</p>
<p>During 2020, the Township was awarded loan of \$40,000 under the Green Trust Loan Program for the flood prone property project. The loan is due in semi-annual installments of \$1,243.66 through August 2039, interest rate of 2.000%.</p>	<p><u>39,156.34</u></p>
	<p><u>\$ 533,976.20</u></p>

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 7 LONG-TERM DEBT (continued)**

Sewer Utility Fund Loan Payable

On March 1, 2010, the Township entered into loan agreements funded by the New Jersey Environmental Infrastructure Trust in the amount of \$1,281,375.00 for upgrades to the Pennsylvania Avenue pump station. \$315,000.00 was funded by a trust loan with interest rates ranging from 3.000% to 5.000%. The trust loan is due in annual installments ranging from \$15,000.00 to \$25,000.00 through 2029. The remaining \$966,375.00 was funded by a fund loan with 0.000% interest. The fund loan is due in semi-annual installments ranging from \$16,379.23 to \$32,758.70 through 2029.

\$ 627,239.53

Annual debt service for principal and interest over the next five years and five-year increments thereafter for loans issued and outstanding is as follows:

Year	General Capital Fund Loans Payable		
	Principal	Interest	Total
2021	\$ 81,255.72	\$ 2,711.84	\$ 83,967.56
2022	81,619.92	2,347.65	83,967.57
2023	81,991.45	1,976.12	83,967.57
2024	82,370.44	1,597.13	83,967.57
2025	82,757.03	1,210.53	83,967.56
2026-2030	103,587.71	2,901.02	106,488.73
2031-2035	10,877.81	1,558.81	12,436.62
2036-2039	9,516.12	433.21	9,949.33
	\$ 533,976.20	\$ 14,736.31	\$ 548,712.51

Year	Sewer Utility Capital Fund		
	Principal	Interest	Total
2021	\$ 64,137.70	\$ 7,150.00	\$ 71,287.70
2022	69,137.70	6,700.00	75,837.70
2023	69,137.70	5,900.00	75,037.70
2024	69,137.70	5,100.00	74,237.70
2025	69,137.70	4,300.00	73,437.70
2026-2029	286,551.03	9,300.00	295,851.03
	\$ 627,239.53	\$ 38,450.00	\$ 665,689.53

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 7 LONG-TERM DEBT (continued)**

Capital Lease Program

During 2007, 2011, 2013, 2015, 2017 and 2019 the Township of Neptune acquired equipment through the Monmouth County Improvement Authority's Equipment Lease Financing Program. The Equipment Lease Financing Program involved the issuance of Capital Equipment Pooled Lease Revenue Bonds, Series 2011, 2013, 2015, 2017 and 2019 of which \$1,180,000.00, \$2,789,000.00, \$2,515,000.00, \$1,872,000.00 and \$2,912,000 respectively, represent the Township's portion. Debt service requirements by fund are as follows:

General Capital Fund				
Year	Principal	Interest	Total	Coupon Rate
2021	\$ 860,935.34	\$ 153,939.18	\$ 1,014,874.52	4.000%-5.000%
2022	834,940.17	110,901.82	945,841.99	2.000%-5.000%
2023	661,927.32	70,691.94	732,619.26	2.500%-5.000%
2024	617,618.25	38,916.66	656,534.91	4.000%-5.000%
2025	128,552.34	15,120.01	143,672.35	4.000%-5.000%
2026-2029	193,519.99	16,792.81	210,312.80	4.000%-5.000%
Total	\$ 3,297,493.41	\$ 406,362.42	\$ 3,703,855.83	

Sewer Utility Fund				
Year	Principal	Interest	Total	Coupon Rate
2021	\$ 92,524.20	\$ 15,753.02	\$ 108,277.22	2.000%-5.000%
2022	70,652.00	11,159.79	81,811.79	2.500%-5.000%
2023	45,796.32	7,653.26	53,449.58	2.500%-5.000%
2024	41,619.74	5,616.56	47,236.30	2.500%-5.000%
2025	27,873.19	6,180.63	34,053.82	4.000%-5.000%
2026-2029	107,480.00	10,614.67	118,094.67	4.000%-5.000%
Total	\$ 385,945.45	\$ 56,977.93	\$ 442,923.38	

Marina Utility Fund				
Year	Principal	Interest	Total	Coupon Rate
2021	\$ 33,540.46	\$ 9,107.81	\$ 42,648.27	4.000%-5.000%
2022	34,407.83	7,578.39	41,986.22	2.000%-5.000%
2023	35,276.37	5,994.80	41,271.17	2.500%-5.000%
2024	24,762.00	4,356.79	29,118.79	2.500%-5.000%
2025	24,574.47	6,114.36	30,688.83	4.000%-5.000%
2026-2029	110,000.01	11,292.55	121,292.56	4.000%-5.000%
Total	\$ 262,561.14	\$ 44,444.70	\$ 307,005.84	

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 7 LONG-TERM DEBT (continued)**

Changes in Outstanding Debt

Transactions for the year ended December 31, 2020 are summarized as follows:

	Balance December 31, 2019	Additions	Deductions	Balance December 31, 2020
<u>General Capital Fund</u>				
Serial Bonds	\$ 19,980,000.00	\$ 6,785,000.00	\$ 2,160,000.00	\$ 24,605,000.00
Loans Payable	614,039.57		80,063.37	533,976.20
	<u>20,594,039.57</u>	<u>6,785,000.00</u>	<u>2,240,063.37</u>	<u>25,138,976.20</u>
<u>Sewer Capital Fund</u>				
Serial Bonds	4,179,000.00	2,900,000.00	501,000.00	6,578,000.00
Loans Payable	691,377.23		64,137.70	627,239.53
	<u>4,870,377.23</u>	<u>2,900,000.00</u>	<u>565,137.70</u>	<u>7,205,239.53</u>
<u>Marina Capital Fund</u>				
Serial Bonds	863,000.00	985,000.00	108,000.00	1,740,000.00
Total	<u>\$ 26,327,416.80</u>	<u>\$ 10,670,000.00</u>	<u>\$ 2,913,201.07</u>	<u>\$ 34,084,215.73</u>

**NOTE 8 SHORT-TERM DEBT**

Bond Anticipation Notes

The Township issues bond anticipation notes to temporarily fund various capital projects prior to the issuing 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. All such notes must be paid no later than the tenth anniversary of the date of the original note.

On December 31, 2020, the Township's outstanding bond anticipation notes were as follows:

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 8 SHORT-TERM DEBT (continued)**

<u>General Capital Fund</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>
Construction of a Skate Park at the Sunshine Village Fields	08-27-2020	02-25-2021	\$ 185,000.00	0.000%
Improvements to Jumping Brook Road	07-13-2020	07-12-2021	313,000.00	2.000%
Acquisition of Office Equipment & Furniture for Various Departments	08-27-2020	02-25-2021	190,000.00	0.000%
Various Road Improvements	07-13-2020	02-18-2021	1,562,500.00	2.000%
Acquisition of a Garbage Truck & Field Communications Vehicle	08-27-2020	02-25-2021	427,500.00	0.000%
Construction of a Living Shoreline Flood Mitigation Project	07-13-2020	07-12-2021	488,000.00	2.000%
Improvements to Oxonia Avenue	07-13-2020	07-12-2021	93,000.00	2.000%
Improvements to the Township Municipal Complex	07-13-2020	07-12-2021	190,000.00	2.000%
Various Drainage Improvements	07-13-2020	07-12-2021	142,500.00	2.000%
Improvements to Public Works Facility (Phase II)	07-13-2020	02-18-2021	950,000.00	2.000%
Improvements to Embury Avenue/ Ridge Avenue Corridor	07-13-2020	07-12-2021	175,500.00	2.000%
Improvements to the Police Department and Municipal Complex	07-13-2020	02-18-2021	<u>237,500.00</u>	2.000%
			<u>\$ 4,954,500.00</u>	
		<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>
<u>Sewer Utility Capital Fund</u>	<u>Date of Issue</u>			
Heck Avenue and Tremont Avenue Sewer	01-29-2020	01-13-2021	<u>\$ 1,200,000.00</u>	1.000%
		<u>Date of Maturity</u>	<u>Amount</u>	<u>Interest Rate</u>
<u>Marina Utility Capital Fund</u>	<u>Date of Issue</u>			
Acquisition of Marina Property and Various Improvements to the Marina	01-29-2020	01-13-2021	\$ 180,000.00	1.000%
	01-29-2020	01-13-2021	10,000.00	1.000%
Various Improvements to Marina	01-29-2020	01-13-2021	245,000.00	1.000%
Various Improvements	01-29-2020	01-13-2021	65,000.00	1.000%
Reconstruction of the Municipal Marina Building	01-29-2020	01-13-2021	370,000.00	1.000%
Shark River Dredging	01-29-2020	01-13-2021	<u>130,000.00</u>	1.000%
			<u>\$ 1,000,000.00</u>	

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 8 SHORT-TERM DEBT (continued)**

Changes in Bond Anticipation Notes

	Balance December 31, 2019	Additions	Deductions	Balance December 31, 2020
General Capital Fund	\$ 3,368,913.00	\$ 6,650,030.00	\$ 5,064,443.00	\$ 4,954,500.00
Sewer Utility Capital Fund	1,330,000.00		130,000.00	1,200,000.00
Marina Utility Capital Fund	1,113,500.00		113,500.00	1,000,000.00
	<u>\$ 5,812,413.00</u>	<u>\$ 6,650,030.00</u>	<u>\$ 5,307,943.00</u>	<u>\$ 7,154,500.00</u>

**TOWNSHIP OF NEPTUNE**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDING DECEMBER 31, 2020**

**NOTE 9 SUMMARY OF MUNICIPAL DEBT**

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

	<u>Year 2020</u>	<u>Year 2019</u>	<u>Year 2018</u>
Issued			
General Bonds, Notes and Loans	\$ 30,093,476.20	\$ 23,962,952.57	\$ 26,121,855.38
Sewer Utility Bonds, Notes and Loans	8,405,239.53	6,200,377.23	5,417,514.93
Marina Utility Bonds, Notes and Loans	<u>2,740,000.00</u>	<u>1,976,500.00</u>	<u>2,153,850.00</u>
Total Debt Issued	<u>41,238,715.73</u>	<u>32,139,829.80</u>	<u>33,693,220.31</u>
Authorized But Not Issued			
General Bonds, Notes and Loans	1,612,750.00	4,187,754.00	2,017,376.00
Sewer Utility Bonds, Notes and Loans	<u>1,910,000.00</u>	<u>1,235,000.00</u>	<u>1,330,250.00</u>
Total Authorized But Not Issued	<u>3,522,750.00</u>	<u>5,422,754.00</u>	<u>3,347,626.00</u>
Net Bonds, Notes and Loans Issued and Authorized But Not Issued	<u>44,761,465.73</u>	<u>37,562,583.80</u>	<u>37,040,846.31</u>
Less:			
Funds Temporarily Held to Pay Bonds and Notes:			
General Capital Fund	144,236.49	219,571.16	20,530.74
Sewer Utility Capital Fund	540,670.82	235.02	235.02
Marina Utility Capital Fund	<u>111,846.30</u>		
	<u>796,753.61</u>	<u>219,806.18</u>	<u>20,765.76</u>
Net Debt Issued and Authorized But Not Issued	<u>\$ 43,964,712.12</u>	<u>\$ 37,342,777.62</u>	<u>\$ 37,020,080.55</u>

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 9 SUMMARY OF MUNICIPAL DEBT (continued)**

Summary of Statutory Debt Condition – Annual Debt Statement

The summarization 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 0.740%.

	Gross Debt	Deductions	Net Debt
Local District School Debt	\$ -	\$ -	\$ -
General Debt	31,706,226.20	232,289.06	31,473,937.14
Sewer Utility Debt	10,315,239.53	10,315,239.53	-
Marina Utility Debt	2,740,000.00	2,740,000.00	-
	<u>\$ 44,761,465.73</u>	<u>\$ 13,287,528.59</u>	<u>\$ 31,473,937.14</u>

New Jersey statutes limit the debt of a municipality to 3.500% of the average of the last three preceding year's equalized valuations of the taxable real estate and improvements. The Township's statutory net debt at December 31, 2020 was 0.740% as calculated below. The Township's remaining borrowing power is 2.760%.

Net Debt \$31,473,937.14 divided by the Average Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended, \$4,252,324,064.33 equals 0.740%.

Borrowing Power under N.J.S.A. 40A:2-6 amended

3-1/2 % Equalized Valuation Basis Municipal	\$ 148,831,342.25
Net Debt	31,473,937.14
	<u>\$ 117,357,405.11</u>



**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 9 SUMMARY OF MUNICIPAL DEBT (continued)**

Calculation of “Self-liquidating purpose” – Sewer utility per N.J.S. 40A:2-45

Cash Receipts From Fees, Rents or Other		
Charges for the Year		\$ 7,545,678.64
Deductions:		
Operating and Maintenance Costs	\$ 5,874,000.00	
Debt Service	<u>1,061,676.12</u>	
Total Deductions		<u>6,935,676.12</u>
Excess Revenue		<u>\$ 610,002.52</u>

Calculation of “Self-liquidating purpose” – Marina utility per N.J.S. 40A:2-45

Cash Receipts From Fees, Rents or Other		
Charges for the Year		\$ 577,750.82
Deductions:		
Operating and Maintenance Costs	\$ 204,500.00	
Debt Service	<u>250,477.74</u>	
Total Deductions		<u>454,977.74</u>
Excess Revenue		<u>\$ 122,773.08</u>

The annual debt statement as filed by the Chief Financial Officer should be amended.

**NOTE 10 DEFERRED CHARGES TO FUTURE TAXATION FUNDED AND UNFUNDED**

Upon the authorization of capital projects, the Township establishes deferred charges for the cost 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 the New Jersey Statutes Annotated 40A:2-4, the Township may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Township raises the debt requirements for the particular year in the current budget. As funds are raised, the deferred charges are reduced.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 11 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

As noted in Note 1, certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2020, there were deferred charges as follows:

	Balance December 31, 2020	2021 Budget Appropriation	Balance to Succeeding Budgets
General Capital Fund:			
Overexpenditure of Improvement Authorization	\$ 34,975.13	\$ 34,975.13	
Sewer Utility Fund:			
Overexpenditure of Appropriations	18,214.52	18,214.52	
Marina Utility Fund:			
Overexpenditure of Appropriations	2,260.74	2,260.74	
	\$ 55,450.39	\$ 55,450.39	\$ -

**NOTE 12 TAXES COLLECTED IN ADVANCE**

Taxes collected in advance set forth as cash liabilities in the financial statements, are as follows:

	Balance	
	2020	2019
Prepaid Taxes	\$ 812,080.77	\$ 1,007,508.76

**NOTE 13 ASSESSMENT AND COLLECTION OF PROPERTY TAXES**

New Jersey statutes require that taxable valuation of real property be prepared by the Township Tax Assessor as of October 1st in each year and filed with the County Board of Taxation (“Board”) by January 10th of the following year. Upon the filing of certified adopted budgets by the Township, Local School District and County, the tax rate is struck by the Board based on the certified amounts in each of the taxing districts for collection to fund the budgets. Pursuant to statute, this process is to be completed on or before May 20th, with a completed duplicate of the tax rolls to be delivered to the Township Tax Collector (“Collector”) on or before June 3rd. Tax bills are prepared then mailed by the Collector of the Township annually and set forth the final tax for the tax year. The bill contains a credit for preliminary amounts billed previously with the balance payable in equal installments on August 1st and November 1st of the tax year.

In addition, the property owner receives a preliminary bill for the succeeding year based on one half of the prior year’s tax. The preliminary payments are due and payable on February 1st and May 1st. The N.J. Statutes allow a grace period of 10 days for each payment period and the Township granted this option to taxpayers. Taxes become delinquent if not paid on the installment dates and become subject to interest penalties of 8% or 18% of the amount delinquent. If taxes are delinquent as of the eleventh day of the

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 13 ASSESSMENT AND COLLECTION OF PROPERTY TAXES (continued)**

eleventh month of the fiscal year, the delinquent amount is subject to “Tax Sale” which places a tax lien on the property allowing the holder to enforce the tax lien by collection or foreclosure. New Jersey property tax laws establish a tax lien on real estate as of January 1st of the current tax year even though the amount due is not known.

**NOTE 14 LOCAL DISTRICT SCHOOL TAXES**

Local District School Taxes have been raised and liabilities deferred. Section 13 of P.L. 1991,63 provides that any municipality that levies school taxes on a school year basis may defer from the municipal purposes tax levy 50% (fifty percent) of the levy. The amounts so deferred shall be regarded as fund balance and shall be used to offset the local property tax levy for local purposes. At year end taxes due to the District consisted of the following:

	Local District School Tax Balance December 31	
	2020	2019
Balance of Tax	\$ 20,475,400.50	\$ 19,758,070.50
Deferred	17,265,725.00	17,265,725.00
Tax Payable	<u>\$ 3,209,675.50</u>	<u>\$ 2,492,345.50</u>

**NOTE 15 FUND BALANCES APPROPRIATED**

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

	Current Fund	
	Balance	Utilized In
Year	December 31	Budget of Succeeding Year
2020	\$ 6,616,900.33	\$ 3,300,000.00
2019	5,043,314.79	2,800,000.00
2018	4,603,707.93	2,595,891.29
2017	3,046,404.04	2,374,102.16
2016	2,769,378.50	2,205,727.92

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 15 FUND BALANCES APPROPRIATED (continued)**

Sewer Utility Fund		
Year	Balance December 31	Utilized In Budget of Succeeding Year
2020	\$ 8,269,651.76	\$ 952,400.00
2019	7,742,532.89	272,500.00
2018	7,207,281.24	296,900.00
2017	6,310,495.68	532,928.18
2016	5,736,835.61	216,312.08

Marina Utility Fund		
Year	Balance December 31	Utilized In Budget of Succeeding Year
2020	\$ 309,440.09	\$ 49,000.00
2019	268,837.32	49,500.00
2018	250,579.30	34,300.00
2017	153,777.26	-
2016	49,031.13	-

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS**

**A. Public Employees' Retirement System (PERS)**

**General Information About the Plan**

**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 PERS, please refer to Division's Comprehensive Annual Financial Report which can be found at:

[www.state.nj.us/treasury/pensions/annrprts.shtml](http://www.state.nj.us/treasury/pensions/annrprts.shtml)

**Vesting and Benefit Provisions** - 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. The following represents the membership tiers for PERS:

<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 tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more 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.

**Basis of Presentation** - The schedule of employer allocations and the schedule of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS, its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS**

**A. Public Employees' Retirement System (PERS) (continued)**

**General Information About the Plan (continued)**

**Contributions** - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For the fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2020, the Township's contributions to the PERS was \$1,076,708.

**Net Pension Liability** - At December 31, 2020, the Township reported a liability of \$16,050,367 as the Township's proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2019. The Township's proportion measured as of June 30, 2020, was 0.0984239161% which was a decrease of .0012445924% from its proportion measured as of June 30, 2019.

**Pension Expense** - At December 31, 2020, the Township's proportionate share of the PERS pension expense, calculated by the plan as of the June 30, 2020 measurement date is \$383,511. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

**Deferred Outflows and Deferred Inflows of Resources, and Pension Expense** - At December 31, 2020 the State reported deferred outflows of resources and deferred inflows from resources attributable to the Township from the following sources:

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS**

**A. Public Employees' Retirement System (PERS) (continued)**

**Deferred Outflows and Deferred Inflows of Resources, and Pension Expense (continued)**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 292,251	\$ 56,761
Changes in Assumptions	520,692	6,720,440
Net Difference between Projected and Actual Earnings on Pension Plan Investments	548,614	
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	315,196	970,890
	\$ 1,676,753	\$ 7,748,091

The Township will amortize the above sources of deferred outflows and inflows related to the PERS over the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan with the exception of net differences between projected and actual earnings on pension plan investments which will be amortized over 5 years. The average of the expected remaining service lives of all employees are 6.44, 5.72, 5.57, 5.48, 5.63, 5.21 and 5.16 for the years 2014, 2015, 2016, 2017, 2018, 2019 and 2020 respectively.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions that would be recognized in future periods if the Township was on a GAAP basis of accounting, is as follows:

Year Ending Dec. 31,	PERS
2021	\$ (2,350,247)
2022	(2,084,226)
2023	(1,101,094)
2024	(438,393)
2025	(97,378)
	\$ (6,071,338)

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

**Actuarial Assumptions** - The total pension liability for the June 30, 2020 measurement date was determined by using an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions:

Inflation	
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%
Mortality Rate Table	Pub-2010 General Below-Median Income Employee mortality table
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018

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

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

**Long-term Expected Rate of Return** - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined



**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOT 16    PENSION PLANS (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2020 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%	3.40%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Investment Grade Credit	8.00%	2.67%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
US Equity	27.00%	7.71%
Non-U.S. Developed Markets Equity	13.50%	8.57%
Emerging Markets Equity	5.50%	10.23%
Private Equity	13.00%	11.42%

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through all periods. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through all periods and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**Sensitivity of the Township's proportionate share of the 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, 2020, 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 (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
Township's Proportionate Share of the Net Pension Liability	<u>\$ 20,204,734</u>	<u>\$ 16,050,367</u>	<u>\$ 12,525,273</u>

**Required Supplementary Pension Information** – In accordance with GASB 68, the following information is also presented for the PERS Pension Plan. These schedules are presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

**Required Supplementary Pension Information**

**Schedule of the Township's Proportionate Share of the Net Pension Liability (Last 7 Plan Fiscal Years) (unaudited)**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Township's proportion of the net liability	0.1072688587%	0.1055188369%	0.1066784373%	0.1020796568%	0.0975789205%	0.0996685085%	9.8423916100%
Township's proportionate share of the net pension liability	\$ 20,083,664	\$ 23,686,864	\$ 31,595,093	\$ 23,762,512	\$ 19,212,803	\$ 17,958,753	\$ 16,050,367
Township's covered-employee payroll	<u>7,225,450</u>	<u>7,290,399</u>	<u>7,216,068</u>	<u>7,092,870</u>	<u>7,164,474</u>	<u>7,185,862</u>	<u>7,277,215</u>
	<u>\$ 27,309,114</u>	<u>\$ 30,977,263</u>	<u>\$ 38,811,161</u>	<u>\$ 30,855,382</u>	<u>\$ 26,377,277</u>	<u>\$ 25,144,615</u>	<u>\$ 23,327,582</u>
Township's proportionate share of the net pension liability as a percentage of its covered-employee payroll	277.96%	324.90%	437.84%	335.02%	268.17%	249.92%	220.56%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	56.27%

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**A. Public Employees' Retirement System (PERS) (continued)**

**Required Supplementary Pension Information**

**Schedule of the Township's Contributions (Last 7 Plan Fiscal Years) (unaudited)**

	2014	2015	2016	2017	2018	2019	2020
Contractually Required Contribution	\$ 884,309	\$ 907,179	\$ 947,716	\$ 945,659	\$ 970,595	\$ 969,481	\$ 1,076,708
Contributions in Relation to the contractually Required Contribution	884,309	907,179	947,716	945,659	970,595	969,481	1,076,708
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's covered-employee payroll	\$ 7,225,450	\$ 7,290,399	\$ 7,216,068	\$ 7,092,870	\$ 7,164,474	\$ 7,185,862	\$ 7,277,215
Contribution as a percentage of covered-employee payroll	12.24%	12.44%	13.13%	13.33%	13.55%	13.49%	14.80%

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**A. Public Employees' Retirement System (PERS) (continued)  
Required Supplementary Pension Information**

**Note to Schedules:**

**Changes in Benefit Terms:**

The Division of Pensions and Benefits adopted a new policy regarding the interest on member contributions for the purpose of refund of accumulated deductions. Previously, after termination of employment, but prior to retirement or death, interest was credited on member accumulated deductions at the valuation interest rate for the entire period. Effective July 1, 2018, interest is only credited at the valuation interest rate for the first two years of inactivity prior to retirement or death.

**Changes in Assumptions:**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Discount Rate	5.39%	4.90%	3.98%	5.00%	5.66%	6.28%	7.00%
Long-term expected rate of return	7.90%	7.90%	7.65%	7.00%	7.00%	7.00%	7.00%

The Scale MP-2020 was used for mortality improvement.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen’s Retirement System (PFRS)**

**General Information About the Plan**

**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 (“Division). For additional information about PFRS, please refer to the Division’s Comprehensive Annual Financial Report which can be found at:

[www.state.nj.us/treasury/pension/annrpts.shtml](http://www.state.nj.us/treasury/pension/annrpts.shtml).

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

The following represents the membership tiers for PFRS:

<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 if 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.

**Basis of Presentation** - The schedules of employer allocations and the schedules of pension amounts by employer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PFRS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PFRS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PFRS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**Contributions** - The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State’s contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. For fiscal year 2020, the State contributed an amount less than the actuarially determined amount.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen's Retirement System (PFRS) (continued)**

**General Information About the Plan (continued)**

**Contributions (continued)**

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability by employer for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2020, the Township's contributions to PFRS was \$2,848,941. The employee contributions for PFRS are 10.00% of employees' annual compensation, as defined.

**Net Pension Liability** - At December 31, 2020, the Township's proportionate share of the PFRS net pension liability is valued to be \$32,951,160. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, to the measurement date of June 30, 2020. The Township's proportion of the net pension liability was based on the Township's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2020. The Township's proportion measured as of June 30, 2020, was 0.2550139032%, which was a decrease of 0.0043623399% from its proportion measured as of June 30, 2019.

**Pension Expense** - At December 31, 2020, the Township's proportionate share of the PFRS pension expense, calculated by the plan as of the June 30, 2020 measurement date is \$1,823,191. This expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

**Pension Expense and Deferred Outflows/Inflows of Resources** - At December 31, 2020, the Township had deferred outflows of resources and deferred inflows of resources related to the PFRS from the following sources:

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen’s Retirement System (PFRS) (continued)**

**Pension Expense and Deferred Outflows/Inflows of Resources (continued)**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 332,204	\$ 118,258
Changes in Assumptions	82,921	8,834,009
Net Difference between Projected and Actual Earnings on Pension Plan Investments	1,932,081	
Changes in Proportion and Differences between Township Contributions and Proportionate Share of Contributions	<u>1,288,781</u>	<u>143,914</u>
	<u>\$ 3,635,987</u>	<u>\$ 9,096,181</u>

The Township will amortize the above sources of deferred outflows and inflows related to PFRS over the average of the expected remaining service lives of all employees that are provided with pensions through the pension plan with the exception of net differences between projected and actual earnings on pension plan investments which will be amortized over 5 years. The average of the expected remaining service lives of all employees are 6.17, 5.53, 5.58, 5.59, 5.73, 5.92 and 5.90 for the years 2014, 2015, 2016, 2017, 2018, 2019 and 2020 respectively.

The following is a summary of the pension expense, deferred outflows of resources and deferred inflows of resources related to the PFRS that would be recognized in future periods if the Township was on GAAP basis of accounting:



**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen’s Retirement System (PFRS) (continued)**

**Pension Expense and Deferred Outflows/Inflows of Resources (continued)**

Year Ending Dec. 31,	PFRS
2021	\$ (2,498,100)
2022	(1,862,648)
2023	(671,461)
2024	(238,222)
2025	(189,763)
	\$ (5,460,194)

**Actuarial Assumptions** - The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The actuarial valuations 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
Investment Rate of Return	7.00%
Mortality Rate Table	Pub-2010
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2013 - June 30, 2018

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

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen’s Retirement System (PFRS) (continued)**

**Actuarial Assumptions (continued)**

generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2013 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.

**Long-Term Expected Rate of Return** - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS’s target asset allocation as of June 30, 2020 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%	3.40%
Cash equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Investment Grade Credit	8.00%	2.67%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Markets Equity	13.50%	8.57%
Emerging Markets Equity	5.50%	10.23%
Private Equity	13.00%	11.42%

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen’s Retirement System (PFRS) (continued)**

**Discount Rate** - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.21% as of June 30, 2020 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-employers contributing entity will be based on 70% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2076.

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

The State’s proportionate share of the PFRS net pension liability attributable to the Township is \$5,113,870 as of December 31, 2020. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, to the measurement date of June 30, 2020. The State’s proportion of the net pension liability associated with the Township was based on a projection of the Township’s long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. The State’s proportion measured as of June 30, 2020 was 0.2550139032%, which was a decrease of 0.0043623399% from its proportion measured as of June 30, 2019, which is the same proportion as the Township’s. At December 31, 2020, the Township’s and the State of New Jersey’s proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$	32,951,160
State of New Jersey's Proportionate Share of the Net Pension Liability Attributable to the Township		5,113,870
		\$ 38,065,030

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen’s Retirement System (PFRS) (continued)**

**Sensitivity of the Township’s proportionate share of the Net Pension Liability to Changes in the Discount Rate** - The following presents the Township’s proportionate share of the net pension liability as of June 30, 2020, calculated using the discount rate as disclosed above, as well as what the Township’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%).

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
Township's Proportionate Share of the Net Pension Liability	\$ 43,818,260	\$ 32,951,160	\$ 23,925,203
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Township	<u>6,800,395</u>	<u>5,113,870</u>	<u>3,713,083</u>
	<u>\$ 50,618,655</u>	<u>\$ 38,065,030</u>	<u>\$ 27,638,286</u>

**Related Party Investments** - The Division of Pensions and Benefits does not invest in securities issued by the Township.

**Required Supplementary Pension Information** - In accordance with GASB 68, the following information is also presented for the PFRS Pension Plan. These schedules are presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen's Retirement System (PFRS) (continued)**

**Schedule of the Township's Proportionate Share of the Net Position Liability (Last 7 Plan Fiscal Year) (unaudited)**

	2014	2015	2016	2017	2018	2019	2020
Township's proportion of the net liability	0.2219102517%	0.2272552232%	0.2477529044%	0.2456421084%	0.2511514037%	0.2506515633%	0.2550139032%
Township's proportionate share of the net pension liability	\$ 27,914,251	\$ 37,852,799	\$ 47,327,142	\$ 37,922,393	\$ 33,984,925	\$ 30,674,284	\$ 32,951,160
State's proportionate share of net pension liability associated with the Township	3,005,896	3,319,563	3,974,306	4,247,627	4,616,290	4,843,528	5,113,870
	<u>\$ 30,920,147</u>	<u>\$ 41,172,362</u>	<u>\$ 51,301,448</u>	<u>\$ 42,170,020</u>	<u>\$ 38,601,215</u>	<u>\$ 35,517,812</u>	<u>\$ 38,065,030</u>
Township's covered-employee payroll	\$ 7,319,006.60	\$ 7,777,012.00	\$ 7,876,868.00	\$ 8,287,818.60	\$ 8,498,193.00	\$ 8,733,433.00	\$ 9,087,069.00
Township's proportionate share of the net pension liability as a percentage of its covered-employee payroll	381.39%	486.73%	600.84%	457.57%	399.91%	351.23%	362.62%
Plan fiduciary net position as a percentage of the total pension liability	62.41%	56.31%	52.01%	58.60%	62.48%	65.00%	65.00%

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen's Retirement System (PFRS) (continued)**

**Schedule of the Township's contributions (Last 7 Plan Fiscal Years) (unaudited)**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Contractually Required Contribution	\$ 1,704,424	\$ 1,847,246	\$ 2,020,030	\$ 2,173,978	\$ 2,455,375	\$ 2,531,858	\$ 2,848,941
Contributions in Relation to the contractually Required Contribution	<u>1,704,424</u>	<u>1,847,246</u>	<u>2,020,030</u>	<u>2,173,978</u>	<u>2,455,375</u>	<u>2,531,858</u>	<u>2,848,941</u>
Contribution deficiency/(excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Township's covered-employee payroll	\$ 7,319,006.60	\$ 7,777,012.00	\$ 7,876,868.00	\$ 8,287,818.60	\$ 8,498,193.00	\$ 8,733,433.00	\$ 9,087,069.00
Contribution as a percentage of covered-employee payroll	23.29%	23.75%	25.65%	26.23%	28.89%	28.99%	31.35%

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 16 PENSION PLANS (continued)**

**B. Police and Firemen’s Retirement System (PFRS) (continued)**

**Note to Schedules:**

**Changes in Benefit Terms:**

None

**Changes in Assumptions:**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Discount Rate	6.32%	5.79%	5.55%	6.14%	6.51%	6.85%	7.00%
Long-term expected rate of return	7.90%	7.90%	7.65%	7.00%	7.00%	7.00%	7.00%

The Scale MP-2020 was used for mortality improvement.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 17 TAX ABATEMENTS**

The Township negotiates tax abatements under the State of New Jersey Local Redevelopment and Housing Law (NJSA 40A:12A-1 et seq). These abatements include specifically the Five-Year Exemption and Abatement Law (NJSA 40A:21-1 et seq) and the Long-Term Tax Exemption Law (NJSA 40A:20-1 et seq). The purposes for which a tax abatement may be considered for approval in the Township encompasses residential, commercial and industrial development that addresses a need identified by the Township Redevelopment Plans, the Township Affordable Housing Plan or other specific projects as described in the above-referenced laws.

Each agreement has been negotiated pursuant to the Local Redevelopment and Housing Law which allows the municipality to abate property taxes for economic development purposes. The abatements are directed toward development within a Township designated Area in Need of Redevelopment or a property that is developed to meet designated unmet needs in the Township's Affordable Housing Program.

The Township has not made any commitments as part of the agreements other than to reduce taxes. The Township is not subject to any tax abatement agreements entered into by other governmental entities. The Township has chosen to disclose information about its tax abatement agreements.

In 2020, the Township maintained a total of seven (7) tax abatements which raised a total of \$378,795.55 under this program, reducing overall that would have been due from these developments from \$1,407,491.48 (a reduction of \$1,028,695.93).

- Township of Neptune Housing Authority Provides affordable housing to families and senior citizens. The PILOT agreement calls for a payment equal of 10% of annual net revenue or \$70,980.00.
- Sebastian Villa provides affordable housing for senior citizens. The PILOT agreement calls for a payment equal to 9% of the annual gross revenue (through 2031 at which time an annual minimum payment is implemented based upon the actual taxes which would be due in the absence of a PILOT agreement).
- Midtown Senior Housing provides affordable housing for senior citizens. The PILOT agreement calls for a payment equal to 12% of project revenues (as described in the agreement).
- West Lake Senior Housing provides affordable housing for senior citizens. The PILOT agreement calls for a payment equal to the annual service charge calculated pursuant to NJSA 40A:20-12, with a minimum amount of \$24,220.00 due each year. Taxes paid on the land each year (assessed and taxed at full value) serve as a credit against the annual service charge.
- The Redevelopment FUND (TRF) project provides affordable housing for families. The PILOT Agreement requires an annual fee of \$100.00 for each lot slated for development as affordable housing until a CO is issued pursuant to the Uniform Construction Code.
- Monmouth Housing Alliance provide affordable rental housing. The PILOT agreement calls for a payment equal to 7% of gross operating revenue or \$7,500.00, whichever is higher.
- Winding Ridge Family Ventures provide affordable housing to families with low and moderate incomes. The PILOT agreement calls for a payment equal to the greater of \$100,000.00 or 10% of the project revenues.



**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”)**

As of the date of this report, the New Jersey Division of Pensions and Benefits has not provided updated actuarial valuation schedules for other post-employment obligations for the year ended June 30, 2020. The New Jersey Division of Pensions and Benefits will post these schedules on their website as they are made available. The following footnote includes the most current information available, which had a reporting date of June 30, 2019.

**General Information About the Plan**

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

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

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

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)**

**General Information About the Plan (continued)**

**Plan Description (continued)**

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

**Allocation Methodology** - GASB Statement No. 75 requires participating employers in the Plan to recognize their proportionate share of the net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense. The special funding situation’s and nonspecial funding situation’s net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense are based on separately calculated total OPEB liabilities. For the special funding situation, the total OPEB liabilities for the years ended June 30, 2018 and 2019 were \$5,637,151,775 and \$8,695,413,135, respectively, while for the nonspecial funding situation, the total OPEB liabilities were \$8,182,092,807 and \$11,720,375,604, respectively. The nonspecial funding situation’s net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the Plan’s nonspecial funding situation during the measurement period July 1, 2018 through June 30, 2019. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of OPEB amounts by employer and nonemployer may result in immaterial differences.

**Special Funding Situation** - Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989. Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities’ total proportionate share of the collective net OPEB liability that is associated with the local participating employer.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)**

**OPEB Liabilities, Expenses, Deferred Outflows of Resources and Deferred Inflows of Resources:**

**Net OPEB Liability** - At December 31, 2019, the Township reported a liability of \$33,431,703 as the Township’s proportionate share of Net OPEB liability. The Net OPEB liability was measured as of June 30, 2019. The total OPEB liability used to calculate the Net OPEB liability was determined using update procedures to roll forward the total OPEB liability from an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019. The Township’s proportion measured as of June 30, 2019, was 0.246800% which was a decrease of .022601% from its proportion measured as of June 30, 2018.

**OPEB Expense** - At December 31, 2019, the Township’s proportionate share of the (benefit) expense, calculated by the plan as of the June 30, 2019 measurement date is (\$311,600). This (benefit) expense is not recognized by the Township because of the regulatory basis of accounting as described in Note 1.

**Deferred Outflows and Deferred Inflows of Resources, and OPEB Expense** - At December 31, 2019 the State reported deferred outflows of resources and deferred inflows from resources attributable to the Township from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net Differences between Projected and Actual Investment Earnings	\$ 27,539	\$ 9,776,733
Changes in Assumptions		11,847,452
Changes in Proportion	105,374	6,640,388
	\$ 132,913	\$ 28,264,573

The Township will amortize the above sources of deferred outflows and inflows related to the OPEB over the average of the expected remaining service lives of all employees that are provided with OPEB through the OPEB plan with the exception of net differences between projected and actual earnings on OPEB plan investments which will be amortized over 5 years. The average of the expected remaining service lives of all employees is 8.05, 8.14 and 8.04 for the 2019, 2018 and 2017 amounts, respectively.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)**

**OPEB Liabilities, Expenses, Deferred Outflows of Resources and Deferred Inflows of Resources (continued):**

**Deferred Outflows and Deferred Inflows of Resources, and OPEB Expense (continued)**

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB that would be recognized in future periods if the Township was on a GAAP basis of accounting, is as follows:

Year Ending December 31,	OPEB
2020	\$ (4,984,506)
2021	(4,984,506)
2022	(4,986,859)
2023	(2,848,338)
2024	(4,457,937)
2024-2027	(5,869,514)
	\$ (28,131,660)

**Actuarial Assumptions** - The total OPEB liability as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total OPEB liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

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

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

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

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)**

**Actuarial Assumptions (continued)**

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

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

*Health Care Trend Assumptions*

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

*Discount Rate*

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

**Sensitivity of Net OPEB Liability to Changes in the Discount Rate:**

The following presents the Township’s proportionate share of the net OPEB liability as of June 30, 2019, calculated using the discount rate as disclosed above as well as what the net OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage- point higher than the current rate:

	1%	<u>June 30, 2019</u>	1%
	Decrease	Current	Increase
	<u>(2.50%)</u>	<u>(3.50%)</u>	<u>(4.50%)</u>
Township's Proportionate Share of the Net OPEB Liability	<u>\$ 38,655,553</u>	<u>\$ 33,431,706</u>	<u>\$ 29,186,634</u>

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)**

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

The following presents the Townships proportionate share of the net OPEB liability as of June 30, 2019, calculated using the healthcare trend rate as disclosed above as well as what the net OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<u>1%</u> <u>Decrease</u>	<u>June 30, 2019</u> <u>Healthcare Cost</u> <u>Trend Rate</u>	<u>1%</u> <u>Increase</u>
Township's Proportionate Share of the Net OPEB Liability	<u>\$ 28,212,237</u>	<u>\$ 33,431,703</u>	<u>\$ 40,090,010</u>

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)**

**OPEB plan fiduciary net position**

Detailed information about the OPEB plan’s fiduciary net position is available in a report issued separately by the New Jersey Division of Pensions and Benefits.

**Schedule of the Township’s Proportionate Share of the Net OPEB Liability (Last 4 Plan Fiscal Years)**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Township's proportion of the net OPEB liability	0.284393%	0.268785%	0.269401%	0.246800%
Township's proportionate share of the net OPEB liability	\$ 61,762,949	\$ 54,874,578	\$ 42,206,026	\$ 33,431,703
State's proportionate share of the net OPEB liability associated with the Township	N/A	<u>23,116,930</u>	<u>16,181,907</u>	<u>14,272,103</u>
	N/A	<u>\$ 77,991,508</u>	<u>\$ 58,387,933</u>	<u>\$ 47,703,806</u>
Township's covered-employee payroll	\$ 18,652,581.12	\$ 19,314,319.80	\$ 19,362,304.24	\$ 19,210,140.90
Township's proportionate share of the net OPEB liability as a percentage of its covered-employee payroll	331.12%	284.11%	217.98%	174.03%
Plan fiduciary net position as a percentage of the total OPEB liability	0.69%	1.03%	1.97%	1.98%

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 18 POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (“OPEB”) (continued)**

**Schedule of the Township’s Contributions (Last 4 Plan Fiscal Years)**

	2016	2017	2018	2019
Contractually Required Contribution	2,499,736	2,592,904	\$ 2,661,464	\$ 1,629,398
Contributions in Relation to the contractually Required Contribution	2,499,736	2,592,904	2,661,464	1,629,398
Contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -

**Special Funding Situation**

Township's Proportionate Share of Net OPEB Liability	\$ 33,431,703
State of New Jersey's Proportionate Share of the Net OPEB Liability Attributable to the Township	14,272,103
	\$ 47,703,806

**Notes to the Schedule**

**Changes in benefit terms:**

In 2020, employers adopted amended Chapter 48 provisions, which provide different levels of subsidy than in fiscal year 2019.

**Changes in assumptions:**

In 2020, the discount rate changed to 2.21% from 3.50%. Further, there were changes in the assumed health care cost trend rates, the impact of the repeal of the excise tax, and the use of the Scale MP-2020 for mortality improvement.



**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 19 DEFERRED COMPENSATION PLAN**

The Township of Neptune offers its employees a Deferred Compensation Plan created in accordance with the provisions of N.J.S. 43:15B-1 et seq., and the Internal Revenue Code Section 457. The Plan, available to all municipal employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the Plan, all property and rights purchased with the amounts, and all income attributable to these amounts are for the exclusive benefit of the plan participants and their beneficiaries and the assets cannot be diverted to any other purpose. The Township services as Trustee under the Plan.

**NOTE 20 INTERFUND BALANCES**

The composition of interfund balances as of December 31, 2020 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Current Fund	General Capital Fund	\$ 18,859.28
Current Fund	Animal Control Trust Fund	12,221.13
General Capital Fund	Sewer Utility Capital Fund	11,286.64
General Capital Fund	Marina Utility Capital Fund	2,677.18
Marina Utility Operating Fund	Marina Utility Capital Fund	33,822.22
Marina Utility Capital Fund	Federal and State Grant Fund	<u>20,986.50</u>
		<u><u>\$ 99,852.95</u></u>

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 21 FIXED ASSETS**

Fixed asset and fixed capital activity for the year ended December 31, 2020 was as follows:

Fixed Assets

	Balance December 31, 2019	Additions	Balance December 31, 2020
Land	\$ 19,395,733.02	\$ 1,151,179.76	\$ 20,546,912.78
Land Improvements	411,700.15		411,700.15
Buildings and Improvements	4,727,236.77	111,486.00	4,838,722.77
Machinery, Equipment and Vehicles	<u>18,542,843.78</u>	<u>1,497,263.80</u>	<u>20,040,107.58</u>
	<u>\$ 43,077,513.72</u>	<u>\$ 2,759,929.56</u>	<u>\$ 45,837,443.28</u>

Fixed Capital - Sewer Utility

	Balance December 31, 2020 and 2019
Sewer System	<u>\$ 20,332,382.86</u>

Fixed Capital - Marina Utility

	Balance December 31, 2020 and 2019
Marina	<u>\$ 7,465,188.86</u>

**NOTE 22 RISK MANAGEMENT**

The Township is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; error and omission, injuries to employees; and natural disaster. The Township is a member of the Statewide Insurance Fund (the "Fund"). The Fund is both an insured and self-administered group of public entities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and workmen's compensation. The Fund will be self-sustaining through member premiums. There were no settlements in excess of insurance coverage in 2020, 2019 and 2018.

**TOWNSHIP OF NEPTUNE**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDING DECEMBER 31, 2020**

**NOTE 23 CONTINGENCIES**

A. Accrued Sick and Vacation Unaudited

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Township's liability related to unused vacation and sick pay. The Township permits certain employees within limits to accumulate unused vacation and sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. The estimated current cost of such unpaid compensation would approximate \$3,696,814.77 at December 31, 2020. In accordance with New Jersey accounting principles, this amount is not reported as an expenditure or liability in the accompanying financial statements.

B. Litigation

The Township is involved in legal and administrative proceedings and claims of various types. While any litigation contains an element of uncertainty, Township Officials, based upon the opinion of the Township Counsel, presently believe that the outcome of each such proceeding or claim which is pending or known to be threatened, or all of them combined, will not have a material or adverse effect on the Township's financial position or adversely affect the Township's ability to levy, collect, and enforce the collection of taxes or other revenue for the payment of its bonds or other obligations.

C. Federal and State Grants

The Township receives financial assistance from the U.S. government and the State of New Jersey in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require payment to the grantor agency. As of December 31, 2020, the Township estimates that no material liabilities will result from such audits.

D. Unemployment Compensation Insurance

Effective January 1, 1978, most municipal employees were eligible for unemployment compensation insurance (N.J.S.A. 43:21-3 et. seq.). The Township has elected to provide a self-insured plan whereby the municipal cost and employee contributions are deposited in a trust fund from which claims, if any, will be paid. The reserve for unemployment compensation insurance at December 31, 2020 was \$142,136.51.

**TOWNSHIP OF NEPTUNE  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDING DECEMBER 31, 2020**

**NOTE 24 SUBSEQUENT EVENTS**

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

The Township has evaluated subsequent events occurring after December 31, 2019 through the date of August 25, 2021 which is the date the financial statements were available to be issued.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH**  
**SUPPLEMENTARY DATA**  
**YEAR ENDED DECEMBER 31, 2020**

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>	<u>Current Fund</u>	<u>Grant Fund</u>
Balance, December 31, 2019	A	\$ 12,072,594.29	\$ 591,343.98
Increased by Receipts:			
Collector	A-5	\$ 99,361,893.40	
Interfund - Marina Utility Capital Fund	A		\$ 20,986.50
Federal and State Grants Receivable	A-25		333,352.43
Federal and State Grants Unappropriated Reserves	A-27		1,285.00
	A-5	99,361,893.40	355,623.93
		111,434,487.69	946,967.91
Decreased by Disbursements:			
2020 Budget Appropriations	A-3	39,273,783.39	
Interfunds	A-13	296,396.29	
Accounts Payable	A-14	75,107.29	
Appropriation Reserves	A-15	1,464,641.19	
Tax Overpayments	A-17	122,248.84	
Fire District Taxes	A-19	3,742,057.00	
County Taxes Payable	A-20	11,377,556.56	
Local School District Tax	A-21	40,257,609.00	
Due to State Agencies	A-22	79,422.00	
Various Reserves	A-23	65,178.18	
Appropriated Reserves for Federal and State Grants	A-26		474,597.88
		96,753,999.74	474,597.88
Balance, December 31, 2020	A	\$ 14,680,487.95	\$ 472,370.03

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF CASH - COLLECTOR**

	<u>Ref.</u>		
<b>Increased by Receipts:</b>			
Non-Budget Revenues	A-2	\$	729,629.54
State of New Jersey (Ch. 20, P.L. 1971)	A-6		172,925.34
Taxes Receivable	A-8		87,676,748.56
Tax Title Lien	A-9		4,073.58
Revenue Accounts Receivable	A-11		9,677,033.49
Tax Overpayments	A-17		114,383.55
Prepaid Taxes	A-18		812,080.77
Due to State Agencies	A-22		64,015.00
Various Reserves	A-23		111,003.57
			<u>\$ 99,361,893.40</u>
 <b>Decreased by Disbursements:</b>			
Payments to Treasurer	A-4		<u>\$ 99,361,893.40</u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 SCHEDULE OF DUE FROM/(TO) STATE - P.L. 1971, C. 20

	<u>Ref.</u>		
Balance, December 31, 2019	A		\$ 3,523.29
Increased by:			
Deductions per Tax Duplicate:			
Senior Citizens		\$ 38,000.00	
Veterans		141,250.00	
Deductions Allowed by Collector - 2020		<u>3,500.00</u>	
		182,750.00	
Less: Deductions Disallowed by Collector		<u>1,191.09</u>	
	A-8		<u>181,558.91</u>
			185,082.20
Decreased by:			
Received from State of New Jersey	A-5	172,925.34	
Deductions Disallowed by Collector - Prior Taxes	A-1/A-8	<u>8,267.81</u>	
			<u>181,193.15</u>
Balance, December 31, 2020	A		<u>\$ 3,889.05</u>

Exhibit A-7

SCHEDULE OF MORTGAGE RECEIVABLE

	<u>Ref.</u>		
Balance, December 31, 2020 and 2019	A		<u>\$ 240,000.00</u>



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

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

Year	Balance December 31, 2019	2020 Levy	2019 <u>Collections</u>	2020	P.L. 1971 Senior Citizens and Veterans	Tax Overpayments Applied	Transfer to Tax Title Lien	Canceled, Remitted or Abated	Balance December 31, 2020
2014	\$ 1.54								\$ 1.54
2015	3,284.73			\$ 3,284.73					
2017	6,998.91			1,837.29					5,161.62
2018	45,551.53			2,251.77				\$ 4.89	43,294.87
2019	910,631.68	\$ 28,760.47		795,034.92	\$ (8,267.81)		\$ 262.66	101,920.87	50,441.51
	966,468.39	28,760.47		802,408.71	(8,267.81)		262.66	101,925.76	98,899.54
2020		89,139,252.13	\$ 1,007,508.76	86,874,339.85	181,558.91	\$ 20,925.73	9,304.37	53,002.22	992,612.29
	<u>\$ 966,468.39</u>	<u>\$ 89,168,012.60</u>	<u>\$ 1,007,508.76</u>	<u>\$ 87,676,748.56</u>	<u>\$ 173,291.10</u>	<u>\$ 20,925.73</u>	<u>\$ 9,567.03</u>	<u>\$ 154,927.98</u>	<u>\$ 1,091,511.83</u>
Ref.	A	A-8	A-2/A-18	A-2/A-5	A-2/A-6	A-2/A-17	A-9		A

Analysis of 2019 Property Tax Levy

Ref.

Tax Yield:

General Purpose Tax					\$ 84,942,519.49
Special District Taxes					3,767,478.72
Added and Omitted Tax					429,253.92
6% Penalty					28,760.47
			A-8		<u>\$ 89,168,012.60</u>

Tax Levy:

Local District School Tax			A-21		\$ 40,974,939.00
County Taxes:					
County Tax			A-20	\$ 9,963,032.04	
County Open Space Tax			A-20	1,163,260.05	
County Health Tax			A-20	205,461.22	
Due County for Added and Omitted Taxes			A-20	54,853.99	
Total County Taxes			A-2		11,386,607.30
Fire District No. 1 (Amount Certified)			A-19	2,953,989.00	
Fire District No. 2 (Amount Certified)			A-19	788,068.00	
					<u>3,742,057.00</u>
			A-2		56,103,603.30
Local Tax for Municipal Purposes			A-2	31,220,939.43	
Minimum Library Tax			A-2	1,399,071.00	
Add: Additional Tax Levied				444,398.87	
					<u>33,064,409.30</u>
			A-8		<u>\$ 89,168,012.60</u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF TAX TITLE LIENS**

	<u>Ref.</u>	
Balance, December 31, 2019	A	\$ 37,304.28
Increased by:		
Transfer from Taxes Receivable	A-8	9,567.03
		46,871.31
Decreased by:		
Cash Receipts	A-2/A-5	4,073.58
		4,073.58
Balance, December 31, 2020	A	\$ 42,797.73

Exhibit A-10

**SCHEDULE OF PROPERTY ACQUIRED FOR TAXES**  
**(AT ASSESSED VALUATION)**

	<u>Ref.</u>	
Balance, December 31, 2020 and 2019	A	\$ 5,242,800.00

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	Ref.	Balance December 31, 2019	Accrued in 2020	Collected	Balance December 31, 2020
Licenses:					
Alcoholic Beverages	A-2		\$ 56,780.00	\$ 56,780.00	
Other	A-2		183,364.00	183,364.00	
Fees and Permits	A-2		378,376.00	378,376.00	
Municipal Court:					
Fines and Costs	A-2	\$ 36,759.79	381,803.12	348,805.16	\$ 69,757.75
Other Revenue:					
Interest and Costs on Taxes	A-2		259,752.65	259,752.65	
Interest on Investments and Deposits	A-2		121,738.82	121,738.82	
Consolidated Municipal Property Tax Relief Aid	A-2		168,896.99	168,896.99	
Energy Receipts Tax	A-2		4,828,557.00	4,828,557.00	
Uniform Construction Code Fees	A-2		1,181,376.00	1,181,376.00	
Interlocal Services Agreement:					
Monmouth County 9-1-1 Services					
Personnel Loan	A-2		73,341.88	73,341.88	
Neptune BOE - GREAT Program	A-2		25,000.00	25,000.00	
Fleet Maintenance	A-2		89,594.33	89,594.33	
Insurances	A-2		170,957.00	170,957.00	
Monmouth County EMS	A-2		6,000.00	6,000.00	
Community Notification System Agreement	A-2		2,800.00	2,800.00	
Prisoner Processing/Jail Program	A-2		6,900.00	6,900.00	
City of Asbury Park - Wesley Lake Maintenance	A-2		4,150.00	4,150.00	
Township of Shrewsbury - Municipal Clerk	A-2		10,920.00	10,920.00	
Administrative Fees - Off Duty Employment					
of Police Officers	A-2		159,417.50	159,417.50	
Cable TV Franchise Fees	A-2		438,063.62	438,063.62	
Commercial Garbage Removal Fees	A-2	488.80	97,846.64	98,335.44	
Cell Tower Lease	A-2		132,734.21	132,734.21	
Monmouth County Lease of Facility	A-2		160,000.00	160,000.00	
General Capital Surplus	A-2		100,000.00	100,000.00	
EMS Program	A-2		671,172.89	671,172.89	
		<u>\$ 37,248.59</u>	<u>\$ 9,709,542.65</u>	<u>\$ 9,677,033.49</u>	<u>\$ 69,757.75</u>
	<u>Ref.</u>	A		A-5	A

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 SCHEDULE OF ABATING COSTS

	<u>Ref.</u>	
Balance, December 31, 2019	A	\$ 6,920.21
Increased by:		
Billings		7,911.20
		14,831.41
Decreased by:		
Collections	A-2	7,561.14
		7,561.14
Balance, December 31, 2020	A	\$ 7,270.27

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
 SCHEDULE OF INTERFUNDS (RECEIVABLE)/PAYABLE

	<u>Ref.</u>	<u>Total</u> <u>(MEMO ONLY)</u>	<u>Federal and</u> <u>State Grant</u> <u>Fund</u>	<u>General</u> <u>Capital</u> <u>Fund</u>
Balance, December 31, 2019				
Interfunds Payable	A	\$ 43,533.29		\$ 43,533.29
Increased by:				
2020 Grant Budget Appropriations	A-3	815,540.52	\$ 815,540.52	
Grants Receivable Canceled	A-1	908.27	908.27	
		816,448.79	816,448.79	
		859,982.08	816,448.79	43,533.29
Decreased by:				
Disbursements	A-4	258,215.15	252,863.00	5,352.15
Reserve for Debt Service		57,040.42		57,040.42
2020 Anticipated Grant Revenue	A-2	562,677.52	562,677.52	
Interfund Canceled	A-13			
Grants Appropriated Canceled	A-1	908.27	908.27	
		878,841.36	\$ 816,448.79	62,392.57
Balance, December 31, 2020				
Interfunds Receivable	A	\$ (18,859.28)		\$ (18,859.28)

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**CURRENT FUND**  
**SCHEDULE OF ACCOUNTS PAYABLE**

	<u>Ref.</u>		
Balance, December 31, 2019	A		\$ 142,748.91
Increased by:			
Charged to Appropriation Reserves	A-15		88,292.60
			<u>231,041.51</u>
Decreased by:			
Disbursements	A-4	\$ 75,107.29	
Canceled	A-1	<u>50,509.37</u>	
			<u>125,616.66</u>
Balance, December 31, 2020	A		<u><u>\$ 105,424.85</u></u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2019</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
<u>Operations Within CAPS</u>					
General Government Functions:					
General Administration					
Salaries and Wages	\$ 15,877.28		\$ 15,877.28		\$ 15,877.28
Other Expenses	3,812.62	\$ 43,925.36	47,737.98	\$ 42,569.58	5,168.40
Human Resources					
Salaries and Wages	5,451.59		5,451.59		5,451.59
Other Expenses	6,801.82	5,655.82	12,457.64	5,066.07	7,391.57
Municipal Clerk					
Salaries and Wages	7,512.94		7,512.94		7,512.94
Other Expenses	2,471.04	7,423.24	9,894.28	7,207.90	2,686.38
Financial Administration					
Salaries and Wages	381.01		381.01		381.01
Other Expenses	11,849.86	14,733.47	26,583.33	18,926.08	7,657.25
Audit Services					
Other Expenses		50,000.00	50,000.00	50,000.00	
Computerized Data Processing					
Salaries and Wages	1,972.09		1,972.09		1,972.09
Other Expenses	13,815.87	4,523.97	18,339.84	4,423.98	13,915.86
Revenue Administration					
Salaries and Wages	1,018.45		1,018.45		1,018.45
Other Expenses	3,854.26	1,635.63	5,489.89	1,965.43	3,524.46
Tax Assessment Administration					
Salaries and Wages	5,518.37		5,518.37		5,518.37
Other Expenses	12.49	831.54	844.03	831.54	12.49

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2019</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Legal Services					
Other Expenses	\$ 70,087.99	\$ 141,478.51	\$ 211,566.50	\$ 122,672.25	\$ 88,894.25
Engineering Services					
Salaries and Wages	17,720.66		17,720.66		17,720.66
Other Expenses	35,301.71	22,612.39	57,914.10	22,235.59	35,678.51
Economic Development					
Salaries and Wages	263.18		263.18		263.18
Other Expenses	1,350.79		1,350.79		1,350.79
Land Use Administration:					
Planning Board					
Salaries and Wages	1,338.44		1,338.44		1,338.44
Other Expenses	7,369.04	1,020.60	8,389.64	1,015.59	7,374.05
Historical Preservation Committee					
Salaries and Wages	91.97		91.97		91.97
Other Expenses	10.76	28,077.27	28,088.03	26,098.27	1,989.76
Zoning Board					
Other Expenses	4,402.26	775.00	5,177.26	230.00	4,947.26
Land Use Administration Office					
Salaries and Wages	1,926.72		1,926.72		1,926.72
Other Expenses	47.85	120.00	167.85		167.85
Community Programs					
Other Expenses	2,000.00		2,000.00		2,000.00
Code Enforcement and Administration:					
Code Enforcement					
Salaries and Wages	13,326.04		13,326.04		13,326.04
Other Expenses	908.57	870.00	1,778.57	367.00	1,411.57
Mercantile Licensing					
Salaries and Wages	515.98		515.98		515.98
Other Expenses	202.24	576.76	779.00	628.12	150.88



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2019</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Insurance					
Liability Insurance	\$ 11,379.50	\$ 155.00	\$ 11,534.50	\$ 52.50	\$ 11,482.00
Employee Group Insurance	134,754.12	209,301.74	344,055.86	203,038.99	141,016.87
Health Benefit Waivers	2,500.00		2,500.00		2,500.00
Public Safety Functions:					
Police Department					
Salaries and Wages	362,961.52	300,000.00	662,961.52	290,383.09	372,578.43
Other Expenses	29,928.11	69,878.53	99,806.64	58,945.69	40,860.95
Homeland Security Expenses	1,636.00		1,636.00		1,636.00
Office of Emergency Management					
Other Expenses	1,831.28	36,692.48	38,523.76	34,127.15	4,396.61
Homeland Security Expenses	430.31	2,457.65	2,887.96	2,457.65	430.31
Emergency Medical Services					
Salaries and Wages	8,112.99		8,112.99		8,112.99
Other Expenses	8,337.46	16,458.96	24,796.42	17,636.86	7,159.56
Municipal Prosecutor's Office					
Salaries and Wages	1,114.72		1,114.72		1,114.72
Public Works Functions:					
Streets and Roads Maintenance					
Salaries and Wages	51,609.52	25,000.00	76,609.52	25,000.00	51,609.52
Other Expenses	2,371.14	91,720.54	94,091.68	18,190.27	75,901.41
Administration of Public Works					
Salaries and Wages	12,039.48		12,039.48		12,039.48
Other Expenses	3,510.36	2,818.43	6,328.79	1,770.41	4,558.38
Solid Waste Collection					
Salaries and Wages	64,780.99	50,000.00	114,780.99	43,766.80	71,014.19
Other Expenses	1,416.66	4,396.01	5,812.67	3,250.87	2,561.80

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2019</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Buildings and Grounds					
Salaries and Wages	\$ 6,140.56		\$ 6,140.56		\$ 6,140.56
Other Expenses	17,836.57	\$ 24,798.06	42,634.63	\$ 18,907.14	23,727.49
Vehicle Maintenance					
Other Expenses	72,898.99	111,088.00	183,986.99	109,968.00	74,018.99
Health and Human Services:					
Public Health Services					
Salaries and Wages	26,625.66		26,625.66		26,625.66
Other Expenses	540.88	967.83	1,508.71	1,005.35	503.36
Environmental and Shade Tree Committee					
Salaries and Wages	31.54		31.54		31.54
Other Expenses	3,252.64	1,200.00	4,452.64	2,051.00	2,401.64
Animal Control Services					
Other Expenses	4,500.00	7,125.00	11,625.00	7,125.00	4,500.00
Monmouth County Drug & Alcohol Abuse Program					
Other Expenses	14,000.00		14,000.00		14,000.00
Park and Recreation Functions:					
Recreation Services and Programs					
Salaries and Wages	18,724.00		18,724.00		18,724.00
Other Expenses	3,905.74	10,858.82	14,764.56	8,547.76	6,216.80
Senior Citizen Programs					
Salaries and Wages	21,073.88		21,073.88		21,073.88
Other Expenses	3,887.77	29,569.64	33,457.41	17,386.99	16,070.42
Maintenance of Parks					
Other Expenses	28,672.79	2,205.26	30,878.05	3,504.64	27,373.41
Publicity and Tourism					
Salaries and Wages	533.08		533.08		533.08
Other Expenses	500.00	3,500.00	4,000.00	3,500.00	500.00

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2019</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Celebration of Public Events					
Other Expenses	\$ 2,488.88	\$ 500.00	\$ 2,988.88		\$ 2,988.88
Utility Expenses and Bulk Purchases:					
Electricity	37,838.83	1,000.00	38,838.83	\$ 14,558.40	24,280.43
Street Lighting	2,967.63	1,500.00	4,467.63	271.30	4,196.33
Telephone	26,518.62	7,407.91	33,926.53	22,056.29	11,870.24
Water	745.99	1,000.00	1,745.99		1,745.99
Natural Gas	26,789.11	12,000.00	38,789.11	36,418.37	2,370.74
Telecommunications	18,217.27	3,500.00	21,717.27	8,805.96	12,911.31
Gasoline	8,830.30	51,271.20	60,101.50	58,908.54	1,192.96
Landfill and Solid Waste Disposal Costs	42,576.93	100,111.74	142,688.67	142,688.67	
Municipal Court					
Salaries and Wages	13,053.68		13,053.68		13,053.68
Other Expenses	848.00	8,279.42	9,127.42	7,990.59	1,136.83
Public Defender (P.L. 1997, c.256)					
Salaries and Wages	14.99		14.99		14.99
Uniform Construction Code Enforcement Functions					
Other Expenses	5,271.25	1,125.68	6,396.93	745.18	5,651.75
Deferred Charges and Statutory Expenditures:					
Social Security System	40,232.31		40,232.31	591.04	39,641.27
Police and Firemen's Retirement System	9.93		9.93		9.93
Defined Contribution Retirement Program	2,092.34		2,092.34		2,092.34

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
 SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2019</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
<u>Operations Excluded from CAPS</u>					
Aid to Free Public Library	\$ 28,078.77	\$ 36,260.35	\$ 64,339.12	\$ 64,339.12	
Recycling Tax	25,175.89	657.37	25,833.26	3,425.46	\$ 22,407.80
ANSWER Water Rescue Team	47.76	4,750.65	4,798.41	4,553.46	244.95
Fleet Maintenance - Allenhurst, NFD, OGF, Neptune BoE	9,335.01	24,834.63	34,169.64	6,727.85	27,441.79
Neptune BOE Newsletter Cooperative	7,250.00	500.00	7,750.00		7,750.00
Monmouth County Tax Assessment Program	1,500.00	6,000.00	7,500.00	6,000.00	1,500.00
Matching Funds for Grants	25,000.00		25,000.00		25,000.00
	<u>\$ 1,483,935.64</u>	<u>\$ 1,585,150.46</u>	<u>\$ 3,069,086.10</u>	<u>\$ 1,552,933.79</u>	<u>\$ 1,516,152.31</u>
<u>Ref.</u>	A	A-16		A-15	A-1
Cash Disbursed	A-4			\$ 1,464,641.19	
Accounts Payable	A-14			88,292.60	
	A-15			<u>\$ 1,552,933.79</u>	

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2019	A	\$ 1,585,150.46
Increased by:		
Current Appropriations Charged	A-3	1,515,254.27
		3,100,404.73
Decreased by:		
Transferred to Appropriation Reserves	A-15	1,585,150.46
		1,585,150.46
Balance, December 31, 2020	A	\$ 1,515,254.27

Exhibit A-17

SCHEDULE OF TAX OVERPAYMENTS

	<u>Ref.</u>	
Balance, December 31, 2019	A	\$ 49,205.00
Increased by:		
Receipts	A-5	\$ 114,383.55
Refund of Prior Year Tax Revenue	A-1	57,060.61
		171,444.16
		220,649.16
Decreased by:		
Applied to Taxes Receivable	A-8	20,925.73
Refunds	A-4	122,248.84
Canceled	A-1	21,587.65
		164,762.22
Balance, December 31, 2020	A	\$ 55,886.94

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
SCHEDULE OF PREPAID TAXES

	<u>Ref.</u>	
Balance, December 31, 2019	A	\$ 1,007,508.76
Increased by:		
Collections, 2020 Taxes	A-5	812,080.77
		1,819,589.53
Decreased by:		
Applied to Taxes Receivable	A-8	1,007,508.76
		1,007,508.76
Balance, December 31, 2020	A	\$ 812,080.77

Exhibit A-19

SCHEDULE OF FIRE DISTRICTS' TAXES PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2019	A	\$ -
Increased by:		
Fire District #1 Levy	A-8	\$ 2,953,989.00
Fire District #2 Levy	A-8	788,068.00
	A-1	3,742,057.00
		3,742,057.00
Decreased by:		
Disbursed	A-4	3,742,057.00
		3,742,057.00
Balance, December 31, 2020	A	\$ -

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

CURRENT FUND  
SCHEDULE OF COUNTY TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2019	A		\$ 45,803.25
Increased by:			
County Tax	A-8	\$ 9,963,032.04	
County Open Space Tax	A-8	1,163,260.05	
County Health Tax	A-8	205,461.22	
Due County for Added and Omitted Taxes	A-8	<u>54,853.99</u>	
	A-1		<u>11,386,607.30</u>
			<u>11,432,410.55</u>
Decreased by:			
Payments	A-4		<u>11,377,556.56</u>
Balance, December 31, 2020	A		<u><u>\$ 54,853.99</u></u>

Exhibit A-21

SCHEDULE OF LOCAL SCHOOL DISTRICT TAXES PAYABLE

	<u>Ref.</u>		
Balance, December 31, 2019:			
School Tax Payable	A	\$ 2,492,345.50	
School Tax Deferred		<u>17,265,725.00</u>	
			\$ 19,758,070.50
Increased by:			
Levy - School Year July 1, 2020 to June 30, 2021	A-1/A-8		<u>40,974,939.00</u>
			<u>60,733,009.50</u>
Decreased by:			
Payments	A-4		<u>40,257,609.00</u>
Balance December 31, 2020:			
School Tax Payable	A	3,209,675.50	
School Tax Deferred		<u>17,265,725.00</u>	
			<u><u>\$ 20,475,400.50</u></u>
<u>2020 Liability for Local School District Taxes:</u>			
Tax Paid	A-21		\$ 40,257,609.00
Taxes Payable December 31, 2020	A		<u>3,209,675.50</u>
			<u>43,467,284.50</u>
Less: Taxes Payable December 31, 2019	A		<u>2,492,345.50</u>
Amount Charged to 2020 Operations	A-1		<u><u>\$ 40,974,939.00</u></u>

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
SCHEDULE OF DUE TO STATE AGENCIES

	Balance December 31, <u>2019</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2020</u>
Due to State:				
Vital Statistics - Marriage Licenses and Death Certificates	\$ 2,275.00	\$ 3,400.00	\$ 4,875.00	\$ 800.00
Training Fees	<u>27,939.00</u>	<u>60,615.00</u>	<u>74,547.00</u>	<u>14,007.00</u>
	<u>\$ 30,214.00</u>	<u>\$ 64,015.00</u>	<u>\$ 79,422.00</u>	<u>\$ 14,807.00</u>
	A	A-5	A-4	A



**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

CURRENT FUND  
SCHEDULE OF VARIOUS RESERVES

	Balance December 31, <u>2019</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2020</u>
Reserve for:				
State Library Aid	\$ 25,202.94	\$ 12,105.00	\$ 8,595.46	\$ 28,712.48
Insurance Refunds	111,075.04	97,298.57	53,382.72	154,990.89
Election Expenses	12,187.65	1,600.00	3,200.00	10,587.65
Revaluation	<u>4,717.35</u>	<u>                    </u>	<u>                    </u>	<u>4,717.35</u>
	<u>\$ 153,182.98</u>	<u>\$ 111,003.57</u>	<u>\$ 65,178.18</u>	<u>\$ 199,008.37</u>
<u>Ref.</u>	A	A-5	A-4	A

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND  
 SCHEDULE OF INTERFUND - CURRENT FUND

	<u>Ref.</u>		
Balance, December 31, 2019	A		\$ -
Increased by:			
Grants Receivable Canceled	A-25	\$ 908.27	
2020 Budget Appropriations	A-26	<u>815,540.52</u>	
			<u>816,448.79</u>
			816,448.79
Decreased by:			
2020 Anticipated Revenue	A-25	562,677.52	
Grant Expenditures in the Current Fund	A-26	252,863.00	
Grant Appropriates Canceled	A-26	<u>908.27</u>	
			<u>816,448.79</u>
			816,448.79
Balance, December 31, 2020	A		<u><u>\$ -</u></u>

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND  
SCHEDULE OF GRANTS RECEIVABLE

Grant	Balance December 31, <u>2019</u>	2020 Anticipated Revenue	Cash Received	Transferred From Grants <u>Unappropriated</u>	Canceled	Balance December 31, <u>2020</u>
<b>Federal</b>						
US Department of Justice:						
2018 Bulletproof Vest Partnership Grant	\$ 6,207.50		\$ 5,844.30			\$ 363.20
2017 Bulletproof Vest Partnership Grant	270.26					270.26
Edward Byrne Memorial Justice Assistance Grant - 2019		\$ 14,473.00	14,473.00			
Edward Byrne Memorial Justice Assistance Grant - 2020		46,697.00	447.00			46,250.00
COVID-19 - Byrne Criminal Justice Innovation Program						
Coronavirus Emergency Supplemental Funding		53,410.00				53,410.00
Total US Department of Justice	<u>6,477.76</u>	<u>114,580.00</u>	<u>20,764.30</u>			<u>100,293.46</u>
US Department of Transportation:						
Pipeline and Hazardous Materials Safety Administration						
Passed Through the NJ State Police						
Hazardous Materials Emergency Preparedness Training Grant (HMEP)	4.00	31,500.00	30,595.73		\$ 908.27	
Total US Department of Transportation	<u>4.00</u>	<u>31,500.00</u>	<u>30,595.73</u>		<u>908.27</u>	
US Department of the Treasury:						
COVID-19 - CARES Act - Coronavirus Relief Fund		84,289.25	84,289.25			
Total Department of the Treasury		<u>84,289.25</u>	<u>84,289.25</u>			
US Department of Homeland Security:						
Federal Emergency Management Agency (FEMA)						
Passed Through - NJ Department of Law and Public Safety:						
NJ State Police Office of Emergency Management						
Pre-Disaster Mitigation - Competitive Grant (PDMC)						
NJ OEM - Hazard Mitigation Grant Program						
FY 2020 Federal Emergency Management Assistance		10,000.00	10,000.00			
Total US Department of Homeland Security		<u>10,000.00</u>	<u>10,000.00</u>			
US Department of Health and Human Services:						
Passed Through the County of Monmouth:						
Senior Citizens - Title III (Older Americans Act)	41,492.00		41,492.00			
Senior Citizens - Title III (Older Americans Act)		85,081.00				85,081.00
Total Department of Health and Human Services	<u>41,492.00</u>	<u>85,081.00</u>	<u>41,492.00</u>			<u>85,081.00</u>
US Environmental Protection Agency:						
US EPA - Brownfields Hazardous Assessment	14,900.57		10,316.61			4,583.96
US EPA - Brownfields Petroleum Assessment	7,351.44		4,602.83			2,748.61
Total US Department of Environmental Protection	<u>22,252.01</u>		<u>14,919.44</u>			<u>7,332.57</u>
Total Federal Grants	<u>70,225.77</u>	<u>325,450.25</u>	<u>202,060.72</u>		<u>908.27</u>	<u>192,707.03</u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND  
 SCHEDULE OF GRANTS RECEIVABLE

<u>Grant</u>	Balance December 31, <u>2019</u>	2020 Anticipated Revenue	Cash Received	Transferred From Grants <u>Unappropriated</u>	<u>Canceled</u>	Balance December 31, <u>2020</u>
<b>State</b>						
NJ Department of Law and Public Safety:						
Division of Criminal Justice:						
2018 Body Armor Replacement Fund		\$ 7,046.89	\$ 7,046.89			
Division of Highway Traffic Safety:						
Drunk Driving Enforcement Fund		20,325.95		\$ 7,701.06		\$ 12,624.89
Total Department of Law and Public Safety		<u>27,372.84</u>	<u>7,046.89</u>	<u>7,701.06</u>		<u>12,624.89</u>
NJ Department of Health and Senior Services:						
Alcohol Education Rehabilitation and Enforcement Fund (AEREF)						
Total Department of Health and Senior Services		<u>8,252.03</u>	<u>8,252.03</u>			
NJ Department of Environmental Protection:						
Clean Communities Program						
Recycling Tonnage Grant		64,062.94	64,062.94			
Hazardous Discharge Site Remediation		50,333.81		50,333.81		
Hazardous Discharge Site Remediation - Chidnese Property	\$ 10,383.47	7,813.65				7,813.65
Total Department of Environmental Protection	<u>10,383.47</u>	<u>122,210.40</u>	<u>64,062.94</u>	<u>50,333.81</u>		<u>10,383.47</u>
Governor's Council on Alcoholism and Drug Abuse						
Municipal Alliance on Alcoholism and Drug Abuse - State (DEDR) 2020						
Municipal Alliance on Alcoholism and Drug Abuse - State (DEDR) 2019	46,774.35	57,084.00	26,897.85			57,084.00
Total Governor's Council on Alcoholism and Drug Abuse	<u>46,774.35</u>	<u>57,084.00</u>	<u>26,897.85</u>			<u>19,876.50</u>
Total State Grants	<u>57,157.82</u>	<u>214,919.27</u>	<u>106,259.71</u>	<u>58,034.87</u>		<u>107,782.51</u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND  
 SCHEDULE OF GRANTS RECEIVABLE

<u>Grant</u>	Balance December 31, <u>2019</u>	2020 Anticipated <u>Revenue</u>	Cash <u>Received</u>	Transferred From Grants <u>Unappropriated</u>	<u>Canceled</u>	Balance December 31, <u>2020</u>
<b>Local</b>						
Interfaith Neighbors Senior Meal Program	\$ 859.00	\$ 22,308.00	\$ 21,824.00			\$ 1,343.00
State Local Cooperative Housing Inspection Program (SLCHIP) (Code Enforcement) S & W	3,210.00		3,208.00			2.00
Statewide Insurance Fund - Safety Grant	15,004.38					15,004.38
Total Local Funds	<u>19,073.38</u>	<u>22,308.00</u>	<u>25,032.00</u>	<u>                    </u>	<u>                    </u>	<u>16,349.38</u>
	<u>\$ 146,456.97</u>	<u>\$ 562,677.52</u>	<u>\$ 333,352.43</u>	<u>\$ 58,034.87</u>	<u>\$ 908.27</u>	<u>\$ 316,838.92</u>
<u>Ref.</u>	A	A-2/A-24	A-4	A-27	A-24	A

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND  
 SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

Grant	Balance December 31, 2019	Transfer from 2020 Budget Appropriation	Transfer from Reserve for Encumbrances	Paid	Reserve for Encumbrances	Canceled Appropriation	Balance December 31, 2020
<b>Federal</b>							
US Department of Housing and Urban Development							
Sandy/Community Resiliency North Island	\$ 18,025.00						\$ 18,025.00
Total US Department of Housing and Urban Development	<u>18,025.00</u>						<u>18,025.00</u>
US Department of Justice:							
2019 Bulletproof Vest Partnership Grant	633.46						633.46
COVID-19 - Byrne Criminal Justice Innovation Program							
Coronavirus Emergency Supplemental Funding		\$ 53,410.00		\$ 53,353.14			56.86
Edward Byrne Memorial Justice Assistance Grant - 2019		14,473.00		14,473.00			
Edward Byrne Memorial Justice Assistance Grant - 2020		46,697.00		480.00	\$ 18,378.00		27,839.00
Total US Department of Justice	<u>633.46</u>	<u>114,580.00</u>		<u>68,306.14</u>	<u>18,378.00</u>		<u>28,529.32</u>
US Department of Transportation:							
Pipeline and Hazardous Materials Safety Administration							
Passed Through the New Jersey State Police							
NJSP HMEP Training Grant	4.00	31,500.00		30,595.73		\$ 908.27	
Total US Department of Transportation	<u>4.00</u>	<u>31,500.00</u>		<u>30,595.73</u>		<u>908.27</u>	
US Department of the Treasury:							
COVID-19 - CARES Act - Coronavirus Relief Fund		84,289.25		84,289.25			
Total Department of the Treasury		<u>84,289.25</u>		<u>84,289.25</u>			
US Department of Homeland Security:							
Federal Emergency Management Agency (FEMA)							
Passed Through - NJ Department of Law and Public Safety:							
NJ State Police Office of Emergency Management							
Pre-Disaster Mitigation - Competitive Grant (PDMC)							
FY 2016 Federal Emergency Management Assistance	3,256.21		\$ 625.00				3,881.21
FY 2018 Federal Emergency Management Assistance	9,400.00						9,400.00
FY 2019 Federal Emergency Management Assistance	10,000.00						10,000.00
FY 2020 Federal Emergency Management Assistance		10,000.00					10,000.00
Total US Department of Homeland Security	<u>22,656.21</u>	<u>10,000.00</u>	<u>625.00</u>				<u>33,281.21</u>
US Department of Health and Human Services:							
Passed Through the County of Monmouth:							
Senior Citizens - Title III	330.30	60,081.00	9,200.23	8,005.39	4,470.00		57,136.14
Total US Department of Health and Human Services	<u>330.30</u>	<u>60,081.00</u>	<u>9,200.23</u>	<u>8,005.39</u>	<u>4,470.00</u>		<u>57,136.14</u>
US Environmental Protection Agency:							
US EPA - Brownfields Hazardous Assessment	1,850.00		12,900.57	10,316.61			4,433.96
US EPA - Brownfields Petroleum Assessment	1,850.00		5,351.44	4,602.83			2,598.61
Total Environmental Protection Agency	<u>3,700.00</u>		<u>18,252.01</u>	<u>14,919.44</u>			<u>7,032.57</u>
Total Federal Grants	<u>45,348.97</u>	<u>300,450.25</u>	<u>28,077.24</u>	<u>206,115.95</u>	<u>22,848.00</u>	<u>908.27</u>	<u>144,004.24</u>

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND  
SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

Grant	Balance December 31, 2019	Transfer from 2020 Budget Appropriation	Transfer from Reserve for Encumbrances	Paid	Reserve for Encumbrances	Canceled Appropriation	Balance December 31, 2020
<b>State</b>							
NJ Department of Law and Public Safety:							
Division of Criminal Justice:							
Body Armor Replacement Fund - N.J. - 2018	\$ 7,104.51						\$ 7,104.51
Body Armor Replacement Fund - N.J. - 2019		\$ 7,046.89					7,046.89
Division of Highway Traffic Safety:							
Drunk Driving Enforcement Fund	23,844.47	20,325.95	\$ 179.00	\$ 10,843.50	\$ 9,459.00		24,046.92
Total Department of Law and Public Safety	<u>30,948.98</u>	<u>27,372.84</u>	<u>179.00</u>	<u>10,843.50</u>	<u>9,459.00</u>		<u>38,198.32</u>
NJ Department of Health and Senior Services:							
Alcohol Education Rehabilitation and Enforcement Fund (AEREF)	47,116.98	8,252.03		250.00			55,119.01
Total Department of Health and Senior Services	<u>47,116.98</u>	<u>8,252.03</u>		<u>250.00</u>			<u>55,119.01</u>
NJ Department of Environmental Protection:							
Clean Communities	209,372.90	64,062.94	5,686.95	140,135.98	1,225.40		137,761.41
Recycling Tonnage Grant		50,333.81					50,333.81
2016 - Recycling Tonnage Grant	48,429.07			48,429.07			
2015 - Recycling Tonnage Grant	29,391.69			7,260.48	6,900.00		15,231.21
2014 - Recycling Tonnage Grant	31,198.70						31,198.70
2013 - Recycling Tonnage Grant	18,913.81		130.00				19,043.81
Hazardous Discharge Site Remediation		7,813.65					7,813.65
Hazardous Discharge Site Remediation - Chidnese Property	47,444.61						47,444.61
Hazardous Discharge Site Remediation - Shark River Marina	48,467.75						48,467.75
Hazardous Discharge Site Remediation Program - Welsh Farms			3,130.35	145.00	2,985.35		
Total Department of Health and Senior Services	<u>433,218.53</u>	<u>122,210.40</u>	<u>8,947.30</u>	<u>195,970.53</u>	<u>11,110.75</u>		<u>357,294.95</u>
Governor's Council on Alcoholism and Drug Abuse							
Municipal Alliance on Alcoholism and Drug Abuse - State (DEDR) - 2020		57,084.00			10,098.00		46,986.00
Municipal Alliance on Alcoholism and Drug Abuse - State (DEDR) - 2019	4,182.40		24,735.70	14,109.90			14,808.20
Total Governor's Council on Alcoholism and Drug Abuse	<u>4,182.40</u>	<u>57,084.00</u>	<u>24,735.70</u>	<u>14,109.90</u>	<u>10,098.00</u>		<u>61,794.20</u>
Total State Grants	<u>515,466.89</u>	<u>214,919.27</u>	<u>33,862.00</u>	<u>221,173.93</u>	<u>30,667.75</u>		<u>512,406.48</u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND  
 SCHEDULE OF APPROPRIATED RESERVES FOR FEDERAL AND STATE GRANTS

<u>Grant</u>	Balance December 31, 2019	Transfer from 2020 Budget Appropriation	Transfer from Reserve for Encumbrances	Paid	Reserve for Encumbrances	Canceled Appropriation	Balance December 31, 2020
<b>Local Funds</b>							
Interfaith Neighbors Senior Meal Program		\$ 22,308.00		\$ 22,308.00			
Interfaith Neighbors Senior Meal Program - Local Match		50,592.00		50,592.00			
State Local Cooperative Housing Inspection Program (SLCHIP) (Code Enforcement) S & W	\$ 25,300.00						\$ 25,300.00
Statewide Insurance Fund Grant	11.17						11.17
Total Local Funds	<u>25,311.17</u>	<u>72,900.00</u>	<u>                    </u>	<u>72,900.00</u>	<u>                    </u>	<u>                    </u>	<u>25,311.17</u>
<b>Local Match - Federal Grants</b>							
FY 2020 Federal Emergency Management Assistance							
Senior Citizens - Title III		213,000.00		213,000.00			
Total Local Match of Federal Grants		<u>213,000.00</u>	<u>                    </u>	<u>213,000.00</u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Local Match - State Grants</b>							
Hazardous Discharge Site Remediation Fund - Childnese Match	13,078.69						13,078.69
Municipal Alliance on Alcoholism and Drug Abuse	18,621.12	14,271.00		14,271.00			18,621.12
Total Local Match of State Grants	<u>31,699.81</u>	<u>14,271.00</u>	<u>                    </u>	<u>14,271.00</u>	<u>                    </u>	<u>                    </u>	<u>31,699.81</u>
Total Grants	<u>\$ 617,826.84</u>	<u>\$ 815,540.52</u>	<u>\$ 61,939.24</u>	<u>\$ 727,460.88</u>	<u>\$ 53,515.75</u>	<u>\$ 908.27</u>	<u>\$ 713,421.70</u>
	<u>Ref.</u>						
	A	A-3/A-24	A	A-26	A	A-24	A
Cash Disbursed	A-4			\$ 474,597.88			
Interfund - Current Fund	A-24			<u>252,863.00</u>			
	A-26			<u>\$ 727,460.88</u>			



**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

FEDERAL AND STATE GRANT FUND  
 SCHEDULE OF UNAPPROPRIATED RESERVES

<u>Grant</u>	Balance December 31, <u>2019</u>	Funding <u>Received</u>	Transferred to Grants <u>Receivable</u>	Balance December 31, <u>2020</u>
2017 - Recycling Tonnage Grant	\$ 50,333.81		\$ 50,333.81	
SCHLIP Program (Code Enforcement)		\$ 1,285.00		\$ 1,285.00
Drunk Driving Enforcement Fund	<u>7,701.06</u>		<u>7,701.06</u>	
	<u>\$ 58,034.87</u>	<u>\$ 1,285.00</u>	<u>\$ 58,034.87</u>	<u>\$ 1,285.00</u>
<u>Ref.</u>	A	A-4	A-25	A

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

TRUST FUND  
SCHEDULE OF CASH

	<u>Ref.</u>	<u>Animal Control Trust Fund</u>	<u>Trust Other Fund</u>
Balance, December 31, 2019	B	\$ 44,795.53	\$ 4,813,642.00
Increased by Receipts:			
Reserve for Animal Control Trust			
Fund Expenditures	B-2	\$ 19,438.00	
Due to State of New Jersey	B-3	2,013.00	
Escrow Funds	B-4		\$ 778,112.52
Various Reserves	B-5		694,809.70
Tax Collector's Trust	B-7		4,053,033.43
Unclaimed Moneys	B-8		5,731.85
		21,451.00	
		66,246.53	5,531,687.50
			10,345,329.50
Decreased by Disbursements:			
Animal Control Trust Fund			
Expenditures (R.S. 4:19-15.11)	B-2	505.00	
Due to State of New Jersey	B-3	2,167.80	
Escrow Funds	B-4		918,699.72
Various Reserves	B-5		594,754.06
Tax Collector's Trust	B-7		3,891,288.81
Unclaimed Moneys	B-8		1,135.00
		2,672.80	
			5,405,877.59
Balance, December 31, 2020	B	\$ 63,573.73	\$ 4,939,451.91

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

ANIMAL CONTROL TRUST FUND  
 SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES

	<u>Ref.</u>		
Balance, December 31, 2019	B	\$	44,619.73
Increased by:			
Dog License Fees Collected	B-1		19,438.00
			64,057.73
Decreased by:			
Due to Current - Excess Surplus	B	\$	12,221.13
Expenditures Under R.S. 4:19-15.11:			
Cash Disbursed	B-1		505.00
			12,726.13
Balance, December 31, 2020	B	\$	51,331.60

License and Penalty Fees Collected:

<u>Year</u>		<u>Amount</u>
2018	\$	25,628.60
2017		25,703.00
		51,331.60
		\$ 51,331.60

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

ANIMAL CONTROL TRUST FUND  
 SCHEDULE OF DUE TO STATE OF NEW JERSEY

	<u>Ref.</u>	
Balance, December 31, 2019	B	\$ 175.80
Increased by:		
Cash Receipts	B-1	2,013.00
		2,188.80
Decreased by:		
Cash Disbursed	B-1	2,167.80
		2,167.80
Balance, December 31, 2020	B	\$ 21.00

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND  
SCHEDULE OF RESERVE FOR ESCROW FUNDS

	Ref.	Total	Municipal Escrow		DARE	
			Developers' Escrow Trust Fund Account	Inspection Fees	Developers' Escrow Account	Special Developers' Escrow Account
Balance, December 31, 2019	B	\$ 1,333,618.20	\$ 906,815.62	\$ 245,023.56	\$ 78,978.00	\$ 102,801.02
Increased by:						
Cash Receipts	B-1	778,112.52	45,719.10	561,063.77		171,329.65
Reserve for Encumbrances	B-6	182,763.73	63,445.45	8,187.50	50.00	111,080.78
		<u>960,876.25</u>	<u>109,164.55</u>	<u>569,251.27</u>	<u>50.00</u>	<u>282,410.43</u>
Decreased by:						
Cash Disbursements	B-1	918,699.72	667,654.10	99,994.08		151,051.54
Reserve for Encumbrances	B-6	194,870.21	20,748.99	52,265.00	50.00	121,806.22
		<u>1,113,569.93</u>	<u>688,403.09</u>	<u>152,259.08</u>	<u>50.00</u>	<u>272,857.76</u>
Balance, December 31, 2020	B	\$ <u>1,180,924.52</u>	\$ <u>327,577.08</u>	\$ <u>662,015.75</u>	\$ <u>78,978.00</u>	\$ <u>112,353.69</u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND  
 SCHEDULE OF VARIOUS RESERVES

	Balance December 31, <u>2019</u>	<u>Increases</u>	<u>Decreases</u>	Balance December 31, <u>2020</u>
Fire Prevention Services	\$ 474.00			\$ 474.00
POAA	10,176.96	\$ 76.00	\$ 5,904.00	4,348.96
Veterans Memorial Park	29,240.31	2,800.00	4,573.26	27,467.05
Fuel Agencies	46,131.01	46,113.43	46,252.13	45,992.31
Emergency Management	44,615.61	3,480.90	20,535.74	27,560.77
Public Defender	34,209.59	3,216.00	10,500.00	26,925.59
Senior Citizen Donations	39,424.90	15,354.30	11,108.73	43,670.47
Storm Recovery Trust Fund	100,000.00	259,079.39	167,674.06	191,405.33
Senior Citizen Building Donations	3,668.19	1,500.00	1,774.36	3,393.83
Wesley Lake Trust	264.47			264.47
Accumulated Leave	8,266.36			8,266.36
Law Enforcement	77,182.60	40,188.90	34,449.89	82,921.61
Unemployment Trust	127,371.59	45,347.65	30,582.73	142,136.51
Municipal Alliance	5,199.82	1,111.99	1,300.00	5,011.81
Older Americans	1.14	351.93	250.00	103.07
Special Police	71,973.60	49,877.56	46,178.79	75,672.37
Police Vest	5,722.39	1,019.14	1,062.60	5,678.93
Recreation Trust	167,736.94	21,126.85	30,461.55	158,402.24
Open Space	3,162.32	20.16		3,182.48
Tree Preservation	74,194.14	62,898.51	48,471.86	88,620.79
Affordable Housing	1,147,869.75	221,884.14	269,013.45	1,100,740.44
Federal LETF	22,343.83	3,830.84	24,936.62	1,238.05
	<u>\$ 2,019,229.52</u>	<u>\$ 779,277.69</u>	<u>\$ 755,029.77</u>	<u>\$ 2,043,477.44</u>

	<u>Ref.</u>	B		B
Cash Received	B-1	\$ 694,809.70		
Reserve for Encumbrances	B-6	84,467.99		
		<u>\$ 779,277.69</u>		
Cash Disbursed	B-1		\$ 594,754.06	
Reserve for Encumbrances	B-6		160,275.71	
			<u>\$ 755,029.77</u>	

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

TRUST OTHER FUND  
 SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>		
Balance, December 31, 2019	B		\$ 268,436.36
Increased by:			
Charges to Reserve for Escrow Funds	B-4	\$ 194,870.21	
Charges to Various Reserves	B-5	160,275.71	
Charges to Reserve for Unclaimed Funds	B-8	<u>69.64</u>	
			<u>355,215.56</u>
			623,651.92
Decreased by:			
Transfer to Reserve for Escrow Funds	B-4	182,763.73	
Transfer to Various Reserves	B-5	84,467.99	
Transfer to Reserve for Unclaimed Funds	B-8	<u>1,204.64</u>	
			<u>268,436.36</u>
Balance, December 31, 2020	B		<u><u>\$ 355,215.56</u></u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

TRUST OTHER FUND  
 SCHEDULE OF RESERVE FOR TAX COLLECTOR'S TRUST

	<u>Ref.</u>	
Balance, December 31, 2019	B	\$ 1,125,695.09
Increased by:		
Cash Receipts	B-1	4,053,033.43
		5,178,728.52
Decreased by:		
Cash Disbursed	B-1	3,891,288.81
		3,891,288.81
Balance, December 31, 2020	B	\$ 1,287,439.71



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

TRUST OTHER FUND  
 SCHEDULE OF RESERVE FOR UNCLAIMED FUNDS

	<u>Ref.</u>		
Balance, December 31, 2019	B		\$ 66,662.83
Increased by:			
Cash Received	B-1	\$ 5,731.85	
Reserve for Encumbrances	B-6	<u>1,204.64</u>	
			<u>6,936.49</u>
			73,599.32
Decreased by:			
Cash Disbursed	B-1	1,135.00	
Reserve for Encumbrances	B-6	<u>69.64</u>	
			<u>1,204.64</u>
Balance, December 31, 2020	B		<u><u>\$ 72,394.68</u></u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL CAPITAL FUND  
SCHEDULE OF CASH

	<u>Ref.</u>		
Balance, December 31, 2019	C		\$ 3,679,966.51
Increased by Receipts:			
Due From Current Fund	C-4	\$ 5,352.15	
Grants Receivable	C-5	547,695.14	
Deferred Charges to Future Taxation	C-7	54,470.00	
Budget Appropriation - Capital Improvement Fund	C-9	100,000.00	
Serial Bonds Issued	C-12	6,785,000.00	
Bond Anticipation Notes	C-13	6,650,030.00	
Premium on Bonds	C-1	1,245.92	
Premium on Notes to Fund Balance	C-1	1,101.70	
Premium on Notes to Deferred Charges to Future Taxation - Unfunded	C-7	35,504.00	
Reserve for Various Reserves	C-14	1,384,660.90	
			15,565,059.81
			19,245,026.32
Decreased by Disbursements:			
Utilized as Revenue in Current Fund	C-1	100,000.00	
Improvement Authorizations	C-8	7,028,166.61	
Due From Sewer Capital Fund	C-4	11,286.64	
Due From Marina Capital Fund	C-4	2,677.18	
Bond Anticipation Notes	C-13	5,064,443.00	
			12,206,573.43
Balance, December 31, 2020	C		\$ 7,038,452.89

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL CAPITAL FUND  
ANALYSIS OF GENERAL CAPITAL CASH

	Balance December 31, <u>2020</u>
Fund Balance	\$ 343,398.12
Capital Improvement Fund	32,065.20
Reserve for Encumbrances	720,033.72
Various Reserves	176,248.64
Grants Receivable	(3,361,729.59)
Overexpenditure of Capital Ordinance	(34,975.13)
Interfund - Current Fund	18,859.28
Due to Sewer Utility Capital Fund Fund	(11,286.64)
Due to Marina Utility Capital Fund Fund	(2,677.18)
Excess Bond Anticipation Notes	3,592,500.00

Improvement Authorizations:

Ordinance <u>Number</u>		
13-28	Pedestrian/Bicycle Lane Transportation	629,236.53
14-13/14-29	Development of Veterans Park	52,245.66
15-38	Various Facilities Improvements (Senior Center/Municipal Complex/Public Works Facility/OEM Facility	5.00
16-08	Loffredo Field Improvements	41,381.41
16-27	Various 2016 Capital Improvements	
	(ii) Acquisition of computer and communications equipment	1,525.00
	(iii) Improvements to various parks, lakes and streetscape	448,198.84
	(iv) Improvements to the Department of Public Works Complex, Senior Center, Municipal Complex and other municipal facilities	231.81
	(v) Implementation of the 2016 Community Development Block Grant Program Tenth Avenue Rehabilitation Project	25,335.46

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL CAPITAL FUND  
ANALYSIS OF GENERAL CAPITAL CASH

Balance  
December 31,  
2020

Improvement Authorizations (cont.):

Ordinance Number		
16-33	Improvements to Brighton Avenue, Lakewood Road and Adjoining Roadways	
17-20/18-23	Fletcher Lake Bulkhead, Bridge and Roadway Improvements	\$ 32,070.53
17-21	2018 Roadway Improvements	3,550.06
17-23	Replacement of the Municipal Complex Roof and other Facilities Improvements	1,447.49
17-36	Acquisition of Green Acres Property Located on South Riverside Drive	19,516.61
18-05	Construction of a Skate Park at the Sunshine Village Fields	10,070.61
18-06	Improvements to Jumping Brook Road	1,167,615.22
18-11	Roadway Improvements to Heck Road	34,702.66
18-18	Acq. of Office Equipment & Furniture for Various Departments	138.60
18-19/19-10	Various 2019 Road Improvements	329,172.70
19-02	Construction of a Living Shoreline Flood Mitigation Project	1,316,650.00
19-27	Improvements to Oxonia Avenue	28,042.10
19-28	Improvements to the Township Municipal Complex	167,991.60
19-29	Various Drainage Improvements	46,261.12
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	478,330.40
19-39	Improvements to the Police Department and Municipal Complex	11,214.50
20-12	Acquisition of Real Property in the West Lake Avenue Redevelopment Zone and Demolition of Improvements Thereon	29,565.24
20-13	COVID Related Improvements and Acquisitions	(494,673.66)
20-19	Various 2020 Roadway and Drainage Improvements	1,099,450.00
20-20	Acquisition of Vehicles, Equipment, Office Equipment and Furniture	86,740.98
		<u>\$ 7,038,452.89</u>

Ref      C

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL CAPITAL FUND  
SCHEDULE OF INTERFUNDS

	<u>Ref.</u>	Totals (MEMO ONLY)	Due From/(To) Current Fund	Due From Sewer Utility Capital Fund	Due From Marina Utility Capital Fund
Balance, December 31, 2019	C	\$ 43,533.29	\$ 43,533.29		
Increased by:					
Cash Advances	C-2	13,963.82		\$ 11,286.64	\$ 2,677.18
		<u>57,497.11</u>	<u>43,533.29</u>	<u>11,286.64</u>	<u>2,677.18</u>
Decreased by:					
Reserve for Debt Service	C-14	57,040.42	57,040.42		
Cash Receipts	C-2	5,352.15	5,352.15		
		<u>62,392.57</u>	<u>62,392.57</u>		
Balance, December 31, 2020	C	<u>\$ (4,895.46)</u>	<u>\$ (18,859.28)</u>	<u>\$ 11,286.64</u>	<u>\$ 2,677.18</u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL CAPITAL FUND  
 SCHEDULE OF GRANTS RECEIVABLE

<u>Ordinance Number</u>	<u>Grant Description</u>	<u>Balance December 31, 2019</u>	<u>Receipts</u>	<u>Canceled</u>	<u>Balance December 31, 2020</u>
11-05	FEMA Grant (Concourse/Seaview Island Flood Mitigation)	\$ 0.50		\$ 0.50	
13-28	NJ Dept. of Transportation (Pedestrian/Bicycle Enhancement) Program - West Lake Avenue Redevelopment Area	580,000.00 34,974.63		34,974.63	\$ 580,000.00
15-07	NJ Office of Emergency Management/Federal Emergency Management Agency, Pre-Disaster Mitigation Program	13,029.11		13,029.11	
16-27	FEMA Public Assistance Grant	450,000.00			450,000.00
16-33	NJ Department of Transportation	88,084.15	\$ 62,079.03	26,005.12	
17-36	NJDEP Green Acres Grant	15,064.50			15,064.50
18-05	Monmouth County Open Space Grant	165,000.00	165,000.00		
18-06	NJ Department of Transportation	887,000.00			887,000.00
18-11	NJ Department of Transportation	156,121.51			156,121.51
18-19/19-10	NJ Department of Transportation	244,782.50	147,329.25		97,453.25
17-20/18-23	Borough of Bradley Beach - Interlocal Agreement	15,745.94	11,867.86		3,878.08
19-02	NJ Office of Emergency Management	835,529.25			835,529.25
19-27	Monmouth County Community Development Block Grant	161,419.00	161,419.00		
19-38	NJ Department of Transportation	336,683.00			336,683.00
		<u>\$ 3,983,434.09</u>	<u>\$ 547,695.14</u>	<u>\$ 74,009.36</u>	<u>\$ 3,361,729.59</u>
		<u>Ref.</u>			
		C	C-2	C-8	C
	Overexpenditure of Improvement Authorization	C		\$ 34,975.13	
	Improvement Authorizations	C-8		39,034.23	
		C-5		<u>\$ 74,009.36</u>	

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

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

	<u>Ref.</u>		
Balance, December 31, 2019	C		\$ 20,594,039.57
Increased by:			
Serial Bonds Issued	C-12		<u>6,785,000.00</u> 27,379,039.57
Decreased by:			
Budget Appropriation to Pay Green Trust Loan	C-11	\$ 80,063.37	
Budget Appropriation to Pay Bonds	C-12	<u>2,160,000.00</u>	
			<u>2,240,063.37</u>
Balance, December 31, 2020	C		<u><u>\$ 25,138,976.20</u></u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

Exhibit C-7

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

Ordinance Number	Improvement Description	Balance December 31, 2019	Increased by:		Decreased by:		Balance December 31, 2020	Analysis of Balance December 31, 2020			
			2020 Authorizations	Paid by Budget Appropriation	Serial Bonds Issued	Premium on Bond Anticipation Notes Issued		Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorizations	Excess Bond Anticipation Note Proceeds
16-27	Various 2016 Capital Improvements										
	(i) Acquisition of heavy duty vehicles and equipment	\$ 382,839.00		\$ 8,782.46	\$ 374,056.54						
	(ii) Acquisition of computer and communications equipment	246,110.00		5,645.89	240,464.11						
	(iii) Improvements to various parks, lakes and streetscape	273,456.00		6,273.20	267,182.80						
	(iv) Improvements to the Department of Public Works Complex, Senior Center, Municipal Complex and other municipal facilities	1,285,244.00		29,484.03	1,255,759.97						
	(v) Implementation of the 2016 Community Development Block Grant Program Tenth Avenue Rehabilitation Project	186,764.00		4,284.42	182,479.58						
17-36	Acquisition of Green Acres Property Located on South Riverside Drive	152,000.00			192,000.00	\$ (40,000.00)				\$ 40,000.00	
18-05	Construction of a Skate Park at the Sunshine Village Fields	185,250.00			185,000.00	250.00	\$ 185,000.00		\$ 250.00	185,000.00	
18-06	Improvements to Jumping Brook Road	313,000.00				313,000.00					
18-18	Acq. of Office Equipment & Furniture for Various Departments	190,000.00			190,000.00					190,000.00	
18-19/19-10	Various 2019 Road Improvements	1,580,187.00			1,562,500.00	\$ 17,687.00		1,562,500.00		1,562,500.00	
18-20	Acquisition of a Garbage Truck & Field Communications Vehicle	427,500.00			427,500.00			427,500.00		427,500.00	
19-02	Construction of a Living Shoreline Flood Mitigation Project	488,000.00				488,000.00		488,000.00			
19-27	Improvements to Oxonia Avenue	93,000.00				93,000.00		93,000.00			
19-28	Improvements to the Township Municipal Complex	190,000.00				190,000.00		190,000.00			
19-29	Various Drainage Improvements	142,500.00				142,500.00		142,500.00			
19-30	Improvements to Public Works Facility (Phase II)	950,000.00			950,000.00			950,000.00		950,000.00	
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	193,317.00				175,500.00	17,817.00	175,500.00		175,500.00	
19-39	Improvements to the Police Department and Municipal Complex	237,500.00			237,500.00			237,500.00		237,500.00	
20-12	Acquisition of Real Property in the West Lake Avenue Redevelopment Zone and Demolition of Improvements Thereon		\$ 665,000.00		665,000.00						
20-13	COVID Related Improvements and Acquisitions		712,500.00			712,500.00		\$ 494,673.66	217,826.34		
20-19	Various 2020 Roadway and Drainage Improvements		1,900,000.00		1,000,000.00	900,000.00			900,000.00		
20-20	Acquisition of Vehicles, Equipment, Office Equipment and Furniture		427,500.00		427,500.00						
		<u>\$ 7,516,667.00</u>	<u>\$ 3,705,000.00</u>	<u>\$ 54,470.00</u>	<u>\$ 8,156,943.00</u>	<u>\$ 35,504.00</u>	<u>\$ 2,974,750.00</u>	<u>\$ 4,954,500.00</u>	<u>\$ 494,673.66</u>	<u>\$ 1,118,076.34</u>	<u>\$ 3,592,500.00</u>
	<u>Ref.</u>	C	C-8	C-2/C-13	C-7	C-1/C-15	C	C-13	C-3	C-7	C-13
	Serial Bonds Issued	C-12			\$ 6,785,000.00						
	Premium on Bonds Issued	C-13/C-14			1,371,943.00						
		C-7			<u>\$ 8,156,943.00</u>						
								Improvement Authorizations Unfunded	C-8	\$ 2,705,145.97	
								Less: Unexpended Proceeds of Bond Anticipation Notes:			
								<u>Ordinance</u>			
								18-05	\$ 10,070.61	C-3	
								18-06	313,000.00	C-3	
								18-19/19-10	329,172.70	C-3	
								19-02	488,000.00	C-3	
								19-27	28,042.10	C-3	
								19-28	167,991.60	C-3	
								19-29	46,261.12	C-3	
								19-38	193,317.00	C-3	
								19-39	11,214.50	C-3	
											<u>1,587,069.63</u>
									C-7	<u>\$ 1,118,076.34</u>	



**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY  
 GENERAL CAPITAL FUND  
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Amount	Balance December 31, 2019		Increased by		Decreased by			Balance December 31, 2020	
				Funded	Unfunded	Reserve for Encumbrances	2020 Authorizations	Canceled	Paid or Charged	Reserve for Encumbrances	Funded	Unfunded
13-28	Pedestrian/Bicycle Lane Transportation Enhancement Project	08-12-13	\$ 700,000.00	\$ 638,026.53					\$ 7,664.80	\$ 1,125.20	\$ 629,236.53	
13-40	Demolition of the Welsh Farms Property	10-10-13	200,000.00			\$ 1,500.00		\$ 40.61	1,459.39			
14-13/14-29	Development of Veterans Park	03-24-14										
		08-11-14	1,000,000.00	53,995.66					1,750.00		52,245.66	
15-07	Alberta Basin Drainage Project	02-23-15	950,000.00	37,036.80				37,036.80				
15-37	Various Parks Improvements	08-24-15	300,000.00	52,223.02					52,223.02			
15-38	Various Facilities Improvements (Senior Center/Municipal Complex/Public Works Facility/OEM Facility)	08-24-15	600,000.00	173,936.77					139,031.77	34,900.00	5.00	
15-40	Sunshine Village Park Improvements	09-14-15	480,000.00	5,948.90		10,775.54		3,348.98	2,599.92	10,775.54		
16-08	Loffredo Field Improvements	03-24-16	600,000.00	41,736.41		1,200.00			1,555.00		41,381.41	
16-27	Various 2016 Capital Improvements	08-22-16										
	(i) Acquisition of heavy duty vehicles and equipment		700,000.00			7,053.92			7,053.92			
	(ii) Acquisition of computer and communications equipment		450,000.00	1,525.00							1,525.00	
	(iii) Improvements to various parks, lakes and streetscape		500,000.00	184,242.84	\$ 273,456.00				6,595.00	2,905.00	448,198.84	
	(iv) Improvements to the Department of Public Works Complex, Senior Center, Municipal Complex and other municipal facilities		2,800,000.00	931,157.25	1,285,244.00	60,962.42			2,263,491.57	13,640.29	231.81	
	(v) Implementation of the 2016 Community Development Block Grant Program Tenth Avenue Rehabilitation Project		480,000.00		25,335.46						25,335.46	
16-33	Improvements to Brighton Avenue, Lakewood Road and Adjoining Roadways	09-26-16	500,000.00	259,501.67		6,894.22		259,501.67	6,894.22			
17-20/18-23	Fletcher Lake Bulkhead, Bridge and Roadway Improvements	06-26-17	500,000.00									
	Fletcher Lake Bulkhead, Bridge and Roadway Improvements	07-09-18	50,000.00	38,177.25					6,106.72		32,070.53	
17-21	2018 Roadway Improvements	06-26-17	1,000,000.00	79,645.04		13,181.42			89,276.40		3,550.06	
17-22	Acquisition of West Lake Avenue Development Area Property	06-26-17	750,000.00	524,270.56		1,994.13			526,264.69			
17-23	Replacement of the Municipal Complex Roof and other Facilities Improvements	06-26-17	800,000.00	4,390.67		1,447.49		4,390.67			1,447.49	
17-36	Acquisition of Green Acres Property Located on South Riverside Drive	08-28-17	1,280,000.00		19,516.61	912.50				912.50	19,516.61	
18-05	Construction of a Skate Park at the Sunshine Village Fields	03-12-18	360,000.00		36,882.87	7,182.38			29,752.14	3,992.50	\$ 10,320.61	
18-06	Improvements to Jumping Brook Road	03-12-18	1,200,000.00	856,904.80	313,000.00				2,289.58		854,615.22	313,000.00
18-11	Roadway Improvements to Heck Road	04-23-18	386,850.00	18,267.05		44,730.76			28,027.65	267.50	34,702.66	
18-18	Acq. of Office Equipment & Furniture for Various Departments	06-11-18	200,000.00		60,186.24	15,853.16			58,611.22	17,289.58	138.60	
18-19/19-10	Various 2019 Road Improvements	06-11-18	2,000,000.00		1,379,593.51	130,721.53			1,106,705.48	74,436.86	329,172.70	
18-20	Acquisition of a Garbage Truck & Field Communications Vehicle	06-11-18	450,000.00		156.40				156.40			
19-02	Construction of a Living Shoreline Flood Mitigation Project	02-25-19	1,350,000.00	834,150.00	488,000.00	26,850.00			13,808.00	18,542.00	828,650.00	488,000.00
19-27	Improvements to Oxonia Avenue	09-23-19	260,000.00	139,345.00	93,000.00	23,093.75			227,065.40	331.25	28,042.10	
19-28	Improvements to the Township Municipal Complex	09-23-19	200,000.00		182,954.78	16,405.22			28,322.55	3,045.85	167,991.60	
19-29	Various Drainage Improvements	09-23-19	150,000.00	6,860.00	142,500.00				8,568.88	94,530.00	46,261.12	
19-30	Improvements to Public Works Facility (Phase II)	09-23-19	1,000,000.00	49,360.00	950,000.00				979,993.49	19,366.51		
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	12-19-19	530,000.00	336,683.00	193,317.00				12,467.10	39,202.50	285,013.40	193,317.00
19-39	Improvements to the Police Department and Municipal Complex	12-19-19	250,000.00	12,500.00	237,500.00				228,646.03	10,139.47	11,214.50	

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY  
 GENERAL CAPITAL FUND  
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Date	Amount	Balance December 31, 2019		Increased by		Decreased by			Balance December 31, 2020	
				Funded	Unfunded	Reserve for Encumbrances	2020 Authorizations	Canceled	Paid or Charged	Reserve for Encumbrances	Funded	Unfunded
20-12	Acquisition of Real Property in the West Lake Avenue Redevelopment Zone and Demolition of Improvements There	5-18-20	\$ 700,000.00				\$ 700,000.00		\$ 666,293.02	\$ 4,141.74	\$ 29,565.24	
20-13	COVID Related Improvements and Acquisitions	5-18-20	750,000.00				750,000.00		254,436.38	277,737.28		\$ 217,826.34
20-19	Various 2020 Roadway and Drainage Improvements	8-10-20	2,000,000.00				2,000,000.00		550.00		1,099,450.00	900,000.00
20-20	Acquisition of Vehicles, Equipment, Office Equipment and Furnit	8-10-20	450,000.00				450,000.00		270,506.87	92,752.15	86,740.98	
				<u>\$ 5,279,884.22</u>	<u>\$ 5,680,642.87</u>	<u>\$ 370,758.44</u>	<u>\$ 3,900,000.00</u>	<u>\$ 304,318.73</u>	<u>\$ 7,028,166.61</u>	<u>\$ 720,033.72</u>	<u>\$ 4,473,620.50</u>	<u>\$ 2,705,145.97</u>
		<u>Ref.</u>		C	C	C-10	C-8	C-8	C-2	C-10	C	C/C-7
	Deferred Charges - Unfunded	C-7/C-15					\$ 3,705,000.00					
	Capital Improvement Fund	C-9					195,000.00					
	Grants Receivable	C-5						\$ 39,034.23				
	Fund Balance	C-1						265,284.50				
		C-8					<u>\$ 3,900,000.00</u>	<u>\$ 304,318.73</u>				

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND  
 SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>Ref.</u>	
Balance, December 31, 2019	C	\$ 127,065.20
Increased by:		
Budget Appropriation	C-2	100,000.00
		227,065.20
Decreased by:		
Appropriated to Finance		
Improvement Authorizations	C-8	195,000.00
		195,000.00
Balance, December 31, 2020	C	\$ 32,065.20

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL CAPITAL FUND  
 SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>Ref.</u>	
Balance, December 31, 2019	C	\$ 370,758.44
Increased by:		
Charged to Improvement Authorizations	C-8	720,033.72
		1,090,792.16
Decreased by:		
Applied to Improvement Authorizations	C-8	370,758.44
		370,758.44
Balance, December 31, 2020	C	\$ 720,033.72

Exhibit C-11

SCHEDULE OF GREEN TRUST LOANS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2019	C	\$ 614,039.57
Decreased by:		
Paid by Budget Appropriation	C-6	80,063.37
		80,063.37
Balance, December 31, 2020	C	\$ 533,976.20

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

GENERAL CAPITAL FUND  
SCHEDULE OF GENERAL SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Balance December 31, 2019	Issued	Paid by Budget Appropriation	Balance December 31, 2020
			Outstanding	December 31, 2020					
General Obligation Bonds Series 2011	09-15-11	\$7,100,000.00	09-01-21	\$ 500,000.00	2.500%	\$ 3,500,000.00		\$ 500,000.00	\$ 3,000,000.00
			09-01-22	500,000.00	3.000%				
			09-01-23	500,000.00	3.000%				
			09-01-24	500,000.00	3.000%				
			09-01-25	500,000.00	4.000%				
			09-01-26	500,000.00	4.000%				
Revenue Refunding Bonds, Series 2012	05-22-12	4,800,000.00	12-01-21	310,000.00	4.000%	2,175,000.00		495,000.00	1,680,000.00
			12-01-22	320,000.00	5.000%				
			12-01-23	335,000.00	5.000%				
			12-01-24	350,000.00	5.000%				
			12-01-25	365,000.00	5.000%				
Pooled Governmental Loan Revenue Bonds, Series 2013	12-24-13	5,180,000.00	12-01-21	325,000.00	5.000%	3,715,000.00		310,000.00	3,405,000.00
			12-01-22	345,000.00	5.000%				
			12-01-23	360,000.00	5.000%				
			12-01-24	380,000.00	5.000%				
			12-01-25	395,000.00	5.000%				
			12-01-26	400,000.00	5.000%				
			12-01-27	400,000.00	5.000%				
			12-01-28	400,000.00	5.000%				
			12-01-29	400,000.00	5.000%				
Pooled Governmental Loan Revenue Refunding Bond, Series 2016	03-24-16	2,395,000.00	12-01-21	495,000.00	5.000%	1,485,000.00		470,000.00	1,015,000.00
			12-01-22	520,000.00	5.000%				
Pooled Government Loan Revenue Bonds, Series 2018B	09-13-17	9,875,000.00	07-15-21	460,000.00	4.000%				
			07-15-22	475,000.00	5.000%				
			07-15-23	500,000.00	5.000%				
			07-15-24	525,000.00	5.000%				
			07-15-25	550,000.00	4.000%				
			07-15-26	575,000.00	5.000%				
			07-15-27	600,000.00	5.000%				
			07-15-28	635,000.00	5.000%				

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND  
 SCHEDULE OF GENERAL SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2020</u>		<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2020</u>
			07-15-29	\$ 665,000.00	5.000%				
			07-15-30	695,000.00	5.000%				
			07-15-31	730,000.00	5.000%				
			07-15-32	770,000.00	5.000%				
			07-15-33	770,000.00	4.000%				
			07-15-34	770,000.00	4.000%	\$ 9,105,000.00		\$ 385,000.00	\$ 8,720,000.00
MCIA General Improvement Bond, Series 2020	12-23-20	6,785,000.00	12-01-21	265,000.00	4.000%				
			12-01-22	260,000.00	4.000%				
			12-01-23	270,000.00	5.000%				
			12-01-24	285,000.00	5.000%				
			12-01-25	300,000.00	5.000%				
			12-01-26	315,000.00	5.000%				
			12-01-27	330,000.00	5.000%				
			12-01-28	345,000.00	5.000%				
			12-01-29	365,000.00	5.000%				
			12-01-30	380,000.00	5.000%				
			12-01-31	400,000.00	5.000%				
			12-01-32	420,000.00	4.000%				
			12-01-33	435,000.00	4.000%				
			12-01-34	455,000.00	3.000%				
			12-01-35	470,000.00	3.000%				
			12-01-36	485,000.00	3.000%				
			12-01-37	495,000.00	3.000%				
			12-01-38	510,000.00	3.000%				
							\$ 6,785,000.00		6,785,000.00
						<u>\$ 19,980,000.00</u>	<u>\$ 6,785,000.00</u>	<u>\$ 2,160,000.00</u>	<u>\$ 24,605,000.00</u>
					<u>Ref.</u>	C	C-2/C-6	C-6	C

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND  
 SCHEDULE OF BOND ANTICIPATION NOTES

Ordinance Number	Improvement Description	Date of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2019	Increased	Decreased	Balance December 31, 2020
16-27	Various 2016 Capital Improvements								
	(i) Acquisition of heavy duty vehicles and equipment	12-31-16	08-27-20	02-25-21	0.00%	\$ 282,161.00	\$ 272,900.00	\$ 555,061.00	
	(i) Acquisition of heavy duty vehicles and equipment	12-21-18	12-20-19	12-18-20	0.00%	100,678.00		100,678.00	
	(ii) Acquisition of computer and communications equipment	12-31-16	08-27-20	02-25-21	0.00%	181,390.00	175,000.00	356,390.00	
	(ii) Acquisition of computer and communications equipment	12-21-18	12-20-19	12-18-20	0.00%	64,720.00		64,720.00	
	(iii) Improvements to various parks, lakes and streetscape	12-31-16	08-27-20	02-25-21	0.00%	201,544.00	194,000.00	395,544.00	
	(iii) Improvements to various parks, lakes and streetscape	12-21-18	12-20-19	12-18-20	0.00%	71,912.00		71,912.00	
	(iv) Improvements to the Department of Public Works Complex, Senior Center, Municipal Complex and other municipal facilities	12-31-16	08-27-20	02-25-21	0.00%	947,256.00	916,000.00	1,863,256.00	
	(iv) Improvements to the Department of Public Works Complex, Senior Center, Municipal Complex and other municipal facilities	12-21-18	12-20-19	12-18-20	0.00%	337,988.00		337,988.00	
	(v) Implementation of the 2016 Community Development Block Grant Program Tenth Avenue Rehabilitation Project	12-31-16	08-27-20	02-25-21	0.00%	137,649.00	137,630.00	275,279.00	
	(v) Implementation of the 2016 Community Development Block Grant Program Tenth Avenue Rehabilitation Project	12-21-18	12-20-19	12-18-20	0.00%	49,115.00		49,115.00	
17-36	Acquisition of Green Acres Property Located on South Riverside Drive	12-21-18	12-20-19	12-18-20	0.00%	192,000.00		192,000.00	
18-05	Construction of a Skate Park at the Sunshine Village Fields	08-30-18	08-27-20	02-25-21	0.00%	185,000.00	185,000.00	185,000.00	\$ 185,000.00
18-06	Improvements to Jumping Brook Road	07-13-20	07-13-20	07-12-21	2.00%		313,000.00		313,000.00
18-18	Acquisition of Office Equipment & Furniture for Various Departments	08-30-18	08-27-20	02-25-21	0.00%	190,000.00	190,000.00	190,000.00	190,000.00
18-19/19-10	Various Road Improvements	07-13-20	07-13-20	02-18-21	2.00%		1,562,500.00		1,562,500.00
18-20	Acquisition of a Garbage Truck & Field Communications Vehicle	08-30-18	08-27-20	02-25-21	0.00%	427,500.00	427,500.00	427,500.00	427,500.00
19-02	Construction of a Living Shoreline Flood Mitigation Project	07-21-20	07-13-20	07-12-21	2.00%		488,000.00		488,000.00
19-27	Improvements to Oxonia Avenue	07-21-20	07-13-20	07-12-21	2.00%		93,000.00		93,000.00
19-28	Improvements to the Township Municipal Complex	07-21-20	07-13-20	07-12-21	2.00%		190,000.00		190,000.00
19-29	Various Drainage Improvements	07-21-20	07-13-20	07-12-21	2.00%		142,500.00		142,500.00
19-30	Improvements to Public Works Facility (Phase II)	07-21-20	07-13-20	02-18-21	2.00%		950,000.00		950,000.00
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	07-21-20	07-13-20	07-12-21	2.00%		175,500.00		175,500.00
19-39	Improvements to the Police Department and Municipal Complex	07-21-20	07-13-20	02-18-21	2.00%		237,500.00		237,500.00
						<u>\$ 3,368,913.00</u>	<u>\$ 6,650,030.00</u>	<u>\$ 5,064,443.00</u>	<u>\$ 4,954,500.00</u>
					Ref.	C	C-2/C-13	C-2/C-13	C/C-7
	Excess Bond Anticipation Notes				C-7		\$ 2,750,000.00		
	Rollover				C-13		2,498,030.00	\$ 2,498,030.00	
	Bonds and Notes Authorized But Not Issued				C-15		1,402,000.00		
	Serial Bonds				C-12			1,140,000.00	
	Premium on Bonds Issued				C-7			1,371,943.00	
	Budget Appropriation				C-7			54,470.00	
					C-13		<u>\$ 6,650,030.00</u>	<u>\$ 5,064,443.00</u>	

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL CAPITAL FUND  
 SCHEDULE OF VARIOUS RESERVES

<u>Description</u>	Balance December 31, <u>2019</u>	<u>Increased by:</u>	<u>Decreased by:</u>		Balance December 31, <u>2020</u>
		Premiums on <u>Bonds Issued</u>	Deferred <u>Charges Unfunded</u>	Due from <u>Current Fund</u>	
Reserve to Pay Debt Service	\$ 201,276.91			\$ 57,040.42	\$ 144,236.49
Reserve for 2020 MCIA Debt Service		\$ 1,371,943.00	\$ 1,371,943.00		
Reserve for Bond issuance Costs	18,294.25	12,717.90			31,012.15
Reserve for Main Avenue Improvements	<u>1,000.00</u>				<u>1,000.00</u>
	<u>\$ 220,571.16</u>	<u>\$ 1,384,660.90</u>	<u>\$ 1,371,943.00</u>	<u>\$ 57,040.42</u>	<u>\$ 176,248.64</u>
<u>Ref.</u>	C	C-2	C-7	C-4	C



**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY  
 GENERAL CAPITAL FUND  
 SCHEDULE OF BONDS AND NOTES AUTHORIZED  
 BUT NOT ISSUED

Ordinance Number	Improvement Description	Balance	Increased by:	Decreased by:		Balance	
		December 31, 2019	2020 Authorizations	Bond Anticipation Notes Issued	Premium on Bond Anticipation Notes	Bonds Issued	December 31, 2020
18-05	Construction of a Skate Park at the Sunshine Village Fields	\$ 250.00					\$ 250.00
18-06	Improvements to Jumping Brook Road	313,000.00		\$ 313,000.00			
18-19/19-10	Various 2019 Road Improvements	1,580,187.00			\$ 17,687.00	\$ 1,562,500.00	
19-02	Construction of a Living Shoreline Flood Mitigation Project	488,000.00		488,000.00			
19-27	Improvements to Oxonia Avenue	93,000.00		93,000.00			
19-28	Improvements to the Township Municipal Complex	190,000.00		190,000.00			
19-29	Various Drainage Improvements	142,500.00		142,500.00			
19-30	Improvements to Public Works Facility (Phase II)	950,000.00				950,000.00	
19-38	Improvements to Embury Avenue/Ridge Avenue Corridor	193,317.00		175,500.00	17,817.00		
19-39	Improvements to the Police Department and Municipal Complex	237,500.00				237,500.00	
20-12	Acquisition of Various Parcels of Real Property at West Lake Ave		\$ 665,000.00			665,000.00	
20-13	Providing for COVID Related Improvements and Acquisitions		712,500.00				712,500.00
20-19	Various 2020 Roadway and Drainage Improvements		1,900,000.00			1,000,000.00	900,000.00
20-20	Vehicles, Equipment, Office Equipment & Furniture		427,500.00			427,500.00	
		<u>\$ 4,187,754.00</u>	<u>\$ 3,705,000.00</u>	<u>\$ 1,402,000.00</u>	<u>\$ 35,504.00</u>	<u>\$ 4,842,500.00</u>	<u>\$ 1,612,750.00</u>
		<u>Ref.</u>	<u>C-8</u>	<u>C-13</u>	<u>C-7</u>	<u>C-15</u>	<u>(Footnote C)</u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

SEWER UTILITY FUND  
SCHEDULE OF CASH

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance, December 31, 2019	D	\$ 5,307,426.51	\$ 3,147,501.65
Increased by Receipts:			
Miscellaneous Revenue Anticipated	D-3	\$ 1,197,390.22	
Miscellaneous Revenue Not Anticipated	D-3	139,572.30	
Consumer Accounts Receivable	D-7	5,912,560.43	
Customer Overpayments	D-13	28,362.66	
Proceed from the Sale of Serial Bonds	D-16		\$ 2,900,000.00
Premium on Sale of Bonds	D-2		4,902.67
Investment in Sewer Capital Fund Notes	D	130,000.00	
Investment in Marina Capital Fund Notes	D	113,500.00	
Investment in General Capital Fund	D	13,913.00	
Due to General Capital	D		11,286.64
Reserve for Payment of Debt	D		540,435.80
Budget Appropriation - Capital Improvement Fund	D-19		200,000.00
		<u>7,535,298.61</u>	<u>3,656,625.11</u>
		12,842,725.12	6,804,126.76
Decreased by Disbursements:			
2020 Appropriations	D-4	6,619,999.46	
Accounts Payable	D-8	45.00	
Appropriation Reserves	D-11	77,430.49	
Refund Customer Overpayments	D-13	641.14	
Accrued Interest Payable	D-15	200,790.76	
Improvement Authorizations	D-18		2,485,814.51
		<u>6,898,906.85</u>	<u>2,485,814.51</u>
Balance, December 31, 2020	D	<u>\$ 5,943,818.27</u>	<u>\$ 4,318,312.25</u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND  
 ANALYSIS OF SEWER UTILITY CAPITAL CASH

	Balance December 31, <u>2020</u>
Capital Improvement Fund	\$ 809,258.25
Due to General Capital Fund	11,286.64
Reserve for Encumbrances	384,424.00
Reserve for FEMA Reimbursement	215,892.76
Reserve for Debt Service	540,670.82
Fund Balance	164,919.81
Excess Financing	1,200,000.00

<u>Ordinance Number</u>	<u>Improvement Description</u>	
18-07	Various Sewer Utility Improvements	1,988.77
19-31	Phase II Public Works Facility Improvements	9,154.27
19-32	Phase V Sewer Line Replacements	352,693.93
20-21	Phase VI Gables Area Sewer Rehabilitation and Various Improvements	553,023.00
20-23	Equipment and Furniture	75,000.00
		\$ 4,318,312.25

Ref.            D

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND  
 SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 358,203.24
Increased by:		
Sewer Rents Levied		<u>5,927,756.73</u>
		6,285,959.97
Decreased by:		
Collections	D-3/D-5	\$ 5,912,560.43
Overpayments Applied	D-3/D-13	<u>23,655.69</u>
		<u>5,936,216.12</u>
Balance, December 31, 2020	D	<u><u>\$ 349,743.85</u></u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF ACCOUNTS PAYABLE**

	<u>Ref.</u>		
Balance, December 31, 2019	D		\$ 3,843.75
Decreased by:			
Cash Disbursements	D-5	\$ 45.00	
Canceled	D-1	<u>3,798.75</u>	
			<u>3,843.75</u>
Balance, December 31, 2020	D		<u><u>\$ -</u></u>

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL

	<u>Ref.</u>	
Balance, December 31, 2020 and 2019	D	<u>\$ 20,332,382.86</u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND  
 SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

Ordinance Number	Improvement Description	Ordinance		Balance December 31, 2019	2020 Authorizations			Balance December 31, 2020
		Date	Amount		Capital Improvement Fund	Fund Balance	Deferred Charges to Future Revenue	
08-51/ 09-21	Upgrades to the Pennsylvania Avenue Sanitary Sewer Pumping Station	12-22-08 06-22-09	\$ 1,000,000.00 588,500.00	\$ 1,569,877.60				\$ 1,569,877.60
12-14	Various Sewer Utility Improvements	06-11-12	700,000.00	657,949.40				657,949.40
15-36	Reconstruction of the Sanitary Sewer System	08-24-15	1,000,000.00	1,000,000.00				1,000,000.00
16-28	Various Sewer Utility Improvements and the Acquisition of a Sewer Utility Vehicle	08-22-16	600,000.00	600,000.00				600,000.00
17-19	Various Sewer Utility Improvements	06-26-17	1,800,000.00	1,800,000.00				1,800,000.00
18-07	Improvement to Heck and Tremont	07-09-18	1,400,000.00	1,400,000.00				1,400,000.00
19-31	Phase II Public Works Facility Improvements	09-23-19	500,000.00	500,000.00				500,000.00
19-32	Phase V Sewer Line Replacements	09-23-19	800,000.00	800,000.00				800,000.00
20-21	Phase VI Gables Area Sewer Rehabilitation and Various Improvements	08-10-20	2,500,000.00		\$ 125,000.00		\$ 2,375,000.00	2,500,000.00
20-23	Equipment and Furniture	08-10-20	75,000.00			\$ 75,000.00		75,000.00
				<u>\$ 8,327,827.00</u>	<u>\$ 125,000.00</u>	<u>\$ 75,000.00</u>	<u>\$ 2,375,000.00</u>	<u>\$ 10,902,827.00</u>
		<u>Ref.</u>		D	D-18/D-21	D-2/D-21	D-18/D-24	D

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY OPERATING FUND  
 SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2019</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Operating:					
Salaries and Wages	\$ 86,815.49		\$ 86,815.49		\$ 86,815.49
Other Expenses	2,803.43	\$ 74,052.79	76,856.22	\$ 61,453.49	15,402.73
TNSA - Annual Charge	343,829.98		343,829.98		343,829.98
Group Insurance for Employees	9,750.00		9,750.00		9,750.00
Capital Improvements:					
Capital Outlay		15,977.00	15,977.00	15,977.00	
Statutory Expenditures:					
Contribution to:					
Social Security System	11,804.88		11,804.88		11,804.88
	\$ 455,003.78	\$ 90,029.79	\$ 545,033.57	\$ 77,430.49	\$ 467,603.08
<u>Ref.</u>	D	D-12		D-5	D-1



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF RESERVE FOR SEWER OPERATING ENCUMBRANCES**

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 90,029.79
Increased by:		
Transferred from Budget Appropriations	D-4	103,141.11
		193,170.90
Decreased by:		
Transferred to Appropriation Reserves	D-11	90,029.79
		90,029.79
Balance, December 31, 2020	D	\$ 103,141.11

Exhibit D-13

**SCHEDULE OF CUSTOMER OVERPAYMENTS**

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 24,296.83
Increased by:		
Cash Received	D-5	28,362.66
		52,659.49
Decreased by:		
Refunds	D-5	\$ 641.14
Applied to Consumer Accounts Receivable	D-7	23,655.69
		24,296.83
Balance, December 31, 2020	D	\$ 28,362.66

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY  
 SEWER UTILITY CAPITAL FUND  
 SCHEDULE OF BOND ANTICIPATION NOTES

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Original Issue Date</u>	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Decreases</u>	<u>Balance December 31, 2020</u>
18-07	Heck Avenue and Tremont Avenue Sewer	04-09-19	01-29-20	01-13-21	1.00%	\$ 1,330,000.00	\$ 130,000.00	\$ 1,200,000.00
						<u>\$ 1,330,000.00</u>	<u>\$ 130,000.00</u>	<u>\$ 1,200,000.00</u>
						<u>Ref.</u>	D	D-21
								D



**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND  
 SCHEDULE OF SEWER UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u>		<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Bonds Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2020</u>
			<u>Outstanding</u>	<u>December 31, 2020</u>					
Governmental Pooled Loan Revenue Refunding Bonds, Series 2012	05-22-12	\$ 1,310,000.00	12-01-21	\$ 110,000.00	4.000%	\$ 735,000.00		\$ 110,000.00	\$ 625,000.00
			12-01-22	120,000.00	5.000%				
			12-01-23	125,000.00	5.000%				
			12-01-24	130,000.00	5.000%				
			12-01-25	140,000.00	5.000%				
Pooled Governmental Loan Refunding Revenue Bonds, Series 2014	12-4-14	291,000.00	12-01-21	63,000.00	5.000%	124,000.00		61,000.00	63,000.00
Pooled Governmental Loan Revenue Bond, Series 2014	12-24-14	1,005,000.00	12-01-21	40,000.00	5.000%	830,000.00		40,000.00	790,000.00
			12-01-22	40,000.00	5.000%				
			12-01-23	45,000.00	5.000%				
			12-01-24	50,000.00	5.000%				
			12-01-25	50,000.00	5.000%				
			12-01-26	55,000.00	5.000%				
			12-01-27	55,000.00	5.000%				
			12-01-28	55,000.00	5.000%				
			12-01-29	60,000.00	5.000%				
			12-01-30	65,000.00	5.000%				
			12-01-31	65,000.00	4.000%				
			12-01-32	70,000.00	4.000%				
			12-01-33	70,000.00	3.250%				
			12-01-34	70,000.00	3.250%				
Refunding of Pooled Governmental Loan Revenue Refunding Bonds, Series 2016	03-24-16	200,000.00	12-01-21	40,000.00	5.000%	125,000.00		40,000.00	85,000.00
			12-01-22	45,000.00	5.000%				
Pooled Government Loan Revenue Bonds, Series 2018B	09-13-17	2,810,000.00	7-15-21	265,000.00	4.000%	2,365,000.00		250,000.00	2,115,000.00
			7-15-22	275,000.00	5.000%				
			7-15-23	285,000.00	5.000%				
			7-15-24	300,000.00	5.000%				
			7-15-25	315,000.00	4.000%				
			7-15-26	330,000.00	5.000%				
			7-15-27	345,000.00	5.000%				

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND  
 SCHEDULE OF SEWER UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2020</u>		<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Bonds Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance December 31, 2020</u>
MCIA Sewer Utility Bond, Series 2020	12-23-20	\$ 2,900,000.00	12-01-21	\$ 100,000.00	4.000%				
			12-01-22	100,000.00	4.000%				
			12-01-23	100,000.00	5.000%				
			12-01-24	105,000.00	5.000%				
			12-01-25	110,000.00	5.000%				
			12-01-26	115,000.00	5.000%				
			12-01-27	120,000.00	5.000%				
			12-01-28	125,000.00	5.000%				
			12-01-29	135,000.00	5.000%				
			12-01-30	140,000.00	5.000%				
			12-01-31	150,000.00	5.000%				
			12-01-32	155,000.00	4.000%				
			12-01-33	160,000.00	4.000%				
			12-01-34	165,000.00	3.000%				
			12-01-35	170,000.00	3.000%				
			12-01-36	180,000.00	3.000%				
			12-01-37	185,000.00	3.000%				
			12-01-38	190,000.00	3.000%				
			12-01-39	195,000.00	3.000%				
				12-01-40	200,000.00	3.000%			
							\$ 2,900,000.00		\$ 2,900,000.00
						\$ 4,179,000.00	\$ 2,900,000.00	\$ 501,000.00	\$ 6,578,000.00
					<u>Ref.</u>	D	D-16	D-16	D
		Bond and Notes Authorized Not Issued			D-24		\$ 1,700,000.00		
		Excess Financing			D-6		1,200,000.00		
		Reserve for Amortization			D-20			\$ 216,329.20	
		Deferred Reserve for Amortization			D-21			284,670.80	
					D-5/D-16		\$ 2,900,000.00	\$ 501,000.00	

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR SEWER CAPITAL ENCUMBRANCES**

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 1,896,124.98
Increased by:		
Charged to Improvement Authorizations	D-18	384,424.00
		<u>2,280,548.98</u>
Decreased by:		
Applied to Improvement Authorizations	D-18	1,896,124.98
		<u>1,896,124.98</u>
Balance, December 31, 2020	D	<u><u>\$ 384,424.00</u></u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY  
 SEWER UTILITY CAPITAL FUND  
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance December 31, 2019		Increased by		Decreased by		Balance December 31, 2020	
				Funded	Unfunded	2020 Authorizations	Prior Year Encumbrances	Paid	Reserve for Encumbrances	Funded	Unfunded
16-28	Various Sewer Utility Improvements and the Acquisition of a Sewer Utility Vehicle	08-22-16	\$ 600,000.00	\$ 140.87			\$ 467,986.83	\$ 468,127.70			
17-19	Various Sewer Utility Improvements	06-26-17	1,800,000.00	33.86			1,251,641.92	1,250,410.78	\$ 1,265.00		
18-07	Improvement to Heck and Tremont	07-09-18	1,400,000.00		\$ 1,988.77		176,496.23	61,744.45	114,751.78	\$ 1,988.77	
19-31	Phase II Public Works Facility Improvements	09-23-19	500,000.00	24,360.00	475,000.00			294,544.26	195,661.47	9,154.27	
19-32	Phase V Sewer Line Replacements	09-23-19	800,000.00	39,450.00	760,000.00			406,387.32	40,368.75	352,693.93	
20-21	Phase VI Gables Area Sewer Rehabilitation and Various Improvements	08-10-20	2,500,000.00			\$ 2,500,000.00		4,600.00	32,377.00	1,088,023.00	\$ 1,375,000.00
20-23	Equipment and Furniture	08-10-20	75,000.00			75,000.00				75,000.00	
				<u>\$ 63,984.73</u>	<u>\$1,236,988.77</u>	<u>\$ 2,575,000.00</u>	<u>\$ 1,896,124.98</u>	<u>\$ 2,485,814.51</u>	<u>\$ 384,424.00</u>	<u>\$ 1,526,859.97</u>	<u>\$ 1,375,000.00</u>
	<u>Ref.</u>			D	D	D-18	D-17	D-5	D-17	D	D
	Fund Balance		D-2/D-10			\$ 75,000.00					
	Capital Improvement Fund		D-10/D-19			125,000.00					
	Deferred Charges to Future Revenue		D-10			<u>2,375,000.00</u>					
			D-18			<u>\$ 2,575,000.00</u>					

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF CAPITAL IMPROVEMENT FUND**

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 734,258.25
Increased by:		
Budget Appropriation	D-5	200,000.00
		<u>934,258.25</u>
Decreased by:		
Appropriated to Finance		
Improvement Authorization	D-18	125,000.00
		<u>125,000.00</u>
Balance, December 31, 2020	D	<u><u>\$ 809,258.25</u></u>

Exhibit D-20

**SCHEDULE OF RESERVE FOR AMORTIZATION**

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 19,237,791.15
Increased by:		
Serial Bonds Paid by Operating Budget	D-16	216,329.20
		<u>216,329.20</u>
Balance, December 31, 2020	D	<u><u>\$ 19,454,120.35</u></u>



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**SEWER UTILITY CAPITAL FUND**  
**SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION**

Ordinance Number	Improvement Description	Ordinance Date	Balance December 31, 2019	Increased by:			Balance December 31, 2020	
				Capital Improvement Fund	Fund Balance	Serial Bonds Paid		Loans Paid
09-21	Sanitary Sewer Pumping Station	06-22-09	\$ 657,691.87			\$ 10,641.89	\$ 64,137.70	\$ 732,471.46
12-14	Various Sewer Utility Improvements	06-11-12	159,349.61			24,028.91		183,378.52
15-36	Reconstruction of the Sanitary Sewer System	08-24-15	304,410.93			72,500.00		376,910.93
	Acquisition of a Sewer Utility Vehicle	08-22-16	182,748.76			45,000.00		227,748.76
17-19	Various Sewer Utility Improvements	06-26-17	547,840.31			132,500.00		680,340.31
18-07	Improvement to Heck and Tremont	07-09-18	70,000.00				\$ 130,000.00	200,000.00
19-31	Phase II Public Works Facility Improvements	09-23-19	25,000.00					25,000.00
19-32	Phase V Sewer Line Replacements	09-23-19	40,000.00					40,000.00
20-21	Phase VI Gables Area Sewer Rehabilitation and Various Improvements	08-10-20		\$ 125,000.00				125,000.00
20-23	Equipment and Furniture	08-10-20			\$ 75,000.00			75,000.00
			<u>\$ 1,987,041.48</u>	<u>\$ 125,000.00</u>	<u>\$ 75,000.00</u>	<u>\$ 284,670.80</u>	<u>\$ 64,137.70</u>	<u>\$ 2,665,849.98</u>
			D	D-10	D-2/D10	D-16	D-22	D-14

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND  
 SCHEDULE OF LOANS PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 691,377.23
Decreased by:		
Paid by Budget Appropriation	D-21	64,137.70
Balance, December 31, 2020	D	\$ 627,239.53

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**SEWER UTILITY OPERATING FUND**  
**SCHEDULE OF OGSA OBLIGATION RECEIVABLE**

	<u>Ref.</u>	
Balance, December 31, 2019	D	\$ 36,234.46
Decreased by:		
Current Year Collections	D-3	36,234.46
Balance, December 31, 2020	D	\$ -

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

SEWER UTILITY CAPITAL FUND  
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2019</u>	<u>2020 Authorizations</u>	<u>Serial Bonds Issued</u>	<u>Balance December 31, 2020</u>
19-31	Phase II Public Works Facility Improvements	\$ 475,000.00		\$ 475,000.00	
19-32	Phase V Sewer Line Replacements	760,000.00		760,000.00	
20-21	Phase VI Gables Area Sewer Rehabilitaion and Various Impr.	_____	\$ 2,375,000.00	_____	\$ 1,910,000.00
		\$ 1,235,000.00	\$ 2,375,000.00	\$ 1,700,000.00	\$ 1,910,000.00
	<u>Ref.</u>		D-10	D-16	(Footnote D)

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

MARINA UTILITY FUND  
 SCHEDULE OF CASH

	<u>Ref.</u>	<u>Operating</u>	<u>Capital</u>
Balance, December 31, 2019	E	\$ 449,001.73	\$ 297,234.30
Increased by Receipts:			
Marina Fees and Costs	E-3	\$ 522,371.18	
Interest on Investments	E-3	5,429.64	
Miscellaneous	E-3	450.00	
Sales Taxes Payable	E-21	4,038.95	
Serial Bonds	E-14		\$ 985,000.00
Capital Improvement Fund	E-17		30,000.00
Due to General Capital Fund	E		2,677.18
Premium on Bond Issuance	E-2		1,305.93
Reserve for Premium on Bonds	E-25		111,846.30
		532,289.77	1,130,829.41
		981,291.50	1,428,063.71
Decreased by Disbursements:			
2020 Appropriations	E-4	400,366.25	
Appropriation Reserves	E-10	5,114.12	
Accrued Interest Payable	E-13	50,081.44	
Sales Tax Payable	E-21	4,218.20	
Reserve for FEMA Reimbursements	E-24	100.00	
Improvement Authorizations	E-16		33,871.11
		459,880.01	33,871.11
Balance, December 31, 2020	E	\$ 521,411.49	\$ 1,394,192.60

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**ANALYSIS OF MARINA UTILITY CAPITAL CASH**

	Balance December 31, <u>2020</u>
Capital Improvement Fund	\$ 133,950.00
Capital Fund Balance	23,446.70
Grants Receivable	(12,835.72)
Due to Marina Utility Operating	33,822.22
Due to General Capital Fund	2,677.18
Due From Federal and State Grant Fund	(20,986.50)
Reserve for Encumbrances	10,761.25
Reserve for Reconstruction	100,000.00
Reserve for Payment of Bonds	111,846.30
Serial Bonds	985,000.00
Excess Bond Anticipation Note Proceeds	411.14

<u>Ordinance</u> <u>Number</u>	<u>Improvement Description</u>	
15-04	Various Improvements	17,933.18
16-29	Marina Site Remediation Project	3,665.96
20-22	Improvements to Docks and Ramps and Preliminary Dredging	<u>4,500.89</u>
		<u><u>\$ 1,394,192.60</u></u>

Ref.      E

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND  
SCHEDULE OF INTERFUND - MARINA UTILITY CAPITAL FUND

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ -
Increased by:		
Reserve for FEMA Reimbursement	E-24	<u>33,822.22</u>
Balance, December 31, 2020	E	<u><u>\$ 33,822.22</u></u>

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL

	<u>Ref.</u>	
Balance, December 31, 2020 and 2019	E	<u>\$ 7,465,188.86</u>
	<u>Ref.</u>	E-8
Analysis:		
Capital Outlay		\$ 15,400.00
Ordinance 11-03 Various Improvements		300,000.00
Ordinance 07-19 Acquisition of Marina Property and Various Improvements		5,565,000.00
Ordinance 12-18 Various Improvements		89,588.86
Ordinance 13-18 Various Improvements		<u>1,495,200.00</u>
	E-8	<u>\$ 7,465,188.86</u>



**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND  
 SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance December 31, 2019	Capital Improvement Fund	Deferred Charges To Future Revenue	Balance December 31, 2020
15-04	Reconstruction of the Municipal Marina Building	02-23-15	\$ 2,500,000.00	\$ 2,500,000.00			\$ 2,500,000.00
15-51	Shark River Dredging	11-09-15	160,000.00	160,000.00			160,000.00
16-29	Marina Site Remediation Project	08-22-16	240,000.00	240,000.00			240,000.00
20-22	Improvements to Docks and Ramps and Preliminary Dredging Costs	08-10-20	95,000.00	_____	\$ 5,000.00	\$ 95,000.00	_____
				<u>\$ 2,900,000.00</u>	<u>\$ 5,000.00</u>	<u>\$ 95,000.00</u>	<u>\$ 3,000,000.00</u>
			<u>Ref.</u>	E	E-16/E-17	E-16/E-19/E-26	E

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND  
 SCHEDULE OF APPROPRIATION RESERVES

	Balance December 31, <u>2019</u>	Reserve for <u>Encumbrances</u>	Balance After <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Operating:					
Salaries and Wages	\$ 4,410.91		\$ 4,410.91		\$ 4,410.91
Other Expenses	3,963.10	\$ 6,751.34	10,714.44	\$ 5,114.12	5,600.32
Capital Improvements					
Capital Outlay	20,000.00		20,000.00		20,000.00
Statutory Expenditures:					
Contribution to Social Security System (O.A.S.I.)	40.36		40.36		40.36
	<u>\$ 28,414.37</u>	<u>\$ 6,751.34</u>	<u>\$ 35,165.71</u>	<u>\$ 5,114.12</u>	<u>\$ 30,051.59</u>
<u>Ref.</u>	E	E-11		E-5	E-1

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY OPERATING FUND**  
**SCHEDULE OF RESERVE FOR ENCUMBRANCES**

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ 6,751.37
Increased by:		
Transferred from Budget Appropriations	E-4	<u>18,308.02</u>
		25,059.39
Decreased by:		
Transferred to Appropriation Reserves	E-10	<u>6,751.37</u>
Balance, December 31, 2020	E	<u><u>\$ 18,308.02</u></u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND  
 SCHEDULE OF INTERFUND - FEDERAL AND STATE GRANT FUND

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ -
Increased by:		
Grants Receivable	E-20	20,986.50
Balance, December 31, 2020	E	\$ 20,986.50

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

MARINA UTILITY OPERATING FUND  
 SCHEDULE OF ACCRUED INTEREST PAYABLE

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ 9,895.50
Increased by:		
Budget Appropriations	E-4	55,323.07
		65,218.57
Decreased by:		
Interest Paid	E-5	50,081.44
		50,081.44
Balance, December 31, 2020	E	\$ 15,137.13

Ref. E-13

Analysis of Accrued Interest December 31, 2020

	<u>Principal</u> <u>Outstanding</u> <u>Dec. 31, 2020</u>	<u>Interest</u> <u>Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:						
\$ 40,000.00	Various	12/1/2020	12/31/2020	30 Days	\$ 166.67	
635,000.00	Various	12/1/2020	12/31/2020	30 Days	2,379.17	
80,000.00	Various	12/1/2020	12/31/2020	30 Days	333.33	
985,000.00	Various	12/1/2020	12/31/2020	30 Days	3,035.74	
Bond Anticipation Notes:						
\$ 1,000,000.00	1.00%	1/29/2020	12/31/2020	332 Days	9,222.22	
					\$ 15,137.13	

Ref. E-13

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND  
 SCHEDULE OF MARINA UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2020</u>	<u>Principal Payments</u>	<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance December 31, 2020</u>
Pooled Governmental Loan Refunding Revenue Bonds, Series 2014	12/4/2014	\$ 181,000.00	12/1/2021	\$ 40,000.00	5.00%	\$ 78,000.00		\$ 38,000.00	\$ 40,000.00
Pooled Governmental Loan Revenue Bonds, Series 2014	12/24/2014	815,000.00	12/1/2021	30,000.00	5.00%				
			12/1/2022	35,000.00	5.00%				
			12/1/2023	35,000.00	5.00%				
			12/1/2024	35,000.00	5.00%				
			12/1/2025	40,000.00	5.00%				
			12/1/2026	40,000.00	5.00%				
			12/1/2027	45,000.00	5.00%				
			12/1/2028	45,000.00	5.00%				
			12/1/2029	50,000.00	5.00%				
			12/1/2030	50,000.00	5.00%				
			12/1/2031	55,000.00	4.00%				
			12/1/2032	55,000.00	4.00%				
			12/1/2033	60,000.00	3.25%				
	12/1/2034	60,000.00	3.25%	665,000.00	30,000.00	635,000.00			
Pooled Governmental Loan Revenue Refunding Bonds, Series 2016	3/24/2016	190,000.00	12/1/2021	40,000.00	5.00%	120,000.00		40,000.00	80,000.00
			12/1/2022	40,000.00	5.00%				

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND  
 SCHEDULE OF MARINA UTILITY SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2020</u>	<u>Principal Payments</u>	<u>Interest Rate</u>	<u>Balance December 31, 2019</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance December 31, 2020</u>
MCIA Marina Utility Bond, Series 2020	12-23-20	\$ 985,000.00	12-01-21	\$ 35,000.00	4.000%				
			12-01-22	35,000.00	4.000%				
			12-01-23	35,000.00	5.000%				
			12-01-24	35,000.00	5.000%				
			12-01-25	35,000.00	5.000%				
			12-01-26	40,000.00	5.000%				
			12-01-27	40,000.00	5.000%				
			12-01-28	45,000.00	5.000%				
			12-01-29	45,000.00	5.000%				
			12-01-30	50,000.00	5.000%				
			12-01-31	50,000.00	5.000%				
			12-01-32	50,000.00	4.000%				
			12-01-33	55,000.00	4.000%				
			12-01-34	60,000.00	3.000%				
			12-01-35	55,000.00	3.000%				
			12-01-36	60,000.00	3.000%				
			12-01-37	60,000.00	3.000%				
			12-01-38	65,000.00	3.000%				
			12-01-39	65,000.00	3.000%				
			12-01-40	70,000.00	3.000%				
						<u>                    </u>	\$ 985,000.00	<u>                    </u>	\$ 985,000.00
						<u>\$ 863,000.00</u>	<u>\$ 985,000.00</u>	<u>\$ 108,000.00</u>	<u>\$ 1,740,000.00</u>
				<u>Ref.</u>		E	E-5	E-18	E

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**SCHEDULE OF MARINA UTILITY BOND ANTICIPATION NOTES**

Ordinance Number	Improvement Description	Issue of Original Note	Date of Issue	Date of Maturity	Interest Rate	Balance December 31, 2019	Decreases	Balance December 31, 2020
06-33/ 07-19	Acquisition of Marina Property and Various Improvements	11-09-07 02-04-16	01-29-20 01-29-20	1/13/2021 1/13/2021	1.00% 1.00%	\$ 188,090.00 21,500.00	\$ 8,090.00 11,500.00	\$ 180,000.00 10,000.00
11-03	Various Improvements to the Shark River Marina	01-24-11	01-29-20	1/13/2021	1.00%	255,215.00	10,215.00	245,000.00
12-18	Various Improvements	09-14-12	01-29-20	1/13/2021	1.00%	70,545.00	5,545.00	65,000.00
15-04	Reconstruction of the Municipal Marina Building	02-04-16	01-29-20	1/13/2021	1.00%	375,700.00	5,700.00	370,000.00
15-51	Shark River Dredging	02-04-16	01-29-20	1/13/2021	1.00%	135,000.00	5,000.00	130,000.00
16-29	Marina Site Remediation Project	12-21-18				67,450.00	67,450.00	
						<u>\$ 1,113,500.00</u>	<u>\$ 113,500.00</u>	<u>\$ 1,000,000.00</u>
					<u>Ref.</u>	E	E-15	E
		Reserve for Amortization			E-18		\$ 35,350.00	
		Deferred Reserve for Amortization			E-19		78,150.00	
					E-15		<u>\$ 113,500.00</u>	



**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND  
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance	Increased by		Decreased by		Balance	
				December 31, 2019 Unfunded	Reserve for Encumbrances	2020 Authorizations	Paid	Reserve for Encumbrances	Canceled	December 31, 2020 Funded
15-04	Reconstruction of the Municipal Marina Building	2/23/2015	\$ 2,500,000.00	\$ 20,823.18	\$ 2,500.00		\$ 5,390.00		\$ 17,933.18	
15-51	Shark River Dredging	11/9/2015	160,000.00	2,088.28				\$ 2,088.28		
16-29	Marina Site Remediation Project	8/22/2016	240,000.00	31,647.96	10,761.25		27,982.00	\$ 10,761.25	3,665.96	
20-22	Improvements to Docks and Ramps and Preliminary Dredging Costs		100,000.00			\$ 100,000.00	499.11		99,500.89	
				<u>\$ 54,559.42</u>	<u>\$ 13,261.25</u>	<u>\$ 100,000.00</u>	<u>\$ 33,871.11</u>	<u>\$ 10,761.25</u>	<u>\$ 2,088.28</u>	<u>\$ 121,100.03</u>
		<u>Ref.</u>		E	E	E-16	E-5	E	E-2	E
Detail:										
	Bonds and Notes Authorized But Not Issued		E-9/E-26			\$ 95,000.00				
	Capital Improvement Fund		E-9/E-17			<u>5,000.00</u>				
		E-16				<u>\$ 100,000.00</u>				

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**SCHEDULE OF CAPITAL IMPROVEMENT FUND**

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ 108,950.00
Increased by:		
Budget Appropriation	E-5	30,000.00
		138,950.00
Decreased by:		
Utilized to Fund Improvement Authorizatio	E-16	5,000.00
		5,000.00
Balance, December 31, 2020	E	\$ 133,950.00

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR AMORTIZATION**

	<u>Ref.</u>		
Balance, December 31, 2019	E		\$ 6,067,250.00
Increased by:			
Budget Appropriation - Serial Bonds	E-14	\$ 108,000.00	
Budget Appropriation - Bond Anticipation Notes	E-15	<u>35,350.00</u>	
			<u>143,350.00</u>
Balance, December 31, 2020	E		<u><u>\$ 6,210,600.00</u></u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance Date</u>	Balance December 31, <u>2019</u>	Capital Improvement <u>Fund</u>	<u>Increased by:</u> Bond Anticipation Notes Paid by Budget	Balance December 31, <u>2020</u>
15-04	Reconstruction of the Municipal Marina Building	2/23/2015	\$ 2,124,300.00		\$ 5,700.00	\$ 2,130,000.00
15-51	Shark River Dredging	11/9/2015	25,000.00		5,000.00	30,000.00
16-29	Marina Site Remediation Project	8/22/2016	172,550.00		67,450.00	240,000.00
20-22	Improvements to Docks and Ramps and Preliminary Dredging Costs	8/20/2020	<u>5,000.00</u>	\$ 5,000.00		<u>5,000.00</u>
			<u>\$ 2,321,850.00</u>	<u>\$ 5,000.00</u>	<u>\$ 78,150.00</u>	<u>\$ 2,405,000.00</u>
	<u>Ref.</u>		E	E-9	E-15	E

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**SCHEDULE OF GRANT RECEIVABLE**

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ -
Increased by:		
Interfund - Marina Operating	E-23	33,822.22
		<u>33,822.22</u>
Decreased by:		
Interfund Federal and State Grant Fund	E-12	20,986.50
		<u>20,986.50</u>
Balance, December 31, 2020	E	<u><u>\$ 12,835.72</u></u>

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY OPERATING FUND  
 SCHEDULE OF SALES TAX PAYABLE

	Ref.		
Balance, December 31, 2019	E		\$ 4,191.95
Increased by:			
Cash Receipts	E-5		4,038.95
			<u>8,230.90</u>
Decreased by:			
Canceled	E-1	\$ 17.36	
Cash Disbursements	E-5	<u>4,218.20</u>	
			<u>4,235.56</u>
Balance, December 31, 2020	E		<u><u>\$ 3,995.34</u></u>

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND  
SCHEDULE OF RESERVE FOR RECONSTRUCTION

	<u>Ref.</u>	
Balance, December 31, 2020 and 2019	E	<u>\$ 100,000.00</u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**SCHEDULE OF INTERFUND - MARINA OPERATING FUND**

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ -
Increased by:		
Grants Recievable	E-20	33,822.22
Balance, December 31, 2020	E	\$ 33,822.22



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY OPERATING FUND**  
**SCHEDULE OF RESERVE FOR FEMA REIMBURSEMENT**

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ 130,961.25
Increased by:		
Due From Marina Utility Capital Fund	E-7	33,822.22
		164,783.47
Decreased by:		
Cash Disbursements	E-5	100.00
		100.00
Balance, December 31, 2020	E	\$ 164,683.47

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**MARINA UTILITY CAPITAL FUND**  
**SCHEDULE OF RESERVE FOR PAYMENT OF DEBT**

	<u>Ref.</u>	
Balance, December 31, 2019	E	\$ -
Intcreased by:		
Cash Receipts	E-5	111,846.30
Balance, December 31, 2020	E	\$ 111,846.30

**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

MARINA UTILITY CAPITAL FUND  
 SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance December 31, <u>2019</u>	2020 <u>Authorizations</u>	Bonds <u>Issued</u>	Balance December 31, <u>2020</u>
20-22	Improvements to Docks and Ramps and Preliminary Dredging Costs	\$ -	\$ 95,000.00	\$ 95,000.00	\$ -
		<u>\$ -</u>	<u>\$ 95,000.00</u>	<u>\$ 95,000.00</u>	<u>\$ -</u>
			E-16	E-9	(Footnote E)
			<u>Ref.</u>		

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

LOAN AND GRANT FUND  
 SCHEDULE OF CASH - TREASURER

	<u>Ref.</u>		
Balance, December 31, 2019	F		\$ 697,660.51
Increased by Receipts:			
Loan and Interest Payments			
Reciprocal Loans	F-2	\$ 22,085.52	
Façade Loans	F-3	15,663.56	
Late Fees	F-4	34.85	
Interest Income - Deposits	F-4	<u>4,551.23</u>	
			<u>42,335.16</u>
Balance, December 31, 2020	F		<u><u>\$ 739,995.67</u></u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**LOAN AND GRANT FUND**  
**SCHEDULE OF RECIPROCAL LOANS RECEIVABLE**

	<u>Ref.</u>	<u>Totals</u>	<u>Headliners</u>	<u>Sunniland Furniture Inc. Loan</u>	<u>Waterfront Sunsets</u>
Balance, December 31, 2019	F	\$ 92,663.29	\$ 48,868.13	\$ 26,187.06	\$ 17,608.10
Increased by:					
Accrued Interest		639.38	635.50	3.88	
Adjustment		1,681.69	1,177.37	504.32	
		<u>94,984.36</u>	<u>50,681.00</u>	<u>26,695.26</u>	<u>17,608.10</u>
Decreased by:					
Loan Principal Received		20,610.51	20,610.51		
Loan Interest Received		1,475.01	1,475.01		
Adjustment		741.40			741.40
	F-1/F-4	<u>22,826.92</u>	<u>22,085.52</u>		<u>741.40</u>
Balance, December 31, 2020	F/F-2	<u>\$ 72,157.44</u>	<u>\$ 28,595.48</u>	<u>\$ 26,695.26</u>	<u>\$ 16,866.70</u>
Details as to Loans Receivable:					
Original Date of Loan			2/12/13	2/1/15	5/15/03
Interest Rate			2.000%	2.380%	2.125%
Repayment Term - Years			10	10	10
Original Amount of Loan		\$ 237,000.00	\$ 100,000.00	\$ 37,000.00	\$ 100,000.00
Capitalized Interest		23,269.39	9,771.99	2,286.54	11,210.86
		<u>260,269.39</u>	<u>109,771.99</u>	<u>39,286.54</u>	<u>111,210.86</u>
Payments Made to Date on Loans		<u>188,111.95</u>	<u>81,176.51</u>	<u>12,591.28</u>	<u>94,344.16</u>
Balance on Loans, December 31, 2020	F-2	<u>\$ 72,157.44</u>	<u>\$ 28,595.48</u>	<u>\$ 26,695.26</u>	<u>\$ 16,866.70</u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**LOAN AND GRANT FUND**  
**SCHEDULE OF RECIPROCAL FACADE LOANS RECEIVABLE**

	<u>Ref.</u>	<u>Totals</u>	<u>Blanco Brothers</u>	<u>Homestead Dining</u>	<u>Neptune Investments</u>	<u>Tony's Customs</u>	<u>Ocean Grove Hardware</u>
Balance, December 31, 2019	F	\$ 25,728.31	\$ 0.18	\$ 13,020.01	\$ 6,016.43	\$ 2,391.24	\$ 4,300.45
Increased by:							
Accrued Interest		330.82		143.43	57.80	30.24	99.35
		<u>26,059.13</u>	<u>0.18</u>	<u>13,163.44</u>	<u>6,074.23</u>	<u>2,421.48</u>	<u>4,399.80</u>
Decreased by:							
Loan Principal Received		15,325.25	0.18	8,172.62	5,590.69	594.73	967.03
Loan Interest Received		338.31		162.34	52.94	21.82	101.21
	F-1/F-4	<u>15,663.56</u>	<u>0.18</u>	<u>8,334.96</u>	<u>5,643.63</u>	<u>616.55</u>	<u>1,068.24</u>
Balance, December 31, 2020	F/F-3	<u>\$ 10,395.57</u>	<u>\$ -</u>	<u>\$ 4,828.48</u>	<u>\$ 430.60</u>	<u>\$ 1,804.93</u>	<u>\$ 3,331.56</u>
Details as to Loans Receivable:							
Original Date of Loan			11/1/14	8/1/16	3/1/16	4/1/18	4/1/19
Interest Rate			1.625%	1.625%	1.625%	1.750%	2.630%
Repayment Term - Years			5	5	5	5	5
Original Amount of Loan		\$ 90,000.00	\$ 15,000.00	\$ 40,000.00	\$ 25,000.00	\$ 5,000.00	\$ 5,000.00
Capitalized Interest		3,722.87	627.78	1,641.22	1,044.21	208.68	200.98
		<u>93,722.87</u>	<u>15,627.78</u>	<u>41,641.22</u>	<u>26,044.21</u>	<u>5,208.68</u>	<u>5,200.98</u>
Payments Made to Date on Loans		83,327.30	15,627.78	36,812.74	25,613.61	3,403.75	1,869.42
		<u>83,327.30</u>	<u>15,627.78</u>	<u>36,812.74</u>	<u>25,613.61</u>	<u>3,403.75</u>	<u>1,869.42</u>
Balance on Loans, December 31, 2020	F-3	<u>\$ 10,395.57</u>	<u>\$ -</u>	<u>\$ 4,828.48</u>	<u>\$ 430.60</u>	<u>\$ 1,804.93</u>	<u>\$ 3,331.56</u>

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH, NEW JERSEY

LOAN AND GRANT FUND  
SCHEDULE OF RESERVE FOR LOAN AND GRANT FUND EXPENDITURES

	<u>Ref.</u>		
Balance, December 31, 2019	F		\$ 697,660.51
Increased by:			
Cash Receipts:			
Loan Principal and Interest Receipts:			
Reciprocal Loans	F-2	\$ 22,085.52	
Façade Loans	F-3	15,663.56	
Late Fees	F-1	34.85	
Interest Income - Deposits	F-1	<u>4,551.23</u>	
			<u>42,335.16</u>
Balance, December 31, 2020	F		<u>\$ 739,995.67</u>

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH, NEW JERSEY**

**PUBLIC ASSISTANCE FUND**  
**STATEMENT OF CASH - TREASURER**

	<u>Ref.</u>	
Balance, December 31, 2019	G	\$ 19,437.34
Increased by:		
Interest Income	G-1	123.92
Balance, December 31, 2020	G	\$ 19,561.26



**TOWNSHIP OF NEPTUNE**  
 COUNTY OF MONMOUTH, NEW JERSEY

GENERAL FIXED ASSET ACCOUNT GROUP  
 SCHEDULE OF INVESTMENTS IN GENERAL FIXED ASSETS

	<u>Balance</u> <u>Dec. 31, 2019</u>	<u>Additions</u>	<u>Balance</u> <u>Dec. 31, 2020</u>
General Fixed Assets:			
Land	\$ 19,395,733.02	\$ 1,151,179.76	\$ 20,546,912.78
Land Improvements	411,700.15		411,700.15
Buildings and Improvements	4,727,236.77	111,486.00	4,838,722.77
Machinery, Equipment and Vehicles	<u>18,542,843.78</u>	<u>1,497,263.80</u>	<u>20,040,107.58</u>
	<u>\$ 43,077,513.72</u>	<u>\$ 2,759,929.56</u>	<u>\$ 45,837,443.28</u>
<u>Ref.</u>	I		I

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH**  
**PART II**  
**SINGLE AUDIT SECTION**  
**FOR THE YEAR ENDED DECEMBER 31, 2020**

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

To the Honorable Mayor and Members  
of the Township Committee  
Township of Neptune  
County of Monmouth  
Neptune, New Jersey

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

We have audited the Township of Neptune, State of New Jersey's (the "Township") compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of Township's major federal programs for the year ended December 31, 2020. The Township's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Township's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB Circular 15-08. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Township's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Township's compliance.

## Opinion on Each Major Federal Program

In our opinion, the Township complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

## Report on Internal Control Over Compliance

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

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

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

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

*Charles J. Fallon CPA RMA*

Charles J. Fallon  
Certified Public Accountant  
Registered Municipal Accountant #506

*Fallon & Company LLP*

FALLON & COMPANY LLP

Hazlet, New Jersey  
August 25, 2021

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

To the Honorable Mayor  
And Members of the Township Committee  
Township of Neptune  
County of Monmouth  
Township of Neptune, New Jersey

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

We have audited the Township of Neptune's (Township) compliance with the types of compliance requirements described by reference in New Jersey OMB Circular 15-08 that could have a direct and material effect on each of the Township's major state programs for the year ended December 31, 2020. The Township's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the Township's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) as referenced by New Jersey OMB's Circular 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards and the New Jersey OMB's Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Township's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of the Township's compliance.

**Opinion on Each Major State Program**

In our opinion, the Township complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended December 31, 2020.

## Report on Internal Control Over Compliance

Management of the Township is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Township's internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Township's internal control over compliance.

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

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

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

*Charles J. Fallon CPA RMA*

Charles J. Fallon  
Certified Public Accountant  
Registered Municipal Accountant #506

*Fallon & Company LLP*  
FALLON & COMPANY LLP

Hazlet, New Jersey  
August 25, 2021

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**For The Year Ended December 31, 2020**

<u>Federal Grantor/Pass-through Grantor/ Program or Cluster Title</u>	<u>Grant Number/ Pass Through Grant Number</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
<b>Grant Fund:</b>			
US Department of Justice:			
COVID-19 - Byrne Criminal Justice Innovation Program		16.034	\$ 53,353.14
Coronavirus Emergency Supplemental Funding			14,953.00
2019 Edward Byrne Memorial Justice Assistance Grant	2018-H3518-NJ-DJ	16.738	<u>14,953.00</u>
Total US Department of Justice			<u>68,306.14</u>
US Department of Transportation:			
Pipeline and Hazardous Materials Safety Administration			
Passed Through the NJ State Police			
NJSP HMEP Training Grant	HM-HMP-0560-16	20.703	30,595.73
Total US Department of Transportation			<u>30,595.73</u>
US Department of the Treasury:			
COVID-19 - CARES Act - Coronavirus Relief Fund		21.019	84,289.25
Total Department of the Treasury			<u>84,289.25</u>
US Environmental Protection Agency:			
Brownfield Hazardous Assessment		66.818	10,316.61
Brownfields Assessment	96277216/9627416	66.818	4,602.83
Total Environmental Protection Agency			<u>14,919.44</u>
US Department of Health and Human Services:			
Passed Through the County of Monmouth:			
Senior Citizens - Title III Part B	DOAS17AAA015	93.044	8,005.39
Total Department of Health and Human Services			<u>8,005.39</u>
Total Grant Fund			<u>\$ 206,115.95</u>
<b>Trust Fund:</b>			
US Department of Justice			
Asset Forfeiture Program	N/A	16.922	\$ 24,936.62
Total US Department of Justice			<u>24,936.62</u>
Total Trust Fund			<u>\$ 24,936.62</u>
<b>General Capital Fund:</b>			
US Department of Homeland Security:			
Federal Emergency Management Agency (FEMA)			
Passed Through - NJ Department of Law and Public Safety:			
NJ State Police Office of Emergency Management			
Pre-Disaster Mitigation - Competitive Grant (PDMC)			
NJ OEM - Hazard Mitigation Grant Program:			
Federal Emergency Management Assistance -			
Federal			
			\$ 450,000.00
Total Department of Homeland Security			<u>450,000.00</u>
Total General Capital Fund			<u>\$ 450,000.00</u>

The accompanying notes are an integral part of this schedule.

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH  
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2020

<u>Federal Grantor/Pass-through Grantor/ Program or Cluster Title</u>	<u>Grant Number/ Pass Through Grant Number</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
<b>Sewer Capital Fund:</b>			
US Environmental Protection Agency:			
Passed Through the NJ Department of Environmental Protection:			
NJEIT Fund Loan	2-00007-410009	66.458	\$ 491,377.23
Total Environmental Protection Agency			<u>491,377.23</u>
Total Sewer Capital Fund			<u>491,377.23</u>
Total Federal Awards			<u>\$ 1,172,429.80</u>
<b>Department Totals</b>			
US Department of Justice			\$ 93,242.76
US Department of Transportation			30,595.73
US Department of the Treasury			84,289.25
US Environmental Protection Agency			506,296.67
US Department of Health and Human Services			8,005.39
US Department of Homeland Security			450,000.00
Total Federal Awards			<u>\$ 1,172,429.80</u>

The accompanying notes are an integral part of this schedule.



**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**For The Year Ended December 31, 2020**

State Grantor/Pass-through Grantor/Program	State Account Number or Other Identifying Number	Grant Period	Grant/Loan Award	State Expenditures	Cumulative Expenditures
<b>Grant Fund:</b>					
NJ Department of Environmental Protection:					
Clean Communities Program	042-4900-765-004	Open	\$ 66,442.11	\$ 9,858.76	\$ 66,442.11
Clean Communities Program	042-4900-765-004	Open	63,505.49	25,603.26	63,505.49
Clean Communities Program	042-4900-765-004	Open	70,877.52	43,143.71	70,877.52
Clean Communities Program	042-4900-765-004	Open	64,062.94	61,530.25	61,530.25
Hazardous Discharge Site Remediation - Childnese	042-4815-516-003	Open	193,092.36		145,588.49
Hazardous Discharge Site Remediation - Welsh Farms	042-4815-516-003	Open	60,320.00	145.00	57,334.65
2020 Recycling Tonnage Grant	042-4910-100-224	Open	50,333.81		
2019 Recycling Tonnage Grant	042-4910-100-224	Open	38,429.07		
2018 Recycling Tonnage Grant	042-4910-100-224	Open	39,391.69		18,653.00
2017 Recycling Tonnage Grant	042-4910-100-224	Open	31,198.70		
2016 Recycling Tonnage Grant	042-4910-100-224	Open	36,443.44	36,443.44	36,443.44
2015 Recycling Tonnage Grant	042-4910-100-224	Open	55,922.82	19,246.11	39,640.85
Total NJ Department of Environmental Protection			<u>770,019.95</u>	<u>195,970.53</u>	<u>560,015.80</u>
NJ Department of Law and Public Safety:					
Division of Criminal Justice					
2020 Body Armor Replacement Fund	066-1020-718-001	Open	7,046.89		
2019 Body Armor Replacement Fund	066-1020-718-001	Open	7,688.90		584.39
2018 Body Armor Replacement Fund	066-1020-718-001	Open	6,730.37		6,730.37
Total Division of Criminal Justice			<u>21,466.16</u>		<u>7,314.76</u>
Division of Highway Traffic Safety:					
Drunk Driving Enforcement Fund	066-6400-100-078	Open	20,325.95		
Drunk Driving Enforcement Fund	066-6400-100-078	Open	33,574.33	10,843.50	20,394.36
2019 Pedestrian Safety Grant	066-1160-100-131	7/1/2018-5/31/2019	870.00		870.00
Total NJ Division of Highway Traffic Safety			<u>54,770.28</u>	<u>10,843.50</u>	<u>21,264.36</u>
Total NJ Department of Law and Public Safety			<u>76,236.44</u>	<u>10,843.50</u>	<u>28,579.12</u>
NJ Governor's Council on Alcoholism					
FY 2020 Municipal Alliance on Alcoholism and Drug Abuse	Not Available	7/1/20 - 6/30/21	57,084.00		
FY 2019 Municipal Alliance on Alcoholism and Drug Abuse	Not Available	7/1/19 - 6/30/20	63,915.00	15,152.83	50,149.73
Total NJ Governor's Council on Alcoholism			<u>120,999.00</u>	<u>15,152.83</u>	<u>50,149.73</u>

The accompanying notes are an integral part of this schedule.

**TOWNSHIP OF NEPTUNE**  
**COUNTY OF MONMOUTH**  
**STATE OF NEW JERSEY**

**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE**  
**For The Year Ended December 31, 2020**

<u>State Grantor/Pass-through Grantor/Program</u>	<u>State Account Number or Other Identifying Number</u>	<u>Grant Period</u>	<u>Grant/Loan Award</u>	<u>State Expenditures</u>	<u>Cumulative Expenditures</u>
<b>NJ Department of Health and Senior Services:</b>					
Alcohol Education Rehabilitation and Enforcement Fund (AEI)	098-9735-760-001	Open	56,324.01	250.00	1,205.00
Total Department of Health and Senior Services			<u>56,324.01</u>	<u>250.00</u>	<u>1,205.00</u>
Total State Awards Grant Fund			<u>\$ 1,023,579.40</u>	<u>\$ 222,216.86</u>	<u>\$ 639,949.65</u>
<b>General Capital Fund:</b>					
NJ Department of Transportation					
New Jersey Municipal Aid (TTF)	078-6320-480-ALW-6010	Open	\$ 209,408.28	\$ 185,310.87	\$ 185,310.87
Total NJ Department of Transportation			<u>209,408.28</u>	<u>185,310.87</u>	<u>185,310.87</u>
NJ Department of Environmental Protection:					
Green Acres Grant					857,435.50
Green Acres Loan	042-4800-533-002	N/A	1,506,228.72	614,039.57	614,039.57
Total NJ Department of Environmental Protection			<u>1,506,228.72</u>	<u>614,039.57</u>	<u>1,471,475.07</u>
Total State Awards General Capital Fund			<u>\$ 1,715,637.00</u>	<u>\$ 799,350.44</u>	<u>\$ 1,656,785.94</u>
<b>Sewer Capital Fund:</b>					
NJ Department of Environmental Protection					
NJEIT Loan	2-00007-410009	Open	\$ 315,000.00	\$ 200,000.00	\$ 200,000.00
Total NJ Department of Environmental Protection			<u>315,000.00</u>	<u>200,000.00</u>	<u>200,000.00</u>
Total State Awards Sewer Capital Fund			<u>\$ 315,000.00</u>	<u>\$ 200,000.00</u>	<u>\$ 200,000.00</u>
<b>Marina Capital:</b>					
NJ Department of Environmental Protection:					
Hazardous Discharge Site Remediation Fund	N/A	Open	\$ 169,000.00	\$ 25,707.46	\$ 137,352.04
Total NJ Department of Environmental Protection			<u>169,000.00</u>	<u>25,707.46</u>	<u>137,352.04</u>
Total State Awards Marina Capital Fund			<u>\$ 169,000.00</u>	<u>\$ 25,707.46</u>	<u>\$ 137,352.04</u>
Total State Awards			<u>\$ 3,223,216.40</u>	<u>\$ 1,247,274.76</u>	<u>\$ 2,634,087.63</u>

The accompanying notes are an integral part of this schedule.

**TOWNSHIP OF NEPTUNE**  
COUNTY OF MONMOUTH  
STATE OF NEW JERSEY

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
For The Year Ended December 31, 2020

<u>State Grantor/Pass-through Grantor/Program</u>	<u>State Account Number or Other Identifying Number</u>	<u>Grant Period</u>	<u>Grant/Loan Award</u>	<u>State Expenditures</u>	<u>Cumulative Expenditures</u>
Departments/Board					
NJ Department of Environmental Protection				\$ 1,035,717.56	
NJ Department of Law and Public Safety				10,843.50	
NJ Department of Transportation				185,310.87	
NJ Department of State				15,152.83	
NJ Department of Health and Senior Services				250.00	
Total Departments				<u>\$ 1,247,274.76</u>	

The accompanying notes are an integral part of this schedule.

**TOWNSHIP OF NEPTUNE**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND**  
**SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE FOR THE**  
**YEAR ENDED DECEMBER 31, 2020**

**NOTE 1 BASIS OF PRESENTATION**

The accompanying schedules of expenditures of state financial assistance and schedule of expenditures of federal awards include all award activity of the Township of Neptune under programs of the State of New Jersey and the federal government for the year ended December 31, 2020. The information in these schedules is presented in accordance with the requirements of New Jersey OMB Circular 15-08. Because the schedules present only a selected portion of the operations of the Township, it is not intended to and does not represent the fund balance and changes in fund balance of the Township.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. This basis of accounting is described in note 1 to the financial statements. Such expenditures are recognized following the cost principles contained in the New Jersey OMB Circular 15-08, and Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**NOTE 3 INDIRECT COST RATE**

The Township has elected not to use the 10-percent de-minimis indirect cost rate allowed under the Uniform Guidance.

**NOTE 4 RELATIONSHIP TO THE FINANCIAL STATEMENTS**

Amounts reported in the accompanying schedules agree with amounts reported in the Township's financial statements.

	<u>Federal (SEFA)</u>	<u>State (SESFA)</u>	<u>Total</u>
Expenditures:			
Grant Fund	\$ 206,115.95	\$ 222,216.86	\$ 428,332.81
Trust Fund	24,936.62		24,936.62
General Capital Fund	450,000.00	185,310.87	635,310.87
Marina Capital Fund		25,707.46	25,707.46
Total fund expenditures	<u>681,052.57</u>	<u>433,235.19</u>	<u>1,114,287.76</u>
Loans (beginning balance):			
General Capital		614,039.57	614,039.57
Sewer Capital	491,377.23	200,000.00	691,377.23
Total Loans	<u>491,377.23</u>	<u>814,039.57</u>	<u>1,305,416.80</u>
Total Schedule of Awards	<u>\$ 1,172,429.80</u>	<u>\$ 1,247,274.76</u>	<u>\$ 2,419,704.56</u>

**TOWNSHIP OF NEPTUNE  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE FOR THE  
YEAR ENDED DECEMBER 31, 2020**

**NOTE 5 LOAN BALANCES**

The Townships loans outstanding at December 31, 2020 are as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Green Acres		\$ 533,976.20	\$ 533,976.20
NJEIT - Trust		185,000.00	185,000.00
NJEIT - Fund	<u>\$ 442,239.53</u>	<u>                    </u>	<u>442,239.53</u>
	<u>\$ 442,239.53</u>	<u>\$ 718,976.20</u>	<u>\$ 1,161,215.73</u>

**TOWNSHIP OF NEPTUNE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

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

**Financial Statements Section**

Type of auditor's report issued on whether the financial Statements audited were prepared in accordance with:  
GAAP  
Regulatory Basis (described in Note 1)

Adverse  
Unmodified

Internal control over financial reporting:

Material weakness identified? \_\_\_\_\_ Yes   X   No

Significant deficiency(ies) identified?   X   Yes \_\_\_\_\_ None reported

Noncompliance material to financial statements noted? \_\_\_\_\_ Yes   X   No

**a) Federal Awards**

Internal Control over major programs:

Material weakness(es) identified? \_\_\_\_\_ Yes   X   No

Significant deficiency(ies) identified? \_\_\_\_\_ Yes   X   None reported

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

Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance? \_\_\_\_\_ Yes   X   No

Identification of major state programs:

Name of Federal Program or Cluster

New Jersey Environmental Infrastructure Trust – Fund Loan - CFDA# 66.458

Dollar threshold used to distinguish between Type A and Type B programs:

\$750,000.00

Auditee qualified as low risk auditee? \_\_\_\_\_ Yes   X   No

**TOWNSHIP OF NEPTUNE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**b) State Awards**

Internal Control over major programs:

Material weakness(es) identified? \_\_\_\_\_ Yes   X   No

Significant deficiency(ies) identified? \_\_\_\_\_ Yes   X   None reported

Type of auditor’s report issued on compliance for major state programs:   Unmodified  

Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB’s 15-08? \_\_\_\_\_ Yes   X   No

Identification of major state programs:

Name of State Program or Cluster

Green Acres – Various loans and Grant  
Department of Transportation – Municipal Aid - TTF

Dollar threshold used to distinguish between Type A and Type B programs:   \$750,000.00  

Auditee qualified as low risk auditee? \_\_\_\_\_ Yes   X   No

**TOWNSHIP OF NEPTUNE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**Section II – Financial Statement Findings**

**None**



**TOWNSHIP OF NEPTUNE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**Section III – Summary Schedule of Prior Year Findings**

**Finding 2019 – 001**

This finding has been corrected.

**TOWNSHIP OF NEPTUNE**

**COUNTY OF MONMOUTH**

**PART III**

**FOR THE YEAR ENDED DECEMBER 31, 2020**

**TOWNSHIP OF NEPTUNE  
SCHEDULE OF COMMENTS AND RECOMMENDATIONS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**Other Comments**

None

## GENERAL COMMENTS

### Contracts and Agreements Required To Be Advertised for N.J.S. 40A:11-4

N.J.S. 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 therefor, except as is provided otherwise in this act or specifically by any other law”.

The Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the Township Counsel’s opinion should be sought before a commitment is made.

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

- New Public Works/OEM Facility
- Shark River Municipal Marina Sidewalk Improvements
- Improvements to Oxonia and Anelve Avenues
- North Riverside Drive Improvements
- Drainage improvements on Cliffwood Drive and Highland Avenue

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

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

Our examination of expenditures did not reveal individual payments in excess of the bid threshold “for the provision or performance of any goods or services” other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provision of N.J.S. 40A:11-6.

### Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1

N.J.S. 40A:11-6.1 states, “For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in N.J.S. 40A:11-6.1 states, “For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered”.

**GENERAL COMMENTS (continued)**

**Collection of Interest on Delinquent Tax, Assessments and Sewer Charges**

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

The Governing Body, on January 1, 2020, adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

WHEREAS, R.S. 54:4-67 permits the governing body of each municipality to fix the rate of interest to be charged for non-payment of taxes or assessments subject to any abatement or discount for the late payment of taxes as provided by law; and,

WHEREAS, R.S. 54:4-67 has been amended to permit the fixing of said rate of 8% per annum on the first \$1,500.00 of delinquency and 18% per annum on any amount in excess of \$1,500.00 and allows an additional penalty of 6% be collected against any delinquency in excess of \$10,000 on properties that fail to pay the delinquency prior to the end of the calendar year;

NOW, THEREFORE, BE IT RESOLVED, by the Township of Neptune, County of Monmouth, State of New Jersey, as follows:

1. Tax Collector is hereby authorized and directed to charge 8% per annum on the first \$1,500.00 of taxes becoming delinquent after due date and 18% per annum on any amount of taxes in excess of \$1,500.00 becoming delinquent after due date and if a delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31st, an additional penalty of 6% shall be charged against the delinquency.

2. Any payment received after the prescribed grace period will be charged interest in the above manner from the original due date.

Sewer utility delinquencies are charged interest at the rate of 8% per annum on the first \$1,500.00 of sewer utility charges delinquent after due date and 18% per annum on any amount of charges in excess of \$1,500.00 becoming delinquent after due date.

**Tax Sale**

The last tax sale was held on April 2, 2020.

**TOWNSHIP OF NEPTUNE - COUNTY OF MONMOUTH**

**OFFICIALS IN OFFICE AND SURETY BONDS**

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

<u>Name</u>	<u>Title</u>
Robert Lane, Jr.	Mayor
Kevin B. McMillan	Deputy Mayor
Carol Rizzo	Committeewoman
Dr. Michael Brantley	Committeeman
Nicholas Williams	Committeeman
Vito D. Gadaleta	Business Administrator
Michael J. Bascom	Tax Collector, Chief Financial Officer, Sewer Rent Collector, Tax Search Officer
Richard J. Cuttrell	Township Clerk
Gene Anthony	Township Attorney
Robin T. Wernik	Municipal Court Judge
Ursula Postell	Court Administrator

All employees listed above are covered by a dishonesty Public Employees' Blanket Bond, in the amount of \$1,000,000 per employee, written by the Garden State Municipal Joint Insurance Fund.

Appreciation

I express my appreciation for the cooperation received from the Township Officials and Employees and the courtesies extended during the course of the audit.

Very truly yours,

*Charles J. Fallon CPA RMA*

Charles J. Fallon  
Registered Municipal Accountant #506

For the Firm  
FALLON & COMPANY LLP