REPORT OF AUDIT

BOROUGH OF OGDENSBURG

COUNTY OF SUSSEX

DECEMBER 31, 2021

BOROUGH OF OGDENSBURG, N.J.
YEAR ENDED DECEMBER 31, 2021
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BOROUGH OF OGDENSBURG

PART I

REPORT OF AUDIT ON FINANCIAL STATEMENTS

AND SUPPLEMENTAL DATA

YEAR ENDED DECEMBER 31, 2021

WIELKOTZ & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of the Borough Council
Borough of Ogdensburg
Ogdensburg, New Jersey 07439

Report on the Financial Statements

Adverse Opinion on U.S. Generally Accepted Accounting Principles

We have audited the accompanying balance sheets – regulatory basis of the various funds and account group of the Borough of Ogdensburg in the County of Sussex, as of December 31, 2021 and 2020, the related statement of operations and changes in fund balance – regulatory basis for the years then ended, and the related statement of revenues -regulatory basis and the statement of expenditures – regulatory basis of the various funds for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

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 accompanying financial statements referred to above do not present fairly the financial position of each fund of the Borough of Ogdensburg as of December 31, 2021 and 2020, or changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") and Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough of Ogdensburg, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse audit opinion.

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

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

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above, present fairly, in all material respects, the regulatory basis balances sheets and account group as of December 31, 2021 and 2020, the regulatory basis statements of operations for the years then ended and the regulatory basis statements of revenues and expenditures – regulatory basis of the various funds for the year ended December 31, 2021 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough of Ogdensburg's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and Government Auditing Standards, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

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

Other Matters

Other Information

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

The supplementary information listed in the table of contents is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance

with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The letter of comments and recommendations section has not been subject to the auditing procedures applied in the audit of the basic financial statements and accordingly, we do not express an opinion or any form of assurance thereon.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 3, 2022 on our consideration of the Borough of Ogdensburg's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Ogdensburg's internal control over financial reporting and compliance.

Steven D. Wielkotz, C.P.A.
Registered Municipal Accountant
No. CR00413

WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

October 3, 2022

Borough of Ogdensburg, N.J.

Comparative Balance Sheet - Regulatory Basis

Current Fund

December 31,

	Ref.	2021	2020
Assets			
Current Fund:			
Cash	A-4	1,932,983.65	1,991,613.41
Change Fund	A-5	100.00	100.00
		1,933,083.65	1,991,713.41
Receivables and Other Assets with Full Reserves:			
Delinquent Taxes Receivable	A-6	152,819.98	143,509.95
Tax Title Liens Receivable	A-7	234,373.04	206,510.90
Property Acquired for Taxes - Assessed Valuation	A-8	2,371,100.00	2,371,100.00
Interfund Receivables:			
Animal Control Trust Fund	A-11	-	782.89
Payroll Fund	A-11	16.92	
Other Trust	A-11	7.67	
General Capital Fund	A-11	171.48	-
Water Operating Fund	A-11	6,437.88	2,998.82
		2,764,926.97	2,724,902.56
		4,698,010.62	4,716,615.97
Federal and State Grant Fund:			
Interfund Receivable:			
Current Fund	A-19	479,673.49	388,309.67
Grants Receivable	A-21	15,301.82	1,035.82
		494,975.31	389,345.49
		5,192,985.93	5,105,961.46

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

Borough of Ogdensburg, N.J.

Comparative Balance Sheet - Regulatory Basis

Current Fund

December 31,

	Ref.	2021	2020
Liabilities, Reserves and Fund Balance			
Current Fund:			
Appropriation Reserves:			
Unencumbered	A-3; A-12	94,671.64	218,207.51
Reserve for Encumbrances	A-14	105,291.97	124,935.30
Due to State of New Jersey:			
Senior Citizen and Veteran Deductions	A-10	327.17	577.17
Interfunds Payable:			
Federal and State Grants	A-11	479,673.49	388,309.67
Other Trust Fund	A-11		5.50
Tax Overpayments	A-13	12,219.17	10,628.01
Reserve for:			
Tax Appeals	A-13	12,061.73	12,061.73
Codification of Ordinance	A-13	200.00	200.00
Accounts Payable	A-13	66,171.52	73,375.52
Prepaid Taxes	A-15	61,813.21	74,329.86
County Taxes Payable	A-16	1,684.04	436.68
Local School District Taxes Payable	A-17	51,057.04	1.04
Regional High School Taxes Payable	A-18	4,500.00	4,500.52
		889,670.98	907,568.51
Reserve for Receivables	Contra	2,764,926.97	2,724,902.56
Fund Balance	A-1	1,043,412.67	1,084,144.90
		4,698,010.62	4,716,615.97
Federal and State Grant Fund:			
Encumbrances Payable	A-20	4,698.60	6,884.28
Appropriated Reserves	A-22	370,731.62	382,461.21
Unappropriated Reserve for Grants	A-23	119,545.09	-
		494,975.31	389,345.49
		5,192,985.93	5,105,961.46

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

Borough of Ogdensburg, N.J.

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

Current Fund

Year Ended December 31,

	Ref.	2021	2020
Revenues and Other Income:			
Fund Balance Utilized	A-2	160,000.00	140,000.00
Miscellaneous Revenue Anticipated	A-2	357,761.96	342,072.87
Receipts from Delinquent Taxes	A-2	143,509.95	201,521.96
Receipts from Current Taxes	A-2	7,136,047.50	7,043,010.87
Non-Budget Revenue	A-2	40,073.99	41,873.34
Other Credits to Income:			
Interfunds Returned	A-11	3,781.71	79,660.48
Statutory Excess-Animal Control Trust Fund	A-11	-	782.89
Unexpended Balance of Appropriation Reserves	A-12	82,855.51	85,145.80
Cancellation of Various Reserves	A-13	-	2,000.00
Total Revenues and Other Income		7,924,030.62	7,936,068.21
Expenditures:			
Budget and Emergency Appropriations:			
Operations - Within "CAPS"			
Salaries and Wages	A-3	1,143,006.00	1,154,241.00
Other Expenses	A-3	1,077,370.00	1,062,509.00
Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS"	A-3	304,810.00	256,757.00
Operations - Excluded From CAPS:			
Other Expenses	A-3	181,594.02	151,760.52
Capital Improvements - Excluded from Caps	A-3	20,000.00	20,000.00
Municipal Debt Service - Excluded from Caps	A-3	135,623.62	112,576.14
Interfund Advances	A-11	6,633.95	3,781.71
County Taxes including Added Taxes	A-16	1,194,782.26	1,160,137.85
Local District School Tax	A-17	2,603,865.00	2,527,782.00
Regional High School Tax	A-18	1,137,078.00	1,237,546.00
Total Expenditures		7,804,762.85	7,687,091.22
Excess (Deficit) Revenue Over Expenditures		119,267.77	248,976.99
Fund Balance, January 1,	A	1,084,144.90	975,167.91
		1,203,412.67	1,224,144.90
Decreased by:			
Fund Balance Utilized as Budget Revenue	A-2	160,000.00	140,000.00
Fund Balance, December 31,	A	1,043,412.67	1,084,144.90

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

Borough of Ogdensburg, N.J.

Statement of Revenues - Regulatory Basis

Current Fund

Year Ended December 31, 2021

	Ref.	Budget	Appropriated by: 40A:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	A-1	160,000.00	-	160,000.00	-
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-9	1,100.00		1,230.20	130.20
Other	A-9	280.00		40.00	(240.00)
Fines and Costs:					
Municipal Court	A-9	5,900.00		8,521.90	2,621.90
Interest and Costs on Taxes	A-9	34,000.00		27,631.76	(6,368.24)
Interest on Investment and Deposits	A-9	15,000.00		10,945.03	(4,054.97)
Consolidated Municipal Property Tax Relief Aid	A-9	17,585.00		17,585.00	-
Energy Receipts Tax	A-9	172,693.00		172,693.00	-
Garden State Trust	A-9	7,111.00		10,951.00	3,840.00
Special Items of General Revenue Anticipated					
With Prior Written Consent of Director of					
Local Government Services:					
Shared Service Agreements:					
CFO - Sussex Borough	A-9	75,876.00		67,231.20	(8,644.80)
Public and Private Revenues:					
Recycling Tonnage Grant	A-21	2,768.25		2,768.25	-
Clean Communities Grant	A-21		5,950.34	5,950.34	-
Body Armor Fund	A-21	868.30		868.30	-
Drunk Driving Enforcement Fund	A-20		8,590.13	8,590.13	
Body-Worn Camera	A-20		14,266.00	14,266.00	
Municipal Alliance	A-20	732.00		732.00	
Uniform Fire Safety Act	A-9	1,900.00		733.85	(1,166.15)
Cable TV Franchise Fee	A-9	7,024.00		7,024.00	-
Total Miscellaneous Revenues	A-1	342,837.55	28,806.47	357,761.96	(13,882.06)
Receipts from Delinquent Taxes	A-1;A-2	184,000.00		143,509.95	(40,490.05)
Subtotal General Revenues		686,837.55	28,806.47	661,271.91	(54,372.11)
Amount to be Raised by Taxes for Support of Municipal Budget-Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	A-2	2,373,944.00		2,427,447.24	53,503.24
Budget Totals		3,060,781.55	28,806.47	3,088,719.15	(868.87)
Non-Budget Revenue	A-1;A-2	-	-	40,073.99	40,073.99
		3,060,781.55	28,806.47	3,128,793.14	39,205.12
		A-3	A-3		

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

Borough of Ogdensburg, N.J.

Statement of Revenues - Regulatory Basis

Current Fund

Year Ended December 31, 2021

Revenue from Collections	A-1;A-6		7,136,047.50
Allocated to School and County Taxes	A-6		4,935,725.26
Balance for Support of Municipal Budget Appropriations			2,200,322.24
Add:			
Appropriated Reserve for Uncollected Taxes	A-3		227,125.00
Amount for Support of Municipal Budget Appropriations	A-2		2,427,447.24
Receipts from Delinquent Taxes:			
Delinquent Taxes			
Taxes Receivable	A-6		143,509.95
			A-2
Analysis of Non-budget Revenues	Ref.		
Miscellaneous Revenues Not Anticipated:			
Revenues Accounts Receivable:			
Clerk	A-9	1,352.00	
Zoning Board	A-9	1,515.00	
Tax Assessor	A-9	20.00	
Board of Health/Registrar of Vital Statistics	A-9	1,835.00	
Police Department	A-9	399.50	
			5,121.50
Senior Citizen and Veterans Admin. Costs Reimb.			
Land Use			
Fire Safety Permit		208.00	
Restitution		164.00	
Fire Prevention		6,300.00	
Garbage Stickers		310.00	
Various Refunds and Miscellaneous		27,970.49	
	A-4		34,952.49
	A-2		40,073.99

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

Borough of Ogdensburg, N. J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2021

General Appropriations	Ref.	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled
General Government:						
Administrative and Executive						
Mayor and Council						
Salaries and Wages		18,000.00	18,000.00	18,000.00	-	-
Other Expenses		8,000.00	3,000.00	2,639.82	360.18	-
Clerk						
Salaries and Wages		59,225.00	59,225.00	59,192.91	32.09	-
Other Expenses		25,955.00	25,955.00	22,697.79	3,257.21	-
Financial Administration						
Salaries and Wages		91,100.00	91,100.00	91,001.78	98.22	-
Other Expenses		10,200.00	10,200.00	9,616.00	584.00	-
Annual Audit		28,000.00	28,000.00	28,000.00	-	-
Computer Services		10,000.00	14,200.00	14,082.90	117.10	-
Collection of Taxes						
Salaries and Wages		7,325.00	7,325.00	7,319.32	5.68	-
Other Expenses		3,375.00	3,375.00	1,203.21	2,171.79	-
Assessment of Taxes						
Salaries and Wages		22,325.00	22,325.00	21,822.16	502.84	-
Other Expenses		3,400.00	3,400.00	3,191.23	208.77	-
Legal Services and Costs						
Other Expenses		53,000.00	63,000.00	62,509.48	490.52	-
Engineering Services and Costs						
Other Expenses		4,600.00	9,600.00	9,487.00	113.00	-

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

Borough of Ogdensburg, N. J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2021

General Appropriations	Ref.	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled
Municipal Land Use Law (N.J.S. 40:55 D-1)						
Planning Board						
Salaries and Wages		14,000.00	14,000.00	11,525.00	2,475.00	-
Other Expenses		15,300.00	10,300.00	6,115.27	4,184.73	-
Police						
Salaries and Wages		674,865.00	672,765.00	670,924.64	1,840.36	-
Other Expenses		35,950.00	35,950.00	33,032.00	2,918.00	-
Emergency Management Services						
Salaries and Wages		1,500.00	1,500.00	1,500.00	-	-
Public Safety:						
Fire						
Other Expenses		26,200.00	26,200.00	25,395.93	804.07	-
First Aid Organization					-	-
Uniform Fire Safety Act (CH. 383, P.L. 1983)						
Fire Official						
Salaries and Wages		4,225.00	1,975.00	1,891.53	83.47	-
Other Expenses		100.00	100.00		100.00	-
Streets and Roads						
Road Repair and Maintenance						
Salaries and Wages		164,590.00	164,590.00	155,020.89	9,569.11	-
Other Expenses		42,075.00	42,075.00	36,510.49	5,564.51	-
Snow Removal						
Salaries and Wages		13,000.00	17,500.00	16,906.23	593.77	-
Other Expenses		56,500.00	53,000.00	41,600.00	11,400.00	-

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

Borough of Ogdensburg, N. J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2021

General Appropriations	Ref.	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled
Sanitation						
Garbage and Trash Removal						
Other Expenses - Contractual		213,300.00	213,300.00	195,525.00	17,775.00	-
Recycling						
Salaries and Wages		1.00	1.00		1.00	-
Other Expenses		3,224.00	24.00		24.00	-
Public Buildings and Grounds						
Miscellaneous Other Expenses		9,500.00	9,500.00	7,604.80	1,895.20	-
Health and Welfare						
Board of Health						
Salaries and Wages		16,000.00	16,000.00	15,583.53	416.47	-
Other Expenses		800.00	800.00	625.74	174.26	-
Recreation and Education;						
Parks and Playgrounds						
Salaries and Wages		10,500.00	10,500.00	7,746.75	2,753.25	-
Other Expenses		22,500.00	16,625.00	6,628.04	9,996.96	-
Utility Expenses						
Electricity		46,000.00	46,000.00	45,684.64	315.36	-
Telephone		24,000.00	24,500.00	23,810.10	689.90	-
Fuel Oil		1,000.00	1,500.00	1,427.95	72.05	-
Gasoline/Diesel Fuel		16,500.00	16,000.00	15,545.06	454.94	-
Natural Gas		12,500.00	12,500.00	10,176.83	2,323.17	-
Municipal Court						
Salaries and Wages		37,750.00	37,750.00	36,358.58	1,391.42	-
Other Expenses		8,745.00	8,745.00	4,500.01	4,244.99	-

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

Borough of Ogdensburg, N. J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2021

General Appropriations	Ref.	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled
Public Defender						
Other Expenses		1.00	1.00		1.00	-
Insurance:						
General Liability		122,000.00	122,000.00	121,947.08	52.92	-
Worker's Compensations		44,500.00	44,500.00	44,149.00	351.00	-
Employee Group Health		218,340.00	218,340.00	217,018.39	1,321.61	-
Surety Bonds		300.00	300.00	300.00	-	-
Health Benefit Waiver		6,780.00	8,880.00	8,833.51	46.49	-
Revenues (N.J.A.C. 5:23-4.17)						
Construction Code Official: Building Inspector						
Salaries and Wages		8,450.00	8,450.00	7,619.28	830.72	-
Unclassified:						
Sick Pay Benefits		5,500.00	5,500.00	5,500.00	-	-
Total Operations Within "CAPS"		2,221,001.00	2,220,376.00	2,127,769.87	92,606.13	-
Detail:						
Salaries and Wages	A-1	1,142,856.00	1,143,006.00	1,122,412.60	20,593.40	-
Other Expenses (Including Contingent)	A-1	1,078,145.00	1,077,370.00	1,005,357.27	72,012.73	-
Deferred Charges and Statutory Expenditures-						
Municipal Within "CAPS"						
Statutory Expenditures						
Contribution to:						
Public Employees Retirement System		48,251.00	48,251.00	46,414.93	1,836.07	-
Social Security System (O.A.S.I.)		88,300.00	88,300.00	88,284.68	15.32	-
Defined Contribution Retirement Program		1,850.00	1,850.00	1,845.46	4.54	-

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

Borough of Ogdensburg, N. J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2021

General Appropriations	Ref.	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled
Police and Firemen's Retirement System		165,783.00	166,408.00	166,407.91	0.09	-
Unemployment Compensation Insurance		1.00	1.00		1.00	-
Total Deferred Charged and Statutory Expenditures - Municipal within "CAPS"	A-1	304,185.00	304,810.00	302,952.98	1,857.02	-
Total General Appropriations for Municipal Purposes within "CAPS"		2,525,186.00	2,525,186.00	2,430,722.85	94,463.15	-
Operations - Excluded From "CAPS"						
Declared State of Emergency Costs for Coronavirus Response:						
Salaries and Wages					-	
Other Expenses					-	
Total Other Operations - Excluded From Caps		-	-	-	-	-
Interlocal Municipal Service Agreements						
Animal Control "Contractual"		13,335.00	13,335.00	13,334.00	1.00	-
"911" Services "Contractual"		59,025.00	59,025.00	59,001.00	24.00	-
Chief Financial Officer						
Salaries and Wages		54,621.00	54,621.00	54,621.00	-	-
Other Expenses		21,255.00	21,255.00	21,254.51	0.49	-
Total Interlocal Municipal Service Agreements		148,236.00	148,236.00	148,210.51	25.49	-
Public and Private Programs Offset By Revenues						
Recycling Tonnage Grant						
Other Expenses		2,768.25	2,768.25	2,768.25	-	-
Reserve for Clean Communities						
Other Expenses		732.00	732.00	732.00	-	-

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

Borough of Ogdensburg, N. J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2021

General Appropriations	Ref.	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled
Reserve for Body Armor Fund						
Other Expenses		868.30	868.30	868.30	-	-
Matching Funds for Grants						
Municipal Alliance Match		183.00	183.00		183.00	-
Clean Communities						
Other Expenses			5,950.34	5,950.34	-	
Drunk Driving Enforcement Fund						
Other Expenses			8,590.13	8,590.13	-	
Body-Worn Camera Grant						
Other Expenses			14,266.00	14,266.00	-	
Total Public and Private Programs Offset						
By Revenues		4,551.55	33,358.02	33,175.02	183.00	-
Total Operations - Excluded from "CAPS"		152,787.55	181,594.02	181,385.53	208.49	-
Detail:						
Salaries and Wages		54,621.00	54,621.00			
Other Expenses	A-1	98,166.55	126,973.02	181,385.53	208.49	-
Capital Improvements - Excluded From "CAPS"						
Capital Improvement Fund		20,000.00	20,000.00	20,000.00	-	-
Total Capital Improvements Excluded from "CAPS"	A-1	20,000.00	20,000.00	20,000.00	-	-
Municipal Debt Service -Excluded From "CAPS"						
Payment of Bond Anticipation and Capital Notes		96,000.00	96,000.00	96,000.00	-	-
Interest on Notes		16,700.00	16,700.00	16,641.14	-	58.86
NJ DEP Dam Loan Repayments for Principal and Interest		22,983.00	22,983.00	22,982.48	-	0.52
Total Municipal Debt Service-Excluded from "CAPS"	A-1	135,683.00	135,683.00	135,623.62	-	59.38

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

Borough of Ogdensburg, N. J.

Statement of Expenditures - Regulatory Basis

Current Fund

Year Ended December 31, 2021

General Appropriations	Ref.	Budget	Budget After Modification	Paid or Charged	Reserved	Unexpended Balance Canceled
Total General Appropriations - Excluded From "CAPS"		308,470.55	337,277.02	337,009.15	208.49	59.38
Subtotal General Appropriations		2,833,656.55	2,862,463.02	2,767,732.00	94,671.64	59.38
Reserve for Uncollected Taxes		227,125.00	227,125.00	227,125.00	-	-
Total General Appropriations		3,060,781.55	3,089,588.02	2,994,857.00	94,671.64	59.38
	Ref.					
Analysis of Modified Budget						
Adopted Budget	A-2		3,060,781.55			
Appropriation by 40A:4-87	A-2		28,806.47			
			3,089,588.02			
Analysis of Paid or Charged						
Reserve for Uncollected Taxes	A-2			227,125.00		
Reserve for Encumbrances				102,613.54		
Cash Disbursed	A-4			2,665,118.46		
				2,994,857.00		

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

Borough of Ogdensburg, N. J.

Comparative Balance Sheet - Regulatory Basis

Trust Funds

December 31,

	Ref.	2021	2020
Assets			
Animal Control Trust Fund:			
Cash- Treasurer	B-1	6,495.97	6,719.37
Change Fund	B-2	100.00	100.00
Due State Department of Health	B-6	1.80	
		6,597.77	6,819.37
Other Trust Funds:			
Cash	B-1	540,327.36	343,347.03
Interfund Receivable			
Current Fund	B-4		5.50
		540,327.36	343,352.53
		546,925.13	350,166.40
Liabilities, Reserves & Fund Balance			
Animal Control Trust Fund:			
Reserve for Animal Control Trust			
Fund Expenditures	B-3	5,175.60	5,662.40
Interfund - Current Fund	B-5	1,422.17	782.89
Encumbrances Payable	B-8		374.08
		6,597.77	6,819.37
Other Trust Fund:			
Interfund - Current Fund	B-4	24.59	
Other Trust Funds	B-9	540,152.77	343,094.96
Reserve for Encumbrances	B-7	150.00	252.07
		540,327.36	343,347.03
		546,925.13	350,166.40

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

Borough of Ogdensburg, N. J.

Comparative Balance Sheet - Regulatory Basis

General Capital Fund

December 31,

	Ref.	2021	2020
Assets			
Cash	C-2;C-3	798,038.33	844,993.03
Municipal Aid Receivable	C-4	280,534.21	223,000.00
Deferred Charges to Future Taxation			
Funded	C-5	321,636.29	337,941.07
Unfunded	C-6	1,304,966.00	1,335,966.00
		2,705,174.83	2,741,900.10
Liabilities, Reserves and Fund Balance			
Interfund - Current Fund	C-7	171.48	
Capital Improvement Fund	C-8	21,402.93	1,402.93
Improvement Authorizations:			
Funded	C-9	372,727.70	306,201.16
Unfunded	C-9	419,178.29	667,655.17
Encumbrances Payable	C-10	308,850.00	71,491.63
Bond Anticipation Notes	C-11	1,239,000.00	1,335,000.00
DEP Payable	C-12	321,636.29	337,941.07
Fund Balance	C-1	22,208.14	22,208.14
		2,705,174.83	2,741,900.10

Footnote C: There were Bonds and Notes Authorized But Not Issued in the amount of $65,966.00 on December 31, 2021 Per Exhibit C-13

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

Borough of Ogdensburg, N. J.

Comparative Schedule of Fund Balance - Regulatory Basis

General Capital Fund

Year Ended December 31,

	Ref.	2021	2020
Balance - January 1,	C	22,208.14	22,208.14
Balance - December 31,	C	22,208.14	22,208.14

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

Borough of Ogdensburg, N. J.

Comparative Balance Sheet - Regulatory Basis

Water Utility Fund

December 31,

	Ref	2021	2020
Assets			
Operating Fund:			
Cash-Treasurer	D-5	337,480.74	342,150.46
Change Fund	D-7	25.00	25.00
		337,505.74	342,175.46
Interfund Receivable:			
Water Capital Fund	D-10	66.94	-
		66.94	-
Receivables and Inventory with Full Reserves:			
Consumer Accounts	D-8	45,615.48	29,744.75
Inventory	D-9	2,583.00	2,583.00
		48,198.48	32,327.75
Total Operating Fund		385,771.16	374,503.21
Capital Fund:			
Cash	D-5;D-6	314,691.80	274,624.86
Fixed Capital	D-11	4,672,757.37	4,672,757.37
Fixed Capital Authorized and Uncompleted	D-12	879,750.00	879,750.00
Total Capital Fund		5,867,199.17	5,827,132.23
Total Assets		6,252,970.33	6,201,635.44

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

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

Borough of Ogdensburg, N. J.

Comparative Balance Sheet - Regulatory Basis

Water Utility Fund

December 31,

	Ref	2021	2020
Liabilities, Reserves and Fund Balance			
Operating Fund:			
Appropriation Reserves:			
Unencumbered	D-4; D-13	26,259.10	24,291.39
Encumbered	D-4; D-13	21,517.26	33,813.90
Interfund Payable			
Current Fund	D-10	6,437.88	2,998.82
Accrued Interest on Bonds	D-16	23,850.40	23,850.40
Water Overpayments	D-14	3,004.51	3,117.06
		81,069.15	88,071.57
Reserve for Receivables	Contra	48,198.48	32,327.75
Fund Balance	D-1	256,503.53	254,103.89
Total Operating Fund		385,771.16	374,503.21
Capital Fund:			
Interfund Payable:			
Water Operating Fund	D-10	66.94	
Improvement Authorization			
Funded	D-17	92,625.68	92,625.68
Reserve for Capital Outlay	D-18	27,448.18	27,448.18
Capital Improvement Fund	D-19	188,680.00	148,680.00
Reserve for Amortization	D-20	3,985,757.37	3,910,757.37
Reserve for Deferred Amortization	D-21	241,750.00	241,750.00
Bonds Payable	D-22	1,325,000.00	1,400,000.00
Fund Balance	D-2	5,871.00	5,871.00
		5,867,199.17	5,827,132.23
Total Liabilities, Reserves and Fund Balances		6,252,970.33	6,201,635.44

Footnote D: There were no Bonds and Notes Authorized But Not Issued on December 31, 2021.

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

Borough of Ogdensburg, N. J.

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

Water Utility Operating Fund

Year Ended December 31,

	Ref.	2021	2020
Revenue and Other Income Realized:			
Operating Surplus Anticipated	D-1;D-3	42,085.00	37,250.00
Rents	D-3	341,009.27	341,591.40
Interest on Investments	D-3	2,257.63	4,163.78
Water Capital Fund Balance			12,224.78
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-13	44,217.74	11,499.99
Total Income		429,569.64	406,729.95
Expenditures:			
Operating	D-4	209,850.00	218,150.00
Capital Improvements	D-4	40,000.00	40,000.00
Debt Service	D-4	122,800.00	121,025.00
Deferred Charges and Statutory Expenditures	D-4	12,435.00	13,300.00
Total Expenditures		385,085.00	392,475.00
Statutory Excess to Surplus		44,484.64	14,254.95
Fund Balance - January 1,	D	254,103.89	277,098.94
		298,588.53	291,353.89
Decreased by:			
Utilized as Anticipated Revenue	D-1	42,085.00	37,250.00
Fund Balance - December 31,	D	256,503.53	254,103.89

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

D-2

Borough of Ogdensburg, N. J.

Comparative Statement of Fund Balance - Regulatory Basis

Water Utility Capital Fund

Year Ended December 31,

	Ref.	2021	2020
Balance - January 1,	D	5,871.00	18,095.78
Decreased by:			
Anticipated as Item of Revenue			12,224.78
Balance - December 31,	D	5,871.00	5,871.00

D-3

Statement of Revenues - Regulatory Basis

Water Utility Operating Fund

Year Ended December 31, 2021

	Ref.	Anticipated	Realized	Excess (Deficit)
Operating Surplus Anticipated	D-1	42,085.00	42,085.00	-
Rents	D-1;D-8	340,000.00	341,009.27	1,009.27
Interest on Investments	D-1	3,000.00	2,257.63	(742.37)
Budget Totals		385,085.00	385,351.90	266.90
Interest:				
Cash Receipts	D-5		1,213.97	
Interfund - Water Capital Fund	D-10		1,043.66	
			2,257.63	

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

Borough of Ogdensburg, N. J.

Statement of Expenditures - Regulatory Basis

Water Operating Fund

Year Ended December 31, 2021

	Ref.	Appropriated Budget	Budget After Modification	Expended Paid or Charged	Reserved
Operating:					
Salaries and Wages		95,000.00	95,000.00	76,571.98	18,428.02
Other Expenses		114,850.00	114,850.00	107,864.36	6,985.64
Total Operating	D-1	209,850.00	209,850.00	184,436.34	25,413.66
Capital Improvements:					
Capital Improvement Fund		40,000.00	40,000.00	40,000.00	-
Total Capital Improvements	D-1	40,000.00	40,000.00	40,000.00	-
Debt Service:					
Payment of Bond Principal		75,000.00	75,000.00	75,000.00	-
Interest on Bonds		45,735.00	47,800.00	47,800.00	-
Total Debt Service	D-1	120,735.00	122,800.00	122,800.00	-
Deferred Charges and Statutory Expenditures					
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System		7,500.00	7,500.00	7,500.00	-
Social Security System (O.A.S.I.)		6,000.00	3,935.00	3,935.00	-
Defined Contribution Retirement Program		1,000.00	1,000.00	154.56	845.44
Total Deferred Charges and Statutory Expenditures	D-1	14,500.00	12,435.00	11,589.56	845.44
Total Water Utility Appropriations		385,085.00	385,085.00	358,825.90	26,259.10
					D

Analysis of Paid or Charged		
Cash Disbursed	D-5	211,202.88
Interfund - Current Fund	D-10	78,305.76
Encumbrances	D-15	21,517.26
Accrued Interest	D-16	47,800.00
		358,825.90

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

Borough of Ogdensburg, N.J.

Comparative Statement of General Fixed Assets - Regulatory Basis

December 31,

	2021	2020
General Fixed Assets:		
Land	6,695,200.00	6,695,200.00
Buildings	2,369,600.00	2,369,600.00
Machinery and Equipment	2,425,268.00	2,425,268.00
	11,490,068.00	11,490,068.00
Investment in Fixed Assets	11,490,068.00	11,490,068.00

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The financial statements of the Borough of Ogdensburg have been prepared in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") which is a comprehensive basis of accounting other than generally accepted accounting principles. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the Borough accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP.

A. Reporting Entity

The Borough of Ogdensburg (the "Borough") operates under a Mayor/Council form of government. The Borough's major operations include public safety, road repair and maintenance, sanitation, fire protection, recreation and parks, health services, water utility and general administrative services.

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

The Borough has the following funds and account groups:

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

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

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

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

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

Water Operating and Water Capital Fund - This fund is used to account for the operations and acquisition of capital facilities of the municipally owned water utility.

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

Basis of Accounting

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Property Tax Revenues - Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County and School purposes. The bills are mailed annually in June for that calendar year's levy. Taxes are payable in four quarterly installments on February 1, May 1, August 1, and November 1. The amounts of the first and second installments are determined as one quarter of the total tax levied against the property for the preceding year. The installment due the third and fourth quarters is determined by taking the current year levy less the amount previously charged for the first and second installments, with the remainder being divided equally. If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of $1,500. The school levy is turned over to the Board of Education as expenditures are incurred, and the balance, if any, must be transferred as of June 30, of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15 and November 15, to the County by the Borough. When unpaid taxes or any municipal lien, or part thereof, on real property, remains in arrears on the 11th day of the 11th month of the fiscal year levied, the collector in the municipality shall subject to the provisions of the New Jersey Statutes enforce the lien by placing the property on a tax sale. Annual in rem tax foreclosure proceedings are instituted to enforce the tax collection or acquisition of title to the property by the Borough. In accordance with the accounting principles prescribed by the State of New Jersey, current and delinquent taxes are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the taxes receivable and tax title liens that are uncollectible. GAAP requires tax revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Budgets and Budgetary Accounting

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

Animal Control Trust Fund	General Capital Fund
Trust Fund	Water Capital Fund

The governing body shall introduce and approve the annual budget not later than February 10, of the fiscal year. The budget shall be adopted not later than March 20, and prior to adoption must be certified by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Director of the Division of Local Government Services, with the approval of the Local Finance Board may extend the introduction and approval and adoption dates of the municipal budget. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line item level for all operating budgets adopted. Emergency appropriations, those made after the adoption of the budget and determination of the tax rate, may be authorized by the governing body of the municipality. During the last two months of the fiscal year, the governing body may, by a 2/3 vote, amend the budget through line item transfers. Management has no authority to amend the budget without the approval of the Governing Body. Expenditures may not legally exceed budgeted appropriations at the line item level. During 2020, the Governing Body increased the original Current Fund budget for several Special Items of Revenue. Also, several budget transfers were approved by the Governing Body.

Expenditures - Are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with an encumbrance accounting system. Outstanding encumbrances at December 31, are reported as a cash liability in the financial statements. Unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless canceled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmeasured interest on general long-term debt, which should be recognized when due.

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

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

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

Inventories - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets.

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Fixed assets used in Governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets, sidewalks and drainage systems are not capitalized.

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

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

No depreciation has been provided for in the financial statements.

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

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

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

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

Impact of Recently Issued Accounting Principles

Recently Issued and Adopted Accounting Pronouncements

For the year ended December 31, 2018, the Borough adopted Government Accounting Standards Board GASB Statement No. 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. This Statement applies to government employers who provided OPEB plans to their employees and basically parallels GASB Statement 68 and replaces GASB Statement 45. The Statement

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Impact of Recently Issued Accounting Principles (continued)

is effective for periods beginning after June 15, 2017. As a result of adopting this Statement, the Borough was required to measure and disclose liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to their post-employment benefits other than pensions. As a result of the regulatory basis of accounting previously described in note 1, the implementation of this Statement only required financial statement disclosure. There exists no impact on the financial statements of the Borough.

For the year ended December 31, 2021, the Borough adopted the following GASB Statement:

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

C. Basic Financial Statements

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

NOTE 2: BUDGETARY INFORMATION

Under New Jersey State Statutes, the annual budget is required to be a balanced cash basis document. To accomplish this, the municipality is required to establish a reserve for uncollected taxes. The 2021 statutory budget included a reserve for uncollected taxes in the amount of $227,125.00. To balance the budget, the municipality is required to show a budgeted fund balance. The amount of fund balance budgeted to balance the 2021 statutory budget was $160,000.00.

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

NOTE 2: BUDGETARY INFORMATION (CONTINUED)

N.J.S.A. 40A:4-87 permits special items of revenue and appropriations to be inserted into the annual budget when the item has been made available by any public or private funding source and the item was not determined at the time of budget adoption. There was a special item of revenue and appropriation inserted into the budget in 2021 in the amount of $28,806.47.

The municipality may make emergency appropriations, after the adoption of the budget, for a purpose which was not foreseen at the time the budget was adopted or for which adequate provision was not made therein. This type of appropriation shall be made to meet a pressing need for public expenditure to protect or promote the public health, safety, morals or welfare or to provide temporary housing or public assistance prior to the next succeeding fiscal year. Emergency appropriations, except those classified as a special emergency, must be raised in the budgets of the succeeding year. Special emergency appropriations are permitted to be raised in the budgets of the succeeding three or five years. During 2021, the Borough did not have any special emergency appropriations.

NOTE 3: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2021, there were no deferred charges.

NOTE 4: GENERAL FIXED ASSETS

The following schedule is a summary of changes in the general fixed assets account group for the year 2021.

	Balance Dec. 31, 2020	Balance Dec. 31, 2021
Land	$6,695,200.00	$6,695,200.00
Buildings	2,369,600.00	2,369,600.00
Equipment (Including Vehicles)	2,425,268.00	2,425,268.00
	$11,490,068.00	$11,490,068.00

NOTE 5: MUNICIPAL DEBT

Long-term debt as of December 31, 2021 consisted of the following:

	Balance Dec. 31, 2020	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Water Capital Fund:					
Bonds Payable	$1,400,000.00	$	$75,000.00	$1,325,000.00	$75,000.00
Compensated Absences Payable	198,034.54		4,759.93	193,274.61	-0-
Capital Leases	4,732.27		1,150.02	3,582.25	1,228.27
	$1,602,766.81	$0.00	$80,909.95	$1,521,856.86	$76,228.27

(1) Net of days allowed and days used.

The Local Bond Law governs the issuance of bonds and notes to finance capital expenditures. General obligation bonds have been issued for the general capital fund. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Borough are general obligation bonds, backed by the full faith and credit of the Borough. Bond anticipation notes, which are issued to temporarily finance capital projects, must be paid off within ten years and five months or retired by the issuance of bonds.

The Borough's debt is summarized as follows:

	Year 2021	Year 2020	Year 2019
Issued			
General:			
Bonds and Notes	$1,560,636.29	$1,672,941.07	$1,093,513.84
Water Utility:			
Bonds and Notes	1,325,000.00	1,400,000.00	1,475,000.00
Total Issued	2,885,636.29	3,072,941.07	2,568,513.84
Authorized But Not Issued			
General:			
Bonds and Notes	65,966.00	966.00	
Bonds and Notes Issued and Authorized but not Issued	2,951,602.29	3,073,907.07	2,568,513.84
Less:			
Self-Liquidating	1,325,000.00	1,400,000.00	1,475,000.00
Net Debt	$1,626,602.29	$1,673,907.07	$1,093,513.84

NOTE 5: MUNICIPAL DEBT (CONTINUED)

SUMMARY OF STATUTORY DEBT CONDITION - ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of .84%.

	Gross Debt	Deductions	Net Debt
Regional School District Debt	$1,410,000.00	$1,410,000.00	$0.00
Water Utility Debt	1,325,000.00	1,325,000.00	0.00
General Debt	1,626,602.29		1,626,602.29
	$4,361,602.29	$2,735,000.00	$1,626,602.29

Net Debt $1,626,602.29 divided by Average Equalized Valuation Basis per N.J.S.40A:2-2 as amended, $202,852,164.67 = .802%.

SUMMARY OF AVERAGE EQUALIZED VALUATIONS

2021	$202,852,164.67		
2020		$199,097,800.00	
2019			$194,801,255.00

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

3 ½% of Equalized Valuation Basis (Municipal)	$7,099,825.76
Net Debt	1,626,602.29
Remaining Borrowing Power	$5,473,223.47

Cash Receipts from Fees, Rents or Other Charges for Year		$387,484.64
Deductions:		
Operating and Maintenance Cost	$222,285.00	
Debt Service	122,800.00	
Total Deductions		345,085.00
Excess in Revenue/(Deficit)		$42,399.64

Footnote: If there is an "Excess in Revenue," all such utility debt is deductible. If there is a "deficit," then utility debt is not deductible to the extent of 20 times such deficit amount.

NOTE 5: MUNICIPAL DEBT (CONTINUED)

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

The forgoing debt information is in agreement with the Annual Debt Statement filed by the Chief Financial Officer.

An analysis of Long-term debt as of December 31, 2021 consisted of the following:

Paid by Water Utility Fund:

Water Utility Refunding Bonds of 2015 - dated 10/13/15, in the amount of $1,760,000.00. The bond is payable in annual installments through 1/15/36. Interest is paid semi-annually at a rate of 2.00% to 4.00% per annum. The balance as of December 31, 2021 was $1,325,000.00. Outstanding bond principal and interest are paid from the Water Utility Operating Budget of the Borough.

Total Water Utility Capital Bonds and Loans -	$1,325,000.00

Paid by Current Fund:

Heaters Pond Dam Project Loan #EC15-024 - dated 05/07/19, in the amount of $361,797.84. The loan is payable in semi-annual payments through 05/07/38. Interest and principal are paid semi-annually, interest rate is at 2.00%. The balance as of December 31, 2021 was $321,636.29. Outstanding loan principal and interest are paid from the Current Fund Budget of the Borough.

Total Current Fund Budget Loan	$321,636.29

SCHEDULE OF ANNUAL DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT ISSUED AND OUTSTANDING

	General		Water Utility		Total	
Calendar Year	Principal	Interest	Principal	Interest	Principal	Interest
2022	$16,632.51	$6,349.97	$75,000.00	$46,300.00	$91,632.51	$52,649.97
2023	16,966.81	6,015.67	80,000.00	44,650.00	96,966.81	50,665.67
2024	17,307.85	5,674.63	80,000.00	42,850.00	97,307.85	48,524.63
2025	17,655.74	5,326.74	80,000.00	40,750.00	97,655.74	46,076.74
2026-2030	93,746.72	21,165.65	455,000.00	157,675.00	548,746.72	178,840.65
2031-2035	103,554.70	11,357.70	550,000.00	58,000.00	653,554.70	69,357.70
2036-2040	55,771.96	1,684.25	5,000.00	100.00	60,771.96	1,784.25
	$321,636.29	$57,574.61	$1,325,000.00	$390,325.00	$1,646,636.29	$447,899.61

NOTE 6: BOND ANTICIPATION NOTES

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

The following activity related to Bond Anticipation Notes occurred during the calendar year ended December 31, 2021:

	Balance Dec. 31, 2020	Additions	Deletions	Balance Dec. 31, 2021
General Capital:				
Oppenheimer & Co.	$1,335,000.00	$	$96,000.00	$1,239,000.00

General Capital

The Borough has outstanding at December 31, 2021, a bond anticipation note in the amount of $1,239,000.00 payable to Oppenheimer & Co. This note will mature on October 28, 2022 and it is the intent of the Borough Council to renew this note for another one year period. The current interest rate on this note is 1.50%. Principal and interest on this note is paid from the Current Fund Budget of the Borough.

NOTE 7: DUE TO/FROM OTHER FUNDS

Balances due to/from other funds at December 31, 2021 consist of the following:

$479,673.49	Due to Federal and State Grant Fund from Current Fund for receipts and disbursements received in Current Fund for the Federal and State Grant Fund.
7.67	Due from Other Trust Fund to the Current Fund for cash receipt.
6,437.88	Due from Current Fund to Water Operating Fund for various disbursements in Current Fund.
16.92	Due from Payroll Fund to the Current Fund.
66.94	Due from Water Capital Fund to the Water Operating Fund.
171.48	Due from General Capital Fund to the Current Fund.
$486,374.38	

NOTE 8: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2021 and 2020 which were appropriated and included as anticipated revenue in their own respective funds for the years ending December 31, 2021 and 2020 were as follows:

	2021	2020
Current Fund	$160,000.00	$140,000.00
Water Utility Operating Fund	$42,085.00	$37,250.00

NOTE 9: LOCAL AND REGIONAL DISTRICT SCHOOL TAXES

Regulations provide for the deferral of not more than 50% of the annual levy when school taxes are raised for a school year and have not been requisitioned by the School District. The Borough of Ogdensburg has not elected to defer school taxes.

NOTE 10: PENSION PLANS

Description of Plans:

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

Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS. The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 before age 62 with 25 or more years of service credit and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member

NOTE 10: PENSION PLANS (CONTINUED)

Public Employees' Retirement System (PERS) (continued)

Benefits Provided (continued)

can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Police and Firemens' Retirement System (PFRS)

Plan Description

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

Benefits Provided

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

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

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

NOTE 10: PENSION PLANS (CONTINUED)

Police and Firemens' Retirement System (PFRS) (continued)

Defined Contribution Retirement Program

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

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

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

Contribution Requirements

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

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

Year	PERS	PFRS	DCRP
2021	$46,414.93	$166,407.91	$1,845.46
2020	31,145.00	133,628.00	1,792.43
2019	33,582.00	163,859.00	2,624.48

NOTE 10: PENSION PLANS (CONTINUED)

Statement No's 68 and 74 require a state or local government employer to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. However, since the financial statements are prepared on another comprehensive basis of accounting, the net pension liability of the various pension systems is not recorded in the financial statements and is only required to be disclosed in the notes to the financial statements.

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

Public Employees Retirement System (PERS)

At December 31, 2021, the Borough had a liability of $729,605.00 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, actuarially determined. At June 30, 2021, the Borough's proportion was 0.0061588251 percent, which was an increase/(decrease) of 0.0003380814 percent from its proportion measured as of June 30, 2020.

For the year ended December 31, 2021, the Borough recognized pension expense of $60,598.00. At December 31, 2021, deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$11,507.00	$5,223.00
Changes of assumptions	3,800.00	259,744.00
Net difference between projected and actual earnings on pension plan investments	-	192,197.00
Changes in proportion and differences between the Borough's contributions and proportionate share of contributions	397,600.00	876.00
Total	$412,907.00	$458,040.00

NOTE 10: PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS), (continued)

Amounts reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date (June 30, 2021) will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

Year ended June 30:	
2022	($172,155.00)
2023	(122,918.00)
2024	(83,809.00)
2025	(63,000.00)
2026	24.00

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.13, 5.16, 5.21, 5.63, 5.48, 5.57, 5.72, and 6.44 years for 2021, 2020, 2019, 2018, 2017, 2016, 2015 and 2014 amounts, respectively.

Additional Information

Local Group Collective balances net of non-employer (State of New Jersey) balances at June 30, 2021 and June 30, 2020 are as follows:

	June 30, 2021	June 30, 2020
Collective deferred outflows of resources	$1,164,738,169	$2,347,583,337
Collective deferred inflows of resources	8,339,123,762	7,849,949,467
Collective net pension liability	11,846,499,172	16,435,616,426
Borough's Proportion	0.0061588251%	0.0058207437%

NOTE 10: PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS), (continued)

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

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

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Mortality Rates

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

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 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-

NOTE 10: PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS), (continued)

term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

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

Discount Rate

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

NOTE 10: PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS), (continued)

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

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

	June 30, 2021		
	1% Decrease 6.00%	At Current Discount Rate 7.00%	1% Increase 8.00%
Borough's proportionate share of the pension liability	$1,004,166.00	$729,605.00	$510,980.00

Pension Plan Fiduciary Net Position

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

Police and Firemen's Retirement System (PFRS)

The following pension information is as of June 30, 2020 which is the latest information available. This information is eighteen months prior to December 31, 2021. GASB Statement No. 68 requires that the information be no more than twelve months prior to the employer's fiscal year end. No modification of the independent auditor's report is being made since The Division of Local Government Services, Department of Community Affairs, State of New Jersey, is permitting the regulatory basis statements of Municipal, County and Library's to be issued with unmodified opinion's until such time current pension information is available.

At December 31, 2021, the Borough had a liability of $1,917,464.00 for its proportionate share of the PFRS net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, actuarially determined. At June 30, 2020, the Borough's

NOTE 10: PENSION PLANS (CONTINUED)

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

proportion was 0.0148395386 percent, which was an increase/(decrease) of 0.0009714532 percent from its proportion measured as of June 30, 2019.

For the year ended December 31, 2021, the Borough recognized pension expense of $160,298.00. At December 31, 2021, deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference in actual and expected experience	$19,331.00	$6,882.00
Changes of assumptions	4,825.00	514,061.00
Net difference between projected and actual earnings on pension plan investments	112,430.00	-
Changes in proportion and differences between Borough contributions and proportionate share of contributions	178,732.00	308,998.00
Total	$315,318.00	$829,941.00

Amounts reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date (June 30, 2020) will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

Year ended June 30:	
2021	($179,366.00)
2022	(121,050.00)
2023	(49,280.00)
2024	(18,616.00)
2025	(16,043.00)

NOTE 10: PENSION PLANS (CONTINUED)

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

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.90, 5.92, 5.73, 5.59, 5.58, 5.53 and 6.17 years for 2020, 2019, 2018, 2017, 2016, 2015 and 2014 amounts, respectively.

Additional Information

Local Group Collective balances net of non-employer (State of New Jersey) balances at June 30, 2020 and June 30, 2019 are as follows:

	June 30, 2020	June 30, 2019
Collective deferred outflows of resources	$1,601,195,680	$1,198,936,924
Collective deferred inflows of resources	4,191,274,402	4,874,748,912
Collective net pension liability	14,926,648,722	12,237,818,793
Borough's Proportion	0.0148395386%	0.0148395386%

Actuarial Assumptions

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through all future years	3.25-15.25% (based on years of service)
Investment Rate of Return	7.00%

NOTE 10: PENSION PLANS (CONTINUED)

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

Mortality Rates

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

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 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

NOTE 10: PENSION PLANS (CONTINUED)

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

Long-Term Rate of Return, (continued)

long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2021 are summarized in the following table:

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

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NOTE 10: PENSION PLANS (CONTINUED)

Police and Firemen's Retirement System, (continued)

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 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 all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

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

The following presents the collective net pension liability of the participating employers as of June 30, 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 or 1 percentage-point higher than the current rate:

	June 30, 2020		
	1% Decrease 6.00%	At Current Discount Rate 7.00%	1% Increase 8.00%
Borough's proportionate share of the pension liability	$2,945,555.00	$1,917,464.00	$1,608,302.00

Special Funding Situations - PFRS

Under N.J.S.A.43:16A-15, the Borough is responsible for their own PFRS contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the Borough by the State under this legislation is considered to be a special

NOTE 10: PENSION PLANS (CONTINUED)

Police and Firemen's Retirement System, (continued)

Special Funding Situations - PFRS (continued)

funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Accordingly, the Borough's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 68 is zero percent and the State's proportionate share is 100% for PFRS under this legislation.

At December 31, 2021 and 2020, the State proportionate share of the net pension liability attributable to the Borough for the PFRS special funding situation is $297,582 and $297,582, respectively. For the years ended December 31, 2021 and 2020, the pension system has determined the State proportionate share of the pension expense attributable to the Borough for the PFRS special funding situation is $33,725 and $33,725, respectively, which is more than the actual contributions the State made on behalf of the Borough of $22,899 and $22,899, respectively. The State's proportionate share attributable to the Borough was developed based on actual contributions made to PFRS allocated to employers based upon covered payroll. These on-behalf contributions have not been reported on the Borough's financial statements.

Pension Plan Fiduciary Net Position

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

NOTE 11: ACCRUED SICK AND VACATION BENEFITS

The Borough of Ogdensburg permits employees to accrue unused vacation and sick and floating holiday pay, which may be taken as time off or paid upon retirement or separation at an agreed upon rate. It is estimated that the current cost of such unpaid compensation would approximate $165,242.10. This amount is not reported either as an expenditure or liability. The Borough has reserved $34,180.76 from previous budgets to be used to offset this liability and is reflected on the Trust Fund balance sheet. It is expected that the cost of such unpaid compensation would be included in the Borough's budget operating expenditures in the year in which it is used.

NOTE 12: CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Borough's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. As of December 31, 2021, $-0- of the Borough's bank balance of $3,926,129.43 was exposed to custodial credit risk.

Investments

Investment Rate Risk

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

Credit Risk

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

Concentration of Credit Risk

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

NOTE 13: RISK MANAGEMENT

The Borough is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Borough has obtained insurance coverage to guard against these events which will provide minimum exposure to the Borough should they occur. During the 2020 calendar year, the Borough did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

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

Year Ended Dec. 31,	Interest Earnings/ Borough Contributions	Employee Contributions	Amount Reimbursed	Ending Balance
2021	$191.84	$1,819.84	$731.61	$53,302.48
2020	330.57	1,805.62		52,022.41
2019	318.63	1,744.65	168.92	49,886.22

NOTE 14: PUBLIC ASSISTANCE

The Borough of Ogdensburg has elected to have the County of Sussex process all public assistance granted to the residents. Therefore, the Borough of Ogdensburg no longer has a public assistance director.

NOTE 15: LEASES

On August 16, 2019, the Borough entered into a long term lease for the purchase of a Savin Digital Copier. The lease is for a five (5) year term, expiring on September 30, 2024. Principal and interest payments are made in monthly installments of $119.00 on the 1st of each month. The balance remaining is $3,582.25 as of December 31, 2021.

NOTE 15: LEASES (CONTINUED)

The following is a schedule of future minimum lease payments as of December 31, 2021:

Total minimum lease payment	$3,927.00
Less: amount representing interest	314.75
Present Value of net minimum lease payments	$3,582.25

Calendar Year	Principal	Interest	Total Lease Payments
2022	$1,228.27	$199.73	$1,428.00
2023	1,311.84	116.16	1,428.00
2024	1,042.14	28.86	1,071.00
	$3,582.25	$344.75	$3,927.00

NOTE 16: HEALTH INSPECTIONS

The Borough of Ogdensburg has elected to have the County of Sussex, Department of Health, perform all inspections. Therefore, the Borough of Ogdensburg does not have a health inspector.

NOTE 17: TAXES COLLECTED IN ADVANCE

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

	Balance Dec. 31, 2021	Balance Dec. 31, 2020
Prepaid Taxes	$61,813.21	$74,329.86
Cash Liability for Taxes Collected in Advance	$61,813.21	$74,329.86

NOTE 18: OTHER POST EMPLOYMENT BENEFITS (OPEB)

In addition to the pension described in Note 10, the Borough provides post employment health care benefits as part of the State Health Benefits Local Government Retired Employees Plan.

General Information about the OPEB Plan

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

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

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

NOTE 18: OTHER POST EMPLOYMENT BENEFITS (OPEB) (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.

Total OPEB Liability

The following other post employment benefit information is as of June 30, 2020 which is the latest information available. This information is eighteen months prior to December 31, 2021. GASB Statement No. 75 requires that the information be no more than twelve months prior to the employer's fiscal year end. No modification of the Independent Auditor's Report is being made since the Division of Local Government Services, Department of Community Affairs, State of New Jersey, is permitting the regulatory basis financial statements of Municipal, County and Library's to be issued with unmodified opinion's until such time current other post employment benefit information is available.

At December 31, 2021, the Borough had a liability of $1,894,624 for its proportionate share of the non-special funding net OPEB liability. The net OPEB liability was measured as of June 30, 2020 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date. The Borough's proportion of the net OPEB liability was based on a projection of the Borough's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating employers a in the plan. At June 30, 2020 the Borough's proportion was .010557 percent.

For the year ended December 31, 2021, the Borough recognized OPEB expense of $45,715.20. At December 31, 2021, deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$49,903	$352,814
Changes of assumptions	283,376	421,335
Net difference between projected and actual earnings on OPEB plan investments	1,203	-
Changes in proportion	1,847,477	-
Total	$2,181,959	$774,149

NOTE 18: OTHER POST EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

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

Year ended June 30:	
2020	$(101,845)
2021	(101,938)
2022	(102,087)
2023	(102,223)
2024	(69,703)
Thereafter	38,103

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 7.87, 8.05, 8.14 and 8.04 years for 2020, 2019, 2018, and 2017 amounts, respectively.

Actual Assumptions and Other Inputs

The total OPEB liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which rolled forward to June 30, 2020. The total OPEB liability as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

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

NOTE 18: OTHER POST EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Mortality:

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

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

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 seven years. For post-65 medical benefits, the actual fully insured Medicare Advantage trend rates for fiscal year 2021 through 2022 are reflected. The rates used for 2023 and 2024 are 21.83% and 18.53%, respectively, trending to 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long-term trend rate after seven years.

Discount Rate

The discount rate for June 30, 2020 and 2019 was 2.21% and 3.50%, respectively. This represents the municipal bond return rate as chosen by the Division. 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 that 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.

NOTE 18: OTHER POST EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

The following presents the Borough's proportionate share of the net OPEB liability as of June 30, 2020 as well as what the Borough's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1 - percentage point lower or 1 percentage point higher than the current rate:

	June 30, 2020		
	1% Decrease 1.21%	At Current Discount Rate 2.21%	1% Increase 3.21%
Borough's proportionate share of Net OPEB liability	$2,239,846	$1,894,624	$1,621,349

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

The following presents the Borough's proportionate share of the net OPEB liability as of June 30, 2020 as well as what the Borough's proportionate share of the net OPEB liability would be if it were calculated using a healthcare trend rate that is 1- percentage point lower or 1 percentage point higher than the current rate:

	June 30, 2020		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Borough's proportionate share of Net OPEB liability	$1,567,803	$1,894,624	$2,322,600

Special Funding Situation PFRS

In addition to the pension described in Note 10, the Borough does not provide post employment health care benefits as part of the State Health Benefits Local Government Retired Employments Plan. However, benefits are provided as describe below:

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

NOTE 18: OTHER POST EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Special Funding Situation PFRS (continued)

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No, 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan, there is no net OPEB liability, deferred inflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation.

At December 31, 2021, the State's proportionate share of the net OPEB liability attributable to the Borough for the PFRS special funding situation is $1,124,197 and the State's proportionate share of the OPEB expense for the PFRS special funding situation is $(55,963).

NOTE 19: CONTINGENT LIABILITIES

Borough Counsel has advised us of the following:

There is a pending matter that is material to the financial statements, future budgets, and municipal tax rate. Developments in that matter, beyond the control of the Borough, and the prospect of continued litigation in both state and federal courts have led to mutual interest in pursuing settlement discussions between the parties involved through their respective counsel to resolve the matter. Borough Counsel has advised that as of December 31, 2021, the estimated total liability was $403,581.03 attributable to back-pay, payroll taxes and pension costs. It is expected that the Borough will seek approval from the Local Finance Board for a special emergency that will allow any final payment(s) to be paid.

NOTE 20: OTHER MATTERS

On March 9, 2020, Governor Phil Murphy signed Executive Order No. 103 that declared a State of Emergency and Public Health Emergency across all 21 counties in New Jersey in response to address the novel coronavirus (COVID-19) outbreak. At the time of this report, the State of Emergency and Public Health Emergency remains in effect. In efforts to reduce the spread of the virus, many companies and organizations have either reduced staff or closed down, thus creating a potential financial dilemma among many of the taxpayers of the Borough of Ogdensburg. The Borough has identified several risks as a result of this pandemic, including possible delays in the collection of real estate taxes, water utility rents and cash flow shortages as a result of these delayed collections. During 2021, the Borough received reimbursement of health emergency costs associated with the pandemic from the Federal CARES Act funding provided to the State or County Governments.

In addition, during 2021 revenues of the Borough were not materially affected.

NOTE 21: SUBSEQUENT EVENT

On March 11, 2021, President Biden signed the American Rescue Plan Act of 2021 into effect. This plan, among other things, provides direct federal funding to aid county and municipal governments to help offset revenue losses, cover increased costs incurred during the coronavirus pandemic response and to make necessary investments in water, sewer or broadband infrastructure. The estimated amount of federal aid available to the Borough of Ogdensburg is $236,027.59 which will be available for use until December 31, 2024. This amount will be distributed to the Borough in two installments. The first installment within 120 days of the State receiving the funding from the Federal government and the second installment one year after the receipt of the first installment.

The Borough has evaluated subsequent events through October 3, 2022, the date which the financial statements were available to be issued and no other items were noted for disclosure.

SUPPLEMENTARY DATA

BOROUGH OF OGDENSBURG, N.J.
OFFICIALS IN OFFICE AND SURETY BONDS
Year ended December 31, 2021

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

Name	Title
George Hutnick	Mayor
Nelson Alvarez	Councilperson
Anthony Nasisi	Councilperson
Brenda Cowdrick	Councilperson
Alfonse DeMeo	Councilperson
Rachel Slater	Councilperson
Michael Nardini	Councilperson
Robin Hough	Borough Clerk; Registrar of Vital Statistics; Assessment Search Officer
Michel Marceau	Chief Financial Officer
Regina Flammer	Tax Collector
Donna Paiva	Deputy Registrar of Vital Statistics; Deputy Clerk
Kevin Kervatt	Zoning Officer; Fire Subcode Official
Robert McBriar	Attorney
Stephen Gordon	Police Chief
Glenn Gavan	Judge
Bonnie Messina	Adm. of the Court
Jonathan McMeen	Borough Prosecutor
Kathleen Kieb	Tax Assessor
Mike Vreeland	Borough Engineer

Blanket Bond coverage is provided for all officials and employees in the amount of $1,000,000. The coverage type provided by Blanket Bond is for employee theft.

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE

CURRENT FUND

	Year 2021		Year 2020	
	Amount	%	Amount	%
Revenue and Other Income Realized				
Fund Balance Utilized	160,000.00	2.02%	140,000.00	1.76%
Miscellaneous - From Other Than Local Property Tax Levies	357,761.96	4.51%	342,072.87	4.31%
Collection of Delinquent Taxes and Tax Title Liens	143,509.95	1.81%	201,521.96	2.54%
Collection of Current Tax Levy	7,136,047.50	90.06%	7,043,010.87	88.75%
Other Credits to Income	126,711.21	1.60%	209,462.51	2.64%
Total Revenue and Other Income Realized	7,924,030.62	100.00%	7,936,068.21	100.00%
Expenditures				
Budget Expenditures:				
Municipal Purposes	2,862,403.64	36.68%	2,757,843.66	35.88%
Local and Regional School Taxes	1,194,782.26	15.31%	3,765,328.00	48.98%
County Taxes	3,740,943.00	47.93%	1,160,137.85	15.09%
Other Expenditures	6,633.95	0.08%	3,781.71	0.05%
Total Expenditures	7,804,762.85	100.00%	7,687,091.22	100.00%
Statutory Excess to Fund Balance	119,267.77		248,976.99	
Fund Balance, January 1,	1,084,144.90		975,167.91	
	1,203,412.67		1,224,144.90	
Less:				
Utilized as Anticipated Revenue	160,000.00		140,000.00	
Fund Balance, December 31,	1,043,412.67		1,084,144.90	

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE

WATER UTILITY OPERATING FUND

	Year 2021		Year 2020	
	Amount	%	Amount	%
Revenue and Other Income Realized				
Fund Balance Utilized	42,085.00	9.80%	37,250.00	9.16%
Collection of Water Rents	341,009.27	79.38%	341,591.40	83.98%
Other Credits to Income	46,475.37	10.82%	27,888.55	6.86%
Total Revenue and Other Income Realized	429,569.64	100.00%	406,729.95	100.00%
Expenditures				
Budget Expenditures:				
Operating	209,850.00	54.49%	218,150.00	55.58%
Capital Improvements	40,000.00	10.39%	40,000.00	10.19%
Debt Service	120,735.00	31.35%	121,025.00	30.84%
Deferred Charges and Statutory Expenditures	14,500.00	3.77%	13,300.00	3.39%
Total Expenditures	385,085.00	100.00%	392,475.00	100.00%
Statutory Excess to Fund Balance	44,484.64		14,254.95	
Fund Balance, January 1,	254,103.89		277,098.94	
	298,588.53		291,353.89	
Less:				
Utilized as Anticipated Revenue	42,085.00		37,250.00	
Fund Balance, December 31,	256,503.53		254,103.89	

Borough of Ogdensburg

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2021

Federal Grantor/Pass-Through Grantor/ Program Title	Federal C.F.D.A Number	State Award Number	Program or Award Amount	Grant Period To/From	12/31/2020 (Receivable)	12/31/2020 Reserve Balance	Receipts	Expended	12/31/2021 (Receivable)	12/31/2021 Reserve Balance	MEMO Cumulative Total Expenditures
FEDERAL AND STATE GRANT FUND											
U.S. Department of Treasury											
Pass Through New Jersey Department of Community Affairs - Division of Local Government Services											
	21.019	20-100-022-8030-686	13,671.00	3/1/20 to 12/31/20	(13,671.00)	-	13,671.00	-	-	-	13,671.00
	21.027	21-100-022-8030-687	236,027.58	3/1/21-12/31/26	-	-	118,013.79	-	-	118,013.79	118,013.79
			TOTAL FEDERAL AID		(13,671.00)	-	131,684.79	-	-	118,013.79	131,684.79

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

Borough of Ogdensburg

Schedule of Expenditures of State Awards

For the Year Ended December 31, 2020

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From/To	12/31/2019 (Receivable)	12/31/2019 Reserve Balance	Receipts	Expended	12/31/2020 (Receivable)	12/31/2020 Reserve Balance	Cumulative Total Expenditures
FEDERAL AND STATE GRANT FUND										
NJ Department of Environmental Protection:										
Clean Communities	4900-765-4900-004-V42Y-6020	5,246.91	1/1/13-12/31/13	-	214.54	-	(214.54)	-	-	5,246.91
Clean Communities	4900-765-4900-004-V42Y-6020	4,921.26	1/1/14-12/31/14	-	4,921.26	-	(4,921.26)	-	-	4,921.26
Clean Communities	4900-765-4900-004-V42Y-6020	5,979.83	1/1/15-12/31/15	-	5,979.83	-	(5,979.83)	-	-	5,979.83
Clean Communities	4900-765-4900-004-V42Y-6020	6,838.13	1/1/16-12/31/16	-	6,838.13	-	(3,501.16)	-	3,336.97	3,501.16
Clean Communities	4900-765-4900-004-V42Y-6020	5,809.42	1/1/17-12/31/17	-	5,809.42	-	-	-	5,809.42	-
Clean Communities	4900-765-4900-004-V42Y-6020	5,557.02	1/1/18-12/31/18	-	5,557.02	-	-	-	5,557.02	-
Clean Communities	4900-765-4900-004-V42Y-6020	6,202.78	1/1/19-12/31/19	-	6,202.78	-	-	-	6,202.78	-
Clean Communities	4900-765-4900-004-V42Y-6020	5,592.49	1/1/20-12/31/20	-	5,592.49	-	-	-	5,592.49	-
Clean Communities	4900-765-4900-004-V42Y-6020	5,950.34	1/1/21-12/31/21	-	-	5,950.34	-	-	5,950.34	-
				-	41,115.47	5,950.34	(14,616.79)	-	32,449.02	19,649.16
Stormwater Management	N/A	1,250.00	1/1/07-12/31/07	-	1,250.00	-	-	-	1,250.00	-
				-	1,250.00	-	-	-	1,250.00	-
Total NJ Department of Environmental Protection:				-	42,365.47	5,950.34	(14,616.79)	-	33,699.02	19,649.16
NJ Department of Community Affairs:										
Alcohol Education Rehab Fund	9735-760-098-Y900-001-X100-6020	292.93	1/1/18-12/31/18	-	229.32	-	-	-	229.32	63.61
Alcohol Education Rehab Fund	9735-760-098-Y900-001-X100-6020	80.37	1/1/19-12/31/19	-	80.37	-	-	-	80.37	-
				-	309.69	-	-	-	309.69	63.61
Municipal Alliance	N/A	3,493.00	1/1/18-12/31/18	(783.00)	3,190.82	-	(1,512.00)	(783.00)	1,678.82	1,814.18
Municipal Alliance	N/A	3,493.00	1/1/19-12/31/19	(252.82)	3,493.00	-	-	(252.82)	3,493.00	-
Municipal Alliance	N/A	1,395.00	1/1/21-12/31/21	-	-	1,395.00	-	-	1,395.00	-
				(1,035.82)	6,683.82	1,395.00	(1,512.00)	(1,035.82)	6,566.82	1,814.18
Hepatitis B Fund	4230-100-046-4781-241-1002-3890	595.00	1/1/99-12/31/99	-	595.00	-	-	-	595.00	-
State of N.J. Sewer System Grant	N/A	1,000,000.00	1/1/00-12/31/00	-	312,476.29	-	(20,170.52)	-	292,305.77	707,694.23
Total NJ Department of Community Affairs:				(1,035.82)	320,064.80	1,395.00	(21,682.52)	(1,035.82)	299,777.28	765,442.02
NJ Division of Motor Vehicles:										
Drunk Driving Enforcement Fund	6400-100-078-6400-YYYY	813.00	1/1/04-12/31/04	-	722.01	-	(722.01)	-	-	813.00
Drunk Driving Enforcement Fund	6400-100-078-6400-YYYY	1,536.80	1/1/05-12/31/05	-	1,536.80	-	(1,536.80)	-	-	1,536.80
Drunk Driving Enforcement Fund	6400-100-078-6400-YYYY	1,117.12	1/1/06-12/31/06	-	1,117.12	-	(1,117.12)	-	-	1,117.12
Drunk Driving Enforcement Fund	6400-100-078-6400-YYYY	4,000.00	1/1/10-12/31/10	-	4,000.00	-	(2,921.07)	-	1,078.93	2,921.07
Drunk Driving Enforcement Fund	6400-100-078-6400-YYYY	8,590.13	1/1/21-12/31/21	-	-	8,590.13	-	-	8,590.13	
Total NJ Division of Motor Vehicles:				-	7,375.93	8,590.13	(6,297.00)	-	9,669.06	6,387.99
NJ Department of Solid Waste Protection:										
Recycling Tonnage	4900-752-042-4900-001-V42Y-6020	2,246.16	1/1/17-12/31/17	-	1,162.32	-	(1,162.32)	-	-	2,246.16
Recycling Tonnage	4900-752-042-4900-001-V42Y-6020	1,664.06	1/1/18-12/31/18	-	1,664.06	-	(277.68)	-	1,386.38	277.68
Recycling Tonnage	4900-752-042-4900-001-V42Y-6020	2,781.42	1/1/19-12/31/19	-	2,781.42	-	-	-	2,781.42	-
Recycling Tonnage	4900-752-042-4900-001-V42Y-6020	2,781.42	1/1/20-12/31/20	-	2,781.42	-	-	-	2,781.42	-
Recycling Tonnage	4900-752-042-4900-001-V42Y-6020	2,768.25	1/1/21-12/31/21	-	-	2,768.25	-	-	2,768.25	-
Total Department of Environmental Solid Waste Protection:				-	8,389.22	2,768.25	(1,440.00)	-	9,717.47	2,523.84
NJ Department of Law and Public Safety:										
Body-Worn Camera Grant	21-100-066-1020-495	14,266.00	1/1/21-12/31/21	-	-	-	-	(14,266.00)	14,266.00	-
Total Department of Law and Public Safety				-	-	-	-	(14,266.00)	14,266.00	-

Note: This schedule was not subject to an audit in accordance with N.J.OMB Circular 15-08.

Borough of Ogdensburg

Schedule of Expenditures of State Awards

For the Year Ended December 31, 2020

State Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From/To	12/31/2019 (Receivable)	12/31/2019 Reserve Balance	Receipts	Expended	12/31/2020 (Receivable)	12/31/2020 Reserve Balance	Cumulative Total Expenditures
NJ Department of Criminal Justice:										
Body Armor	1020-718-066-1020-001-YC1S-6120	1,045.99	1/1/18-12/31/18	-	865.22	-	(865.22)	-	-	1,045.99
Body Armor	1020-718-066-1020-001-YC1S-6120	1,003.61	1/1/20-12/31/20	-	1,003.61	-	(3.08)	-	1,000.53	3.08
Body Armor	1020-718-066-1020-001-YC1S-6120	1,736.60	1/1/21-12/31/21	-	-	1,736.60	-	-	1,736.60	-
Total NJ Department of Criminal Justice:				-	1,868.83	1,736.60	(868.30)	-	2,737.13	1,049.07
TOAL FEDERAL AND STATE GRANT FUND				(1,035.82)	380,064.25	20,440.32	(44,904.61)	(15,301.82)	369,865.96	795,052.08
GENERAL CAPITAL FUND										
N.J.D.O.T. Municipa Aid - Plant St	19-078-480-6320-ANP	223,000.00	1/1/19-12/31/19	(223,000.00)	219,493.28	135,952.39	(219,493.28)	(87,047.61)	-	223,000.00
N.J.D.O.T. Municipa Aid - Passaic Ave	20-078-480-6320-AN8	135,000.00	1/1/20-12/31/20	-	-	92,813.40	-	(42,186.60)	135,000.00	-
N.J.D.O.T. Municipa Aid - Edison Ave	21-078-480-6320-	151,300.00	1/1/21/12/31/21	-	-	-	-	(151,300.00)	151,300.00	-
TOTAL GENERAL CAPITAL FUND				(223,000.00)	219,493.28	228,765.79	(219,493.28)	(280,534.21)	286,300.00	223,000.00
		TOTAL STATE AID		(224,035.82)	599,557.53	249,206.11	(264,397.89)	(295,836.03)	656,165.96	1,018,052.08

Note: This schedule was not subject to an audit in accordance with N.J.OMB Circular 15-08.

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	2021	2020	2019
Tax Rate:			
General	3.765	3.713	3.649
Apportionment of Tax Rate:			
Municipal	1.222	1.179	1.153
County	.616	.598	.589
Local School	1.342	1.300	1.264
Regional High School	.585	.636	.643

Assessed Valuation

2021	$194,125,400		
2020		$194,446,900.00	
2019			$196,211,278.00

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

Year	Tax Levy	Cash Collections	Percentage of Collections
2021	$7,319,128.94	$7,136,047.50	97.50%
2020	7,222,452.22	7,043,010.87	97.51%
2019	7,161,749.91	6,917,829.07	96.62%

DELINQUENT TAXES AND TAX TITLE LIENS

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

Year	Amount of Delinquent Taxes	Amount of Tax Title Liens	Total Delinquent	Percentage of Tax Levy
2021	$152,819.98	$234,373.04	$387,193.02	5.29%
2020	143,509.95	206,510.90	350,020.85	4.85%
2019	199,830.55	179,046.58	378,877.13	5.29%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

Year	Amount
2021	$2,371,000.00
2020	2,371,000.00
2019	2,371,000.00

COMPARISON OF WATER UTILITY LEVIES

Year	Levy	Collections
2021	$356,880.00	$340,896.72
2020	356,948.69	341,591.40
2019	343,228.78	340,652.23

COMPARATIVE SCHEDULE OF FUND BALANCES

	Year	Balance Dec. 31,	Utilized in Budget of Succeeding Year
Current Fund:	2021	$1,043,412.67	$229,839.00
	2020	1,084,144.90	160,000.00
	2019	975,167.91	140,000.00
	2018	1,075,818.02	140,271.00
	2017	1,138,448.72	169,845.00
Water Utility Operating Fund:	2021	$256,390.98	$49,216.00
	2020	254,103.89	42,085.00
	2019	277,098.94	37,250.00
	2018	258,085.90	37,250.00
	2017	232,388.45	39,300.00

Borough of Ogdensburg, N.J.

Schedule of Cash - Treasurer

Current Fund

Year Ended December 31, 2021

	Ref.		
Balance - December 31, 2020	A		1,991,613.41
Increased by Receipts:			
Miscellaneous Revenue Not Anticipated	A-2	34,955.76	
Taxes Receivable	A-6	7,181,477.59	
Revenue Accounts Receivable	A-9	329,708.44	
Due To State - Senior Citizen and Veteran Deductions	A-10	23,500.00	
Interfunds	A-11	217,427.94	
Various Cash Liabilities and Reserves	A-13	9,827.24	
Prepaid Taxes	A-15	61,813.21	
Grants Receivable	A-21	18,909.02	
			7,877,619.20
			9,869,232.61
Decreased by Disbursements:			
Current Year Budget Appropriations	A-3	2,665,118.46	
Interfunds	A-11	123,206.38	
Appropriation Reserves	A-12	260,287.30	
Various Cash Liabilities and Reserves	A-13	4,214.40	
County Taxes Payable	A-16	1,193,534.90	
Local School District Taxes Payable	A-17	2,552,809.00	
Regional High School Taxes Payable	A-18	1,137,078.52	
			7,936,248.96
Balance - December 31, 2021	A		1,932,983.65

Borough of Ogdensburg, N.J.

Schedule of Cash - Change Fund

Current Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	A	100.00
Balance - December 31, 2021	A	100.00
Analysis of Balance:		
Municipal Court		100.00

Borough of Ogdensburg, N.J.

Schedule of Taxes Receivable and Analysis of Property Tax Levy

Current Fund

Year Ended December 31, 2021

Year	Balance, Dec. 31, 2020	Levy	Added Taxes	Collected 2020	Collected 2021	Senior Citizen and Veteran Deductions	Overpayments Applied	Transferred to Tax Title Liens	Cancelled	Balance, Dec. 31, 2021
2020	143,509.95	-		-	143,509.95	-	-			-
2021	-	7,308,823.46	10,305.48	74,329.86	7,037,967.64	23,750.00	-	26,275.97	3,985.49	152,819.98
	143,509.95	7,308,823.46	10,305.48	74,329.86	7,181,477.59	23,750.00	-	26,275.97	3,985.49	152,819.98
	A			A-2; A-15	A-2; A-4	A-2;A-10		A-7		A

Analysis of Tax Levy

	Ref.		
Tax yield:			
General Purpose Tax			7,308,823.46
Added Tax			10,305.48
			7,319,128.94
Tax Levy:			
County Tax	A-16	1,193,098.22	
Added County Taxes	A-16	1,684.04	
			1,194,782.26
Local District School Tax	A-17		2,603,865.00
Regional High School Tax	A-18		1,137,078.00
	A-2		4,935,725.26
Local Tax for Municipal Purposes		2,373,944.00	
Additional Taxes		9,459.68	
			2,383,403.68
			7,319,128.94

Borough of Ogdensburg, N.J.

Schedule of Tax Title Liens Receivable

Current Fund

Year Ended December 31, 2021

	Ref.		
Balance - December 31, 2020	A		206,510.90
Increased by:			
Transferred from 2021 Taxes Receivable	A-6	26,275.97	
Penalty		1,586.17	
			27,862.14
Balance - December 31, 2021	A		234,373.04

Schedule of Property Acquired for Taxes Assessed Valuation

Current Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	A	2,371,100.00
Balance - December 31, 2021	A	2,371,100.00

Borough of Ogdensburg, N.J.

Schedule of Revenue Accounts Receivable

Current Fund

Year Ended December 31, 2021

	Ref.	Accrued	Collected
Clerk:			
Licenses:			
Alcoholic Beverages	A-2	1,230.20	1,230.20
Other	A-2	40.00	40.00
Miscellaneous Revenue not Anticipated	A-2	1,352.00	1,352.00
Municipal Court :			
Fines and Costs	A-2	8,521.90	8,521.90
Tax Collector:			
Interest and Costs on Taxes	A-2	27,631.76	27,631.76
Interest on Investments and Deposits	A-2	10,945.03	10,945.03
Board of Health / Registrar of Vital Statistics			
Miscellaneous Revenue not Anticipated	A-2	1,835.00	1,835.00
Planning/Zoning			
Miscellaneous Revenue not Anticipated	A-2	1,515.00	1,515.00
Police Department:			
Miscellaneous Revenue not Anticipated	A-2	399.50	399.50
Tax Assessor			
Miscellaneous Revenue not Anticipated	A-2	20.00	20.00
Consolidated Municipal Property Tax			
Relief Aid	A-2	17,585.00	17,585.00
Energy Receipts Tax	A-2	172,693.00	172,693.00
Garden State Trust	A-2	10,951.00	10,951.00
Shared Service - CFO - Sussex Borough	A-2	67,231.20	67,231.20
Uniform Fire Safety Act	A-2	733.85	733.85
Cable TV Franchise Fee	A-2	7,024.00	7,024.00
		329,708.44	329,708.44
			A-4

Borough of Ogdensburg, N.J.

Schedule of Amount Due to State of New Jersey
for Senior Citizens' and Veterans' Deductions - CH. 73 P.L. 1976

Current Fund

Year Ended December 31, 2021

	Ref.		
Balance - December 31, 2020	A		577.17
Increased by:			
State Share of Senior Citizens and			
Veteran Deductions Received in Cash	A-4		23,500.00
			24,077.17
Decreased by:			
Senior Citizens' and Veterans'			
Deductions Per Tax Billing		23,250.00	
Deductions Per Tax Collector		500.00	
	A-6		23,750.00
Balance - December 31, 2021	A		327.17

Borough of Ogdensburg, N.J.

Schedule of Interfunds Receivables/(Payables)

Current Fund

Year Ended December 31, 2021

Fund	Ref.	Due From/(To) Balance Dec. 31, 2020	Increased	Decreased	Due From/(To) Balance Dec. 31, 2021
Federal and State Grants	A	(388,309.67)	136,853.81	45,489.99	(479,673.49)
Animal Control Trust Fund	A	782.89		782.89	-
Other Trust	A	(5.50)	13.17		7.67
Payroll Fund			16.92		16.92
General Capital Fund	A	-	3,097.55	2,926.07	171.48
Water Operating Fund	A	2,998.82	77,446.49	74,007.43	6,437.88
		(384,533.46)	217,427.94	123,206.38	(473,039.54)
		A	A-4	A-4	A
Analysis					
Due From Current Fund		(388,315.17)			(479,673.49)
Due To Current Fund	A-1	3,781.71			6,633.95
		(384,533.46)			(473,039.54)

Borough of Ogdensburg, N.J.

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2021

	Balance, Dec. 31, 2020	Balance after Transfers	Total Paid or Charged	Balance Lapsed
Operations - within "CAPS"				
Mayor and Council				
Other Expenses	3,234.26	3,234.26	2,858.21	376.05
Clerk				
Salaries and Wages	1,891.73	1,891.73		1,891.73
Other Expenses	7,508.50	7,508.50	7,454.16	54.34
Financial Administration				
Salaries and Wages	12.91	12.91		12.91
Other Expenses	6,519.48	6,519.48	6,519.48	-
Annual Audit	26,245.00	26,245.00	23,500.00	2,745.00
Computer Services	527.51	527.51		527.51
Collection of Taxes				
Salaries and Wages	576.60	576.60		576.60
Other Expenses	8.42	8.42		8.42
Assessment of Taxes				
Salaries and Wages	180.52	180.52		180.52
Other Expenses	769.08	769.08	438.86	330.22
Legal Services and Costs				
Other Expenses	6,212.37	6,212.37	6,208.68	3.69
Engineering Services and Costs				
Other Expenses	566.50	566.50	130.00	436.50
Municipal Land Use Law:				
Planning Board				
Salaries and Wages	3,569.93	3,569.93		3,569.93
Other Expenses	6,436.38	6,436.38	4,889.64	1,546.74
Public Safety:				
Police				
Salaries and Wages	60,464.65	60,464.65	57,109.82	3,354.83
Other Expenses	23,451.76	23,451.76	23,361.88	89.88
Fire Official				
Salaries and Wages	5.20	5.20		5.20
Other Expenses	750.00	750.00		750.00
Fire				
Other Expenses	11,026.93	11,026.93	10,168.03	858.90

Borough of Ogdensburg, N.J.

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2021

	Balance, Dec. 31, 2020	Balance after Transfers	Total Paid or Charged	Balance Lapsed
Streets and Roads:				
Road Repairs and Maintenance				
Salaries and Wages	5,984.94	5,984.94	1,000.00	4,984.94
Other Expenses	20,099.94	20,099.94	6,165.18	13,934.76
Snow Removal				
Salaries and Wages	13,265.01	13,265.01	13,000.00	265.01
Other Expenses	46,689.15	46,689.15	35,880.16	10,808.99
Garbage and Trash Removal				
Other Expenses - Contractual	35,550.00	35,550.00	35,550.00	-
Recycling				
Salaries and Wages	61.00	61.00		61.00
Other Expenses	3,399.00	3,399.00		3,399.00
Public Buildings and Grounds				
Other Expenses	1,886.38	1,886.38	1,862.79	23.59
Health and Welfare:				
Board of Health				
Salaries and Wages	1,162.41	1,162.41		1,162.41
Other Expenses	68.37	68.37	4.00	64.37
Recreation and Education:				
Parks and Playgrounds				
Salaries and Wages	3.00	3.00		3.00
Other Expenses	5,947.50	5,947.50	5,564.33	383.17
Utility Expenses:				
Electricity	5,661.49	5,661.49	5,657.55	3.94
Telephone	894.00	894.00	277.60	616.40
Fuel Oil	1,382.11	1,382.11	606.28	775.83
Gasoline/Diesel Fuel	8,431.93	8,431.93	1,476.59	6,955.34
Natural Gas	3,481.72	3,481.72	2,386.72	1,095.00
Municipal Court				
Salaries and Wages	918.27	918.27		918.27
Other Expensess	3,789.72	3,789.72		3,789.72
Public Defender				
Other Expenses	1.00	1.00		1.00
Insurance:				
General Liability	1,444.92	1,444.92		1,444.92
Workers Compensation	396.00	396.00		396.00
Employee Group Health	7,061.50	7,061.50	2,685.38	4,376.12
Health Benefit Waiver	330.91	330.91		330.91

Borough of Ogdensburg, N.J.

Schedule of Appropriation Reserves

Current Fund

Year Ended December 31, 2021

	Balance, Dec. 31, 2020	Balance after Transfers	Total Paid or Charged	Balance Lapsed
Construction Code Official				
Salaries and Wages	10.40	10.40		10.40
Unclassified:				
Sick Pay Benefits	5,500.00	5,500.00	5,500.00	
Deferred Charges and Statutory Expenditures -				
Municipal Within "CAPS":				
Contribution to:				
Public Employees' Retirement System	363.41	363.41		363.41
Social Security System (O.A.S.I.)	242.92	242.92		242.92
Police and Firemen's Retirement System	7.57	7.57		7.57
Unemployment Compensation Ins.	1.00	1.00		1.00
Corona Virus Response:				-
Salaries and Wages	1.00	1.00		1.00
Other Expenses	49.85	49.85	31.96	17.89
Interlocal Municipal Service Agreements				-
911 Services Contractual Services	1.00	1.00		1.00
Other Expenses	9,097.66	9,097.66		9,097.66
Total General Appropriation Reserves	343,142.81	343,142.81	260,287.30	82,855.51
			A-4	A-1

Analysis of Appropriation Reserves	Ref.	
Unencumbered	A	218,207.51
Encumbered	A	124,935.30
		343,142.81

Borough of Ogdensburg, N.J.

Schedule of Various Cash Liabilities and Reserves

Current Fund

Year Ended December 31, 2021

Liabilities and Reserves	Balance Dec. 31, 2020	Increased	Decreased	Balance Dec. 31, 2021
Liabilities:				
Due State of NJ Marriage License Fees	-	425.00	425.00	-
Accounts Payable	73,375.52		7,204.00	66,171.52
Tax Overpayments	10,628.01	3,789.40	2,198.24	12,219.17
Reserves for:				
Tax Appeals	12,061.73			12,061.73
Codification of Ordinances	200.00			200.00
	96,265.26	4,214.40	9,827.24	90,652.42
	A	A-4	A-4	A

A-14

Borough of Ogdensburg, N.J.

Schedule of Reserve for Encumbrances

Current Fund

Year Ended December 31, 2021

	Ref.		
Balance - December 31, 2020	A		124,935.30
Increased by:			
Appropriation Reserve		2,678.43	
Appropriation Payable		102,613.54	
	A		105,291.97
			230,227.27
Decreased by:			
Transferred to Appropriation Reserve	A-12		124,935.30
Balance - December 31, 2021	A		105,291.97

A-15

Schedule of Prepaid Taxes

Current Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	A	74,329.86
Increased by:		
Receipts - Prepaid Taxes	A-4	61,813.21
		136,143.07
Decreased by:		
Applied to 2021 Taxes	A-6	74,329.86
Balance - December 31, 2021	A	61,813.21

A-16

Borough of Ogdensburg, N.J.

Schedule of County Taxes Payable

Current Fund

Year Ended December 31, 2021

	Ref.		
Balance - December 31, 2020	A		436.68
Increased by:			
Levy	A-6	1,193,098.22	
Added and Omitted Taxes	A-6	1,684.04	
	A-1		1,194,782.26
			1,195,218.94
Decreased by:			
Payments	A-4		1,193,534.90
Balance - December 31, 2021	A		1,684.04

A-17

Schedule of Local School District Taxes Payable

Current Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	A	1.04
Increased by:		
Levy- 2021	A-1:A-6	2,603,865.00
		2,603,866.04
Decreased by:		
Payments	A-4	2,552,809.00
Balance - December 31, 2021	A	51,057.04

Borough of Ogdensburg, N.J.

Schedule of Regional High School Taxes Payable

Current Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	A	4,500.52
Increased by:		
Levy- 2021	A-1;A-6	1,137,078.00
		1,141,578.52
Decreased by:		
Payments	A-4	1,137,078.52
Balance - December 31, 2021	A	4,500.00

A-19

Borough of Ogdensburg, N.J.

Schedule of Interfunds Receivable (Payable)

Federal and State Grant Fund

Year Ended December 31, 2021

Fund	Ref.	Balance Dec. 31, 2020	Increased	Decreased	Balance Dec. 31, 2021
Current Fund	A	388,309.67	136,853.81	45,489.99	479,673.49
Encumbrances Payable	A-20			6,884.28	
Grants Receivable	A-21		17,308.72		
Appropriated Grants	A-23		119,545.09	33,605.71	
			136,853.81	40,489.99	

A-20

Schedule of Encumbrances Payable

Federal and State Grant Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	A	6,884.28
Increased by:		
Appropriated Reserve for Grants	A-22	4,698.60
		11,582.88
Decreased by:		
Interfund - Current Fund	A-19	6,884.28
Balance - December 31, 2021	A	4,698.60

Borough of Ogdensburg, N.J.

Schedule of Grants Receivable

Federal and State Grant Fund

Year Ended December 31, 2021

Grant	Balance Dec. 31, 2020	Budget Revenue	Cash Received	Balance Dec. 31, 2021
Recycling Tonnage Grant	-	2,768.25	2,768.25	-
Clean Communities	-	5,950.34	5,950.34	-
Body Armor Fund	-	868.30	868.30	-
Drunk Driving Enforcement Fund		8,590.13	8,590.13	-
Body-Worn Camera Grant		14,266.00		14,266.00
Municipal Alliance on Alcohol and Drug Abuse	1,035.82	732.00	732.00	1,035.82
	1,035.82	33,175.02	18,909.02	15,301.82
	A	A-2		A

	Ref.	
Interfund - Current Fund	A-19	17,308.72
Appropriation Reserv	A-22	1,600.30
		18,909.02

Borough of Ogdensburg, N.J.

Schedule of Appropriated Reserves

Federal and State Grant Fund

Year Ended December 31, 2021

Grant	Balance Dec. 31, 2020	Transfer From 2021 Budget	Expended	Balance Dec. 31, 2021
Municipal Court Alcohol Education and Rehab. Fund	309.69			309.69
Drunk Driving Enforcement Fund	7,375.93	8,590.13	6,297.00	9,669.06
Recycling Tonnage Grant	8,389.22	2,768.25	1,440.00	9,717.47
Municipal Alliance				
State Share	6,683.82	732.00	1,512.00	5,903.82
Local Share	2,396.96			2,396.96
Clean Communities	41,115.47	5,950.34	14,616.79	32,449.02
Body Armor Fund	1,868.83	868.30	868.30	1,868.83
Hepatitis B Fund	595.00			595.00
State of N.J. Sewer System Grant	312,476.29		20,170.52	292,305.77
Stormwater Management	1,250.00			1,250.00
Body-Worn Camera Fund		14,266.00		14,266.00
	382,461.21	33,175.02	44,904.61	370,731.62
	A			A

	Ref.		
Grants Receivable	A-21		1,600.30
Budget Appropriations	A-3	33,175.02	
Interfund - Current Fund	A-19	-	38,605.71
Encumbrances Payable	A-20		4,698.60
		33,175.02	44,904.61

Borough of Ogdensburg, N.J.

Schedule of Unappropriated Reserves for Grants

Federal and State Grant Fund

Year Ended December 31, 2021

Grant	Cash Received	Balance Dec. 31, 2021
ARP Coronavirus Relief LFRF	118,013.79	118,013.79
Municipal Alliance	663.00	663.00
Body Armor Fund	868.30	868.30
	119,545.09	119,545.09
	A-19	A

Borough of Ogdensburg, N. J.

Schedule of Cash

Trust Funds

Year Ended December 31, 2021

	Ref.	Animal Control Trust Fund	Other Trust Funds
Balance - December 31, 2020	B	6,719.37	343,347.03
Increased by Receipts:			
Dog License Fees - Borough	B-3	1,781.60	-
Cat License Fees - Borough	B-3	531.00	
Dog Late Fees	B-3	295.00	
Interest Earned	B-3	29.50	
Dog License Fees - State Share	B-6	383.40	-
Interfund - Current Fund	B-4		30.09
Other Trust Funds	B-9	-	1,994,422.02
Total Receipts		3,020.50	1,994,452.11
		9,739.87	2,337,799.14
Decreased by Disbursements:			
Reserve for Animal Control Trust Fund Expenditures	B-3	1,701.73	-
Interfund - Current Fund	B-5	782.89	-
State Share - Dog Licenses	B-6	385.20	-
Other Trust Funds	B-9	-	1,797,219.71
Reserve for Encumbrances:			
Trust Fund	B-7		252.07
Animal Control Trust Fund	B-8	374.08	-
Total Disbursements		3,243.90	1,797,471.78
Balance - December 31, 2021	B	6,495.97	540,327.36

Borough of Ogdensburg, N. J.

Schedule of Cash - Change Fund

Trust Funds

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	B	100.00
Balance - December 31, 2021	B	100.00
Analysis of Balance:		
Dog Collector		100.00

Borough of Ogdensburg, N. J.

Reserve/(Deficit) for Animal Control Trust Fund Expenditures

Trust Funds

Year Ended December 31, 2021

	Ref.		
Balance - December 31, 2020	B		5,662.40
Increased by:			
Dog License Fees	B-1	1,781.60	
Cat License Fees	B-1	531.00	
Late Fees	B-1	295.00	
Interest Earned	B-1	29.50	
			2,637.10
			8,299.50
Decreased by:			
Reserve for Animal Control Trust Fund Expenditures	B-1	1,701.73	
Statutory Excess	B-5	1,422.17	
			3,123.90
Balance - December 31, 2021	B		5,175.60

License Fees Collected

Year	
2019	2,825.20
2020	2,350.40
	5,175.60

Borough of Ogdensburg, N. J.

Schedule of Interfund Receivable (Payable) - Current Fund

Trust Funds

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	B	5.50
Increased by:		
Receipts	B-1	30.09
Balance - December 31, 2021	B	24.59

B-5

Borough of Ogdensburg, N. J.

Schedule of Interfund Payable - Current Fund

Animal Control Trust Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	B	782.89
Increased by:		
Statutory Excess	B-3	1,422.17
		2,205.06
Decreased by:		
Cash Disbursements	B-1	782.89
Balance - December 31, 2021	B	1,422.17

B-6

Schedule of Due to / (from) State Department of Health

Animal Control Trust Fund

Year Ended December 31, 2021

	Ref.	
Increased by:		
State Fees Collected	B-1	383.40
Decreased by:		
Cash Disbursement	B-1	385.20
Balance - December 31, 2021	B	(1.80)

B-7

Borough of Ogdensburg, N. J.

Schedule of Reserve for Encumbrances

Trust Funds

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	B	252.07
Increased by:		
Charges to Other Trust Reserves	B-9	150.00
		402.07
Decreased by:		
Disbursed	B-1	252.07
Balance - December 31, 2021	B	150.00

B-8

Schedule of Reserve for Encumbrances

Animal Control Trust Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	B	374.08
Decreased by:		
Disbursement	B-1	374.08

Borough of Ogdensburg, N. J.

Schedule of Other Trust Funds

Trust Funds

Year Ended December 31, 2021

	Balance Dec. 31, 2020	Increased	Decreased	Balance Dec. 31, 2021
Reserve for:				
Recreation	4,313.90	6,003.97		10,317.87
Unemployment	52,022.41	2,011.68	731.61	53,302.48
Tax Sale Premiums	22,000.00	40,000.00		62,000.00
Municipal Court P.O.A.A. Fees	68.69			68.69
COAH - RCA - Vernon	144,931.08	90,494.97	25,550.00	209,876.05
Ogdensburg Day	1,264.94	0.60		1,265.54
Memorial Park	13,569.24	1,316.51	5,894.34	8,991.41
Escrow	6,358.95	2,000.00	1,097.80	7,261.15
Police Outside Services	2,163.39	4,378.00	6,213.64	327.75
Public Defender	812.24	0.28	600.00	212.52
Snow Removal/Storm Recovery	38,825.38	40,000.00		78,825.38
Riverview Paving		5,700.00	3,644.00	2,056.00
Accrued Sick and Vacation	22,180.76	71,000.00	59,000.00	34,180.76
Mobile Video Systems	344.50	5.50		350.00
Outside Liens	-	49,122.72	49,122.72	-
Payroll	34,239.48	1,682,393.29	1,645,515.60	71,117.17
	343,094.96	1,994,427.52	1,797,369.71	540,152.77
	B			B

	Ref.		
Cash Receipts	B-1	1,994,422.02	
Cash Disbursements	B-1		1,797,219.71
Encumbrances	B-7		150.00
Interfund Current	B-4	5.50	
		1,994,427.52	1,797,369.71

Borough of Ogdensburg, N. J.

Schedule of Cash

General Capital Fund

Year Ended December 31, 2021

	Ref.		
Balance - December 31, 2020	C		844,993.03
Increased by Receipts:			
Interfund - Current Fund	C-7	171.48	
Capital Improvement Fund	C-8	20,000.00	
NJDOT Receipt	C-4	228,765.79	
			248,937.27
			1,093,930.30
Decreased by Disbursements:			
Improvement Authorizations	C-9	224,400.34	
Reserve for Encumbrances	C-10	71,491.63	
			295,891.97
Balance - December 31, 2021	C		798,038.33

Borough of Ogdensburg, N. J.

Analysis of Cash

General Capital Fund

Year Ended December 31, 2021

	Balance Dec. 31, 2020	Receipts: Budget Appropriations	Receipts: NJDOT Municipal Aid	Receipts: Miscellaneous	Disbursements: Improvement Authorizations	Disbursements: Miscellaneous	Transfers: To	Transfers: (From)	Balance Dec. 31, 2021
Fund Balance	22,208.14								22,208.14
Interfund - Current Fund	-			171.48					171.48
NJDOT Municipal Aid Receivable	(223,000.00)		228,765.79					(286,300.00)	(280,534.21)
Capital Improvement Fund	1,402.93	20,000.00							21,402.93
Encumbrances Payable	71,491.63					71,491.63	308,850.00		308,850.00
Improvement Authorizations									
Ordinance									
01-08 Acquisition of Real Property and the Construction of a Municipal Parking Lot	78,574.20								78,574.20
07-09 Improvements to DPW Garage, Borough Hall and the Gazebo	559.50								559.50
02-12 Various Improvements	81,651.02								81,651.02
01-15 Acquisition of a Backhoe	1,456.08				160.42				1,295.66
02-16 Various Items	5,294.00								5,294.00
02-17 Various Improvements	12,449.10				1,660.42				10,788.68
03-18 Various Improvements	29,165.05				160.42				29,004.63
12-19 Improvements to Plant St	368,493.28				219,992.07				148,501.21
14-19 Various Equipment	280.18				280.18				(0.00)
01-20 Roof Replacement	2,000.00								2,000.00
06-20 Various Public Improvements	392,967.92				310,996.83				81,971.09
14-21 Various Road Improvements							286,300.00		286,300.00
	844,993.03	20,000.00	228,765.79	171.48	533,250.34	71,491.63	595,150.00	(286,300.00)	798,038.33
	C								C

Borough of Ogdensburg, N. J.

Schedule of Municipal Aid Receivable - NJDOT

General Capital Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	C	223,000.00
Increased by:		
Grant Award	C-9	286,300.00
		509,300.00
Decreased by:		
Receipts	C-2	228,765.79
Balance - December 31, 2021	C	280,534.21

Borough of Ogdensburg, N. J.

Schedule of Deferred Charges to Future Taxation - Funded

General Capital Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	C	337,941.07
Decreased by		
Budget Loan Payment	C-12	16,304.78
Balance - December 31, 2021	C	321,636.29

Borough of Ogdensburg, N. J.

Schedule of Deferred Charges to Future Taxation - Unfunded

General Capital Fund

Year Ended December 31, 2021

Ord. No./Date	Improvement Description	Balance Dec. 31, 2020	2021 Authorizations	Notes Paid by Budget Appropriation	Balance Dec. 31, 2021	Analysis of Balance Dec. 31, 2021: Financed by Bond Anticipation Notes	Analysis of Balance Dec. 31, 2021: Unexpended Improvement Authorization
02-12	Various Public Improvements	92,957.00		45,000.00	47,957.00	47,957.00	
01-15	Acquisition of a Backhoe	71,059.00		20,000.00	51,059.00	51,059.00	
02-17	Various Public Improvements	94,700.00		10,000.00	84,700.00	84,700.00	
03-18	Various Public Improvements	249,000.00		21,000.00	228,000.00	228,000.00	
12-19	Improvements to Plant Street	149,000.00			149,000.00	149,000.00	
06-20	Various Public Improvements	679,250.00			679,250.00	678,284.00	966.00
14-21	Various Road Improvements		65,000.00		65,000.00		65,000.00
		1,335,966.00	65,000.00	96,000.00	1,304,966.00	1,239,000.00	65,966.00
		C	C-9	C-11	C	C-11	
						Ref. C-9	419,178.29
	Less: Unexpended Proceeds of Bond Anticipation Notes						
					02-12	81,651.02	
					01-15	1,295.66	
					02-17	10,788.68	
					03-18	29,004.63	
					12-19	148,501.21	
					06-20	81,971.09	
							353,212.29
							65,966.00
							C-14

Borough of Ogdensburg, N. J.

Schedule of Interfund Receivable (Payable) - Current Fund

General Capital Fund

Year Ended December 31, 2021

	Ref.	
Increased by:		
Cash Receipts	C-2	171.48
Balance - December 31,	C	171.48

Borough of Ogdensburg, N. J.

Schedule of Capital Improvement Fund

General Capital Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	C	1,402.93
Increased by:		
2021 Budget Appropriation	C-2	20,000.00
Balance - December 31, 2021	C	21,402.93

Borough of Ogdensburg, N. J.

Schedule of Improvement Authorizations

General Capital Fund

Year Ended December 31, 2021

Ord. No./Date	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2020 Funded	Balance Dec. 31, 2020 Unfunded	2021 Authorizations	Paid or Charged	Balance Dec. 31, 2021 Funded	Balance Dec. 31, 2021 Unfunded
	General Improvements:								
01-08	Acquisition of Real Property and the Construction of a Municipal Parking Lot	10/27/08	200,000.00	78,574.20				78,574.20	
07-09	Improvements to DPW Garage, Borough Hall and the Gazebo	05/26/09	38,000.00	559.50	-			559.50	-
02-12	Various Public Improvements	10/22/12	785,000.00		81,651.02			-	81,651.02
01-15	Acquisition of a Backhoe	02/23/15	89,000.00	-	1,456.08		160.42	-	1,295.66
02-16	Various Items	06/27/16	29,300.00	5,294.00	-			5,294.00	-
02-17	Various Improvements	05/08/17	110,700.00	-	12,449.10		1,660.42	-	10,788.68
03-18	Various Improvements	04/09/18	262,000.00	-	29,165.05		160.42	-	29,004.63
12-19	Improvements to Plant Street	07/08/19	380,000.00	219,493.28	149,000.00		219,992.07	-	148,501.21
14-19	Various Equipment	09/09/19	20,600.00	280.18	-		280.18	-	
01-20	Roof Replacement	02/10/20	12,000.00	2,000.00	-			2,000.00	-
06-20	Various Public Improvements	08/24/20	715,000.00		393,933.92		310,996.83	-	82,937.09
14-21	Various Road Improvements	11/22/21	351,300.00			351,300.00		286,300.00	65,000.00
				306,201.16	667,655.17	351,300.00	533,250.34	372,727.70	419,178.29
				C	C			C	C, C-7

	Ref.		
Cash Disbursed	C-2		224,400.34
Deferred Charges to Future Taxation - Unfunded	C-6; C-13	65,000.00	
Due from NJ DEP	C-4	286,300.00	
Encumbrances Payable	C-10		308,850.00
		351,300.00	533,250.34

Borough of Ogdensburg, N. J.

Schedule of Reserve for Encumbrances

General Capital Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	C	71,491.63
Increased by:		
Charges to Improvement Authorizations	C-9	308,850.00
		380,341.63
Decreased by:		
Cash Disbursements	C-2	71,491.63
Balance - December 31, 2021	C	308,850.00

Borough of Ogdensburg, N. J.

Schedule of Bond Anticipation Notes Payable

General Capital Fund

Year Ended December 31, 2021

Ord. No./Date	Improvement Description	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2020	Decreased	Balance Dec. 31, 2021
02-12	Various Public Improvements	12/06/12	10/30/20	10/29/21	1.25%			-
			10/29/21	10/28/22	1.50%	92,957.00	45,000.00	47,957.00
01-15	Acquisition of a Backhoe	12/04/15	10/30/20	10/29/21	1.25%			-
			10/29/21	10/28/22	1.50%	71,059.00	20,000.00	51,059.00
02-17	Various Public Improvements	12/01/17	10/30/20	10/29/21	1.25%			-
			10/29/21	10/28/22	1.50%	94,700.00	10,000.00	84,700.00
03-18	Various Public Improvements	11/01/18	10/30/20	10/29/21	1.25%			-
			10/29/21	10/28/22	1.50%	249,000.00	21,000.00	228,000.00
12-19	Improvements to Plant Street	11/01/19	10/30/20	10/29/21	1.25%			-
			10/29/21	10/28/22	1.50%	149,000.00		149,000.00
			10/30/20	10/29/21	1.25%			
06-20	Various Public Improvements	10/30/20	10/29/21	10/28/22	1.50%	678,284.00		678,284.00
						1,335,000.00	96,000.00	1,239,000.00
							C-6	C; C-6

Borough of Ogdensburg, N. J.

Schedule of DEP Payable

General Capital Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	C	337,941.07
Decreased by:		
Principal Payment	C-5	16,304.78
Balance - December 31, 2021	C	321,636.29

Borough of Ogdensburg, N. J.

Schedule of Bonds and Notes Authorized But Not Issued

General Capital Fund

Year Ended December 31, 2021

Ord. No./Date	Improvement Description	Balance Dec. 31, 2020	2021 Authorizations	Balance Dec. 31, 2021
	General Improvements:			
06-20	Various Public Improvements	966.00		966.00
14-21	Various Road Improvements		65,000.00	65,000.00
		966.00	65,000.00	65,966.00
			C-9	Footnote C

Borough of Ogdensburg, N. J.

Schedule of Cash

Water Utility Fund

Year Ended December 31, 2021

	Ref.	Operating	Capital
Balance - December 31, 2020	D;D-6	342,150.46	274,624.86
Increased by Receipts:			
Interest on Investments	D-3	1,213.97	66.94
Consumer Accounts/Liens Receivable	D-8	340,896.72	
Interfund - Water Capital	D-10	976.72	
Capital Improvement Fund	D-19		40,000.00
		343,087.41	40,066.94
		685,237.87	314,691.80
Decreased by Disbursements:			
Budget Appropriations	D-4	211,202.88	
Interfund - Current Fund	D-10	74,866.70	
Appropriation Reserves	D-13	13,887.55	
Accrued Interest	D-16	47,800.00	
		347,757.13	-
Balance - December 31, 2021	D;D-6	337,480.74	314,691.80

Borough of Ogdensburg, N. J.

Analysis of Cash

Water Utility Capital Fund

Year Ended December 31, 2021

		Balance Dec. 31, 2020	Receipts: Budget Appropriations	Receipts: Miscellaneous	Balance Dec. 31, 2021
Fund Balance		5,871.00			5,871.00
Capital Improvement Fund		148,680.00	40,000.00		188,680.00
Reserve for Capital Outlay		27,448.18			27,448.18
Interfund - Water Operating Fund		-		66.94	66.94
Ord. No.	**Improvement Authorizations**				
01-99	Various Public Improvements	722.41			722.41
01-10	Various Public Improvements and the acquisition of New Additional or Replacement Equipment	32,626.58			32,626.58
11-11	Replacement of the Pump at Well #3 and the Purchase of Water Meters	930.00			930.00
02-17	Various Water Improvements	22,479.50			22,479.50
01-18	Various Water Improvements	8,914.19			8,914.19
07-19	Various Water Improvements	26,953.00			26,953.00
		274,624.86	40,000.00	66.94	314,691.80
		D;D-5			D;D-5

D-7

Borough of Ogdensburg, N. J.

Schedule of Change Fund

Water Utility Operating Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	D	25.00
Balance - December 31, 2021	D	25.00

D-8

Schedule of Consumer Accounts Receivable

Water Utility Operating Fund

Year Ended December 31, 2021

	Balance Dec. 31, 2020	Charges	Reductions	Balance Dec. 31, 2021
Consumer Accounts Receivable	29,744.75	356,880.00	341,009.27	45,615.48
	D			D
Cash Receipts		D-5	340,896.72	
Overpayments Applied		D-14	112.55	
			341,009.27	
			D-3	

D-9

Schedule of Inventory

Water Utility Operating Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	D	2,583.00
Balance - December 31, 2021	D	2,583.00

Borough of Ogdensburg, N. J.

Schedule of Interfund Accounts Receivable (Payable)

Water Utility Fund

Year Ended December 31, 2021

	Ref.	Water Operating Fund: Water Capital Fund	Water Operating Fund: Current Fund	Water Capital Fund: Water Operating Fund
Balance - December 31, 2020	D		(2,998.82)	
Increased by:				
Cash Received	D-5			1,043.66
Interest Earned	D-3	1,043.66		
Appropriations	D-4		78,305.76	
		1,043.66	78,305.76	1,043.66
		1,043.66	(81,304.58)	(1,043.66)
Decreased by:				
Accrued Interest				
Cash Disbursed	D-5		74,866.70	976.72
Cash Received	D-5	976.72		
		976.72	74,866.70	976.72
Balance - December 31, 2021	D	66.94	(6,437.88)	(66.94)

Borough of Ogdensburg, N. J.

Schedule of Fixed Capital

Water Utility Capital Fund

Year Ended December 31, 2021

Description	Balance Dec. 31, 2020	Balance Dec. 31, 2021
Distribution, Mains and Accessories	3,442,936.01	3,442,936.01
Meters, Water Boxes and Vaults	225,312.57	225,312.57
Hydrants and Cisterns	3,398.71	3,398.71
Land, Plant and General Equipment	319,968.94	319,968.94
Organization and Engineering	2,136.14	2,136.14
Water Storage Tank	350,000.00	350,000.00
Acquisition of Water Utility Truck and Snow Plow	40,672.07	40,672.07
Acquisition of New Backhoe	24,000.00	24,000.00
Improvements to Well	102,500.00	102,500.00
Improvements to Kennedy Avenue	1,918.09	1,918.09
Various Public Improvements	159,914.84	159,914.84
	4,672,757.37	4,672,757.37
	D	D

Borough of Ogdensburg, N. J.

Schedule of Fixed Capital Authorized and Uncompleted

Water Utility Capital Fund

Year Ended December 31, 2021

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance, Dec. 31, 2020	Balance, Dec. 31, 2021
01-99	Various Public Improvements	11/08/99	600,000.00	600,000.00	600,000.00
01-10	Various Public Improvements and the acquisition of New Additional or Replacement Equipment	09/27/10	80,000.00	80,000.00	80,000.00
11-11	Replacement of the Pump at Well #3 and the Purchase of Water Meters	11/14/11	37,000.00	37,000.00	37,000.00
02-17	Various Water Improvements	05/08/17	75,500.00	75,500.00	75,500.00
01-18	Various Water Improvements	03/26/18	47,250.00	47,250.00	47,250.00
07-19	Various Water Improvements	03/25/19	40,000.00	40,000.00	40,000.00
				879,750.00	879,750.00
				D	D

Borough of Ogdensburg, N. J.

Schedule of Appropriation Reserves

Water Utility Operating Fund

Year Ended December 31, 2021

	Balance, Dec. 31, 2020	Balance after Transfers	Paid or Charged	Balance Lapsed
Operating:				
Salaries and Wages	1,536.28	1,536.28		1,536.28
Other Expenses	51,072.59	51,072.59	13,887.55	37,185.04
Statutory Expenditures:				-
Defined Contribution Retirement Program	5,496.42	5,496.42		5,496.42
	58,105.29	58,105.29	13,887.55	44,217.74
			D-5	D-1

	Ref.	
Unencumbered	D	24,291.39
Encumbered	D, D-15	33,813.90
		58,105.29

D-14

Borough of Ogdensburg, N. J.

Schedule of Water Rent Overpayments

Water Utility Operating Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	D	3,117.06
Decreased by:		
Applied	D-8	112.55
Balance - December 31, 2021	D	3,004.51

D-15

Borough of Ogdensburg, N. J.

Schedule of Reserve for Encumbrances

Water Utility Operating Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	D	33,813.90
Increased by:		
Encumbered	D-4	21,517.26
		55,331.16
Decreased by:		
Transferred to Appropriation Reserves	D-13	33,813.90
Balance - December 31, 2021	D	21,517.26

Borough of Ogdensburg, N. J.

Schedule of Accrued Interest

Water Utility Operating Fund

Year Ended December 31, 2021

	Ref.	Totals	Bonds Payable
Balance - December 31, 2020	D	23,850.40	23,850.40
Increased by:			
Budget Appropriations	D-4	47,800.00	47,800.00
		71,650.40	71,650.40
Decreased by:			
Disbursements	D-5	47,800.00	47,800.00
Balance - December 31, 2021	D	23,850.40	23,850.40

Borough of Ogdensburg, N. J.

Schedule of Improvement Authorizations

Water Utility Capital Fund

Year Ended December 31, 2021

ORD. No.	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2020 Funded	Balance Dec. 31, 2021 Funded
01-99	Various Public Improvements	11/08/99	600,000.00	722.41	722.41
01-10	Various Public Improvements and the acquisition of New Additional or Replacement Equipment	09/27/10	80,000.00	32,626.58	32,626.58
11-11	Replacement of the Pump at Well #3 and the Purchase of Water Meters	11/14/11	37,000.00	930.00	930.00
02-17	Various Water Improvements	05/08/17	75,500.00	22,479.50	22,479.50
01-18	Various Water Improvements	03/26/18	47,250.00	8,914.19	8,914.19
07-19	Various Water Improvements	03/25/19	40,000.00	26,953.00	26,953.00
				92,625.68	92,625.68
				D	D

Borough of Ogdensburg, N. J.

Schedule of Reserves

Water Utility Capital Fund

Year Ended December 31, 2021

Description	Balance Dec. 31,2020	Balance Dec. 31,2021
Reserve for Capital Outlay	27,448.18	27,448.18
	D	D

D-19

Borough of Ogdensburg, N. J.

Schedule of Capital Improvement Fund

Water Utility Capital Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	D	148,680.00
Increased by:		
Budget Appropriation	D-5	40,000.00
Balance - December 31, 2021	D	188,680.00

D-20

Schedule of Reserve for Amortization

Water Utility Capital Fund

Year Ended December 31, 2021

	Ref.	
Balance - December 31, 2020	D	3,910,757.37
Increased by:		
Serial Bonds Paid by Operating Budget	D-22	75,000.00
Balance - December 31, 2021	D	3,985,757.37

Borough of Ogdensburg, N. J.

Schedule of Deferred Reserve for Amortization

Water Utility Capital Fund

Year Ended December 31, 2021

Ordinance Number	Improvement Description	Date of Ordinance	Balance, Dec. 31,2020	Balance, Dec. 31,2021
01-10	Various Public Improvements and the acquisition of New Additional or Replacement Equipment	09/27/10	42,000.00	42,000.00
11-11	Replacement of the Pump at Well #3 and the Purchase of Water Meters	11/14/11	37,000.00	37,000.00
02-17	Various Water Improvements	05/08/17	75,500.00	75,500.00
01-18	Various Water Improvements	03/26/18	47,250.00	47,250.00
07-19	Various Water Improvements	03/25/19	40,000.00	40,000.00
			241,750.00	241,750.00
			D	D

Borough of Ogdensburg, N. J.

Schedule of Bonds Payable

Water Utility Capital Fund

Year Ended December 31, 2021

Purpose	Date of Issue	Amount Issued	Maturities of Bonds Outstanding December 31 2021 Date	Amount	Interest Rate	Balance Dec. 31, 2020	Decreased	Balance Dec. 31, 2021
Water Utility Refunding Bonds of 2015	10/13/2015	1,760,000.00	01/15/22	75,000.00	2.00%			
			01/15/23	80,000.00	2.25%			
			01/15/24	80,000.00	2.25%			
			01/15/25	80,000.00	3.00%			
			01/15/26	85,000.00	3.00%			
			01/15/27	85,000.00	4.00%			
			01/15/28	90,000.00	4.00%			
			01/15/29	95,000.00	4.00%			
			01/15/30	100,000.00	4.00%			
			01/15/31	100,000.00	4.00%			
			01/15/32	105,000.00	4.00%			
			01/15/33	110,000.00	4.00%			
			01/15/34	115,000.00	4.00%			
			01/15/35	120,000.00	4.00%			
			01/15/36	5,000.00	4.00%			
						1,400,000.00	75,000.00	1,325,000.00
						D	D-20	D

BOROUGH OF OGDENSBURG

PART II

* * * * * * * * * * * *

REPORT ON INTERNAL CONTROL AND ON COMPLIANCE AND OTHER MATTERS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2021

WIELKOTZ & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

Steven D. Wielkotz, CPA, RMA, PSA
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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable Mayor and
Members of the Borough Council
Borough of Ogdensburg
Ogdensburg, New Jersey 07439

We have audited, in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements-regulatory basis of the Borough of Ogdensburg in the County of Sussex as of and for the year ended December 31, 2021 and the related notes to the financial statements, and have issued our report thereon dated October 3, 2022, which was adverse due to being presented in accordance with New Jersey regulatory basis of accounting.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Responses as 2021-01, that we consider to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Ogdensburg's financial statements-regulatory basis are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

However, we noted certain immaterial instances of noncompliance that we have reported to the management of the Borough of Ogdensburg in the accompanying comments and recommendations section of this report.

Borough of Ogdensburg's Responses to Findings

The Borough of Ogdensburg's response to the findings identified in our audit are described in the accompanying Summary of Findings & Responses section of our audit. The Borough's response was not subjected to the auditing procedures applied in the audit of financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Steven D. Wielkotz, C.P.A.
Registered Municipal Accountant

WIELKOTZ & COMPANY, LLC
Certified Public Accountants

Pompton Lakes, New Jersey

October 3, 2022

BOROUGH OF OGDENSBURG
SUMMARY OF FINDINGS AND RESPONSES
YEAR ENDED DECEMBER 31, 2021

Summary of Auditor's Results:

A qualified opinion was issued on the Borough's financial statements prepared on an other comprehensive basis of accounting.

The audit did disclose a significant deficiency in the internal controls of the Borough.

The Borough was not subject to the single audit provisions of Uniform Guidance and State Circular 15-08 OMB for 2021 as grant expenditures were less than the single audit thresholds identified in the Circulars.

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

The audit did disclose findings required to be reported under Generally Accepted Government Auditing Standards, as follows:

Finding 2021-01:

Segregation of Duties

The Borough does not maintain an adequate segregation of duties within the Tax Collector and Water Utility Collector's Departments. Segregation of duties refers to separating those functions that place too much control over a transaction or class of transactions that would enable a person to misappropriate funds and prevent detection within a reasonable period of time. This situation occurred because of the limited number of employees qualified to perform other accounting functions. The Borough was made aware of this lack of Internal Control and will consider strengthening internal control within reason of the costs and benefits derived.

Recommendation
That adequate segregation of duties within the Tax Collector and Water Utility Collector departments be maintained.

Management Response:
The Borough will consider strengthening internal control within reason of costs, benefits derived and budget constraints.

Findings and Questioned Costs for Federal Awards:

Not applicable

Findings and Questioned Costs for State Awards:

Not applicable

BOROUGH OF OGDENSBURG
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2021

Finding 2020-01:

Condition:

The Borough does not maintain an adequate segregation of duties within the Tax Collector and Water Utility Collector's Departments. Segregation of duties refers to separating those functions that place too much control over a transaction or class of transactions that would enable a person to misappropriate funds and prevent detection within a reasonable period of time. This situation occurred because of the limited number of employees qualified to perform other accounting functions. The Borough was made aware of this lack of Internal Control and will consider strengthening internal control within reason of the costs, benefits derived and budget constraints.

Current Status:

Corrective action has not been taken. The Borough was made aware of this lack on internal control and will consider strengthening Internal Control within reason of the costs, benefits derived and budget constraints.

GENERAL COMMENTS

Cash Balances

Cash balances in all funds were verified by independent certificates obtained from the depositories as of December 31, 2021, and at October 3, 2022, in connection with the supplemental reconciliations made for all officials. Cash on hand was counted on that date.

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

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

a. "When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of $17,500, the contract may be awarded by a purchasing agent when so authorized by ordinance or resolution, as appropriate to the contracting unit, of the governing body of the contracting unit without public advertising for bids, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. of section 9 of P.L. 1971, c.198 (C.40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to $25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.

b. Any contracts made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to subparagraph (i) of paragraph (a) of subsection (1) of section 5 of P.L. 1971, c.198 (C.40A:11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.

c. The Governor, in consultation with the Department of the Treasury, shall, no later than March 1 of every fifth year beginning in the fifth year after the year in which P.L. 1999, c.440 takes effect, adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish, as set forth in subsection a. of this section, or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in section 2 of P.L. 1971, c.198 (C.40A:11-2), and shall round the adjustment to the nearest $1,000. The Governor shall, no later than June 1 of every fifth year, notify each governing body of the adjustment. That adjustment shall become effective on July 1 of the year in which it is made."

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

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

Effective July 1, 2015, the bid threshold, in accordance with N.J.S.A. 40A:11-3 and 40A:11-4 (as amended) is $17,500 and with a qualified purchasing agent, the threshold may be up to $40,000. On July 1, 2020, the threshold with a qualified purchasing agent was increased to $44,000.

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

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

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

Our review of the Borough's minutes indicated that resolutions were adopted authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

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

Collection of Interest on Delinquent Taxes

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

The Governing Body on January 4, 2021 adopted the following resolutions authorizing interest to be charged on delinquent taxes:

> WHEREAS, N.J.S.A. 54:4-67 permits the Governing Body of each municipality to fix the rate of interest to be charged for late non-payment of taxes or assessments subject to any abatement or discount for the late payment of taxes as provided by law, and
>
> WHEREAS, N.J.S.A. 54:4-67 has been amended to permit the fixing of said rate at eight percent (8%) per annum for the first $1,500.00 of the delinquency and eighteen percent (18%) per annum on amounts in excess of $1,500.00, and allows for an additional penalty of six percent (6%) to be collected against a delinquency in excess of $10,000.00 from properties that fail to pay the delinquency prior to the end of the calendar year;

GENERAL COMMENTS (CONTINUED)

Collection of Interest on Delinquent Taxes (continued)

NOW THEREFORE BE IT RESOLVED by the Borough Committee of the Borough of Ogdensburg, County of Sussex, State of New Jersey as follows:

1) The Tax Collector is hereby authorized and directed to charge an 8% rate of interest 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) Effective January 4, 2021 there will be a ten (10) day grace period of quarterly tax payments made by cash, check or money order.

Any payments not made in accordance with paragraph two of this resolution shall be charged interest from the due date as set forth in paragraph one of this resolution.

It appears from an examination of the Tax Collector's records that interest was not collected in accordance with forgoing resolutions.

It appears from an examination of the Utility Collector's records that interest was collected in accordance with the forgoing resolutions.

Delinquent Taxes and Tax Title Liens

The last tax sale was held on November 17, 2021 and was complete, except for properties in Bankruptcy Court.

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

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

Year	Number of Liens
2021	9
2020	9
2019	9

GENERAL COMMENTS (CONTINUED)

Verification of Delinquent Taxes and other Charges

A test verification of delinquent charges and current payments was made in accordance with the requirements of the Division of Local Government Services.

The result of the test which was made as of December 31, 2021 is not yet known, but a separate report will be rendered if any irregularities are developed.

In addition, analytical review procedures were utilized to ascertain the validity of the receivables.

Municipal Court

The report required by statute covering the accounts of the Municipal Court has been filed under separate cover with the Judge, Borough Clerk and Division of Local Government Services. We noted, however, that there are internal control problems that exist throughout the State of New Jersey Municipal Court System caused by the implementation of the Automated Traffic System and the Automated Complaint System.

OTHER COMMENTS

Segregation of Duties

The Borough does not maintain an adequate segregation of duties within the Tax Collector and Water Utility Collector's Departments. Segregation of duties refers to separating those functions that place too much control over a transaction or class of transactions that would enable a person to misappropriate funds and prevent detection within a reasonable period of time. This situation occurred because of the limited number of employees qualified to perform other accounting functions. The Borough was made aware of this lack of Internal Control and will consider strengthening internal control within reason of the costs and benefits derived.

Management Response

The Borough will consider strengthening internal control within reason of costs, benefits derived and budget constraints.

RECOMMENDATIONS

It is recommended:

1. That adequate segregation of duties within the Tax Collector and Water Utility Collector departments be maintained.

Status of Prior Year's Audit Findings/Recommendations

A review was performed on all prior year's recommendations and corrective action was taken on all, except for the following:

1. That adequate segregation of duties within the Tax Collector and Water Utility Collector departments be maintained.

The problems and weaknesses note in our review were not of such magnitude that they would affect our ability to express an opinion on the financial statements taken as a whole.

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

Steven D. Wielkotz, C.P.A.
Registered Municipal Accountant
No. 413

Wielkotz & Company, LLC
Certified Public Accountants