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**TOWN OF WEST NEW YORK  
HUDSON COUNTY, NEW JERSEY  
REPORT OF AUDIT  
YEAR ENDED DECEMBER 31, 2022**

# TOWN OF WEST NEW YORK

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**TOWN OF WEST NEW YORK**  
**HUDSON COUNTY**

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**PART I**  
**REPORT OF AUDIT OF FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**



## **Independent Auditors' Report**

**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

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

#### **Opinions on Regulatory Basis Financial Statements**

We have audited the regulatory basis financial statements of the various funds and the governmental fixed assets of the Town of West New York, New Jersey, ("Town") which comprise the balance sheets as of December 31, 2022 and 2021, and the related statements of operations and changes in fund balance for the years then ended, the statements of changes in fund balance for the years then ended, the statements of revenues and statements of expenditures for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

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

In our opinion, the accompanying regulatory basis financial statements present fairly, in all material respects, the regulatory basis balance sheets of the Town as of December 31, 2022 and 2021, and the regulatory basis revenues, expenditures, and changes in fund balances for the years then ended, the statements of changes in fund balance for the years then ended, the statements of revenues and statements of expenditures for the year ended December 31, 2022 and the related notes to the financial statements, in accordance with the financial reporting provisions of the Department of Community Affairs, Division of Local Government, State of New Jersey ("Division") described in Note 1.

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

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Town as of December 31, 2022 and 2021, or its revenues, expenditures and changes in fund balances thereof for the years then ended.

#### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America ("GAAS"), requirements prescribed by the Division, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards and requirements are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town, 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 audit opinions.

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**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

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

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

**Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions of the Division. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, 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 Town'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.

**Auditors' 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 auditors' 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, requirements prescribed by the Division, and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

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- 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 Town'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 Town'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.

**Report on Supplementary Information Required by the Division in Accordance with the Regulatory Basis of Accounting**

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The information included in Part II - Supplementary Information Required by the Division, Part IV – Supplementary Data and Part V – Letter of Comments and Recommendations, as listed in the table of contents, is presented for purposes of additional analysis as required by the Division and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Report on Supplementary Information as Required by the Uniform Guidance and NJ OMB Circular 15-08**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The accompanying schedules of expenditures of federal awards and state financial assistance as required by the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*; and NJ OMB Circular 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and related notes to the schedules of federal awards and state financial assistance are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedules of expenditures of federal awards, state financial assistance, and related notes are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic

**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

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financial statements. Such information has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements, or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of expenditures of federal awards, state financial assistance, and related notes are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2023 on our consideration of the Town's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

*PKF O'Connor Davies, LLP*

Woodcliff Lake, New Jersey  
June 29, 2023



Gary W. Higgins, CPA  
Registered Municipal Accountant, No. 405

**FINANCIAL STATEMENTS - REGULATORY BASIS**

**TOWN OF WEST NEW YORK**  
**COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - CURRENT FUND**  
**AS OF DECEMBER 31, 2022 AND 2021**

ASSETS	Reference	2022	2021
Cash	A-4	\$ 42,182,341	\$ 35,604,298
Cash Held by Third Party	A-4	<u>277,528</u>	<u>277,528</u>
		42,459,869	35,881,826
Cash - Change Funds	A-5	500	500
Grants Receivable	A-23	2,765,623	3,900,865
Prepaid Debt Service	A-7	<u>869,590</u>	<u>851,240</u>
		<u>46,095,582</u>	<u>40,634,431</u>
Receivables and Other Assets With Full Reserves			
Delinquent Property Taxes Receivable	A-9	99,905	21,676
Tax Title Liens	A-10	439,188	389,762
Due from General Capital Fund			514,139
Due from Animal Control Fund	B-2	3,835	
Due from Parking Utility Operating Fund	A-8	<u>55,572</u>	<u>1,095,019</u>
		<u>598,500</u>	<u>2,020,596</u>
Total Assets		<u>\$ 46,694,082</u>	<u>\$ 42,655,027</u>

**TOWN OF WEST NEW YORK**  
**COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - CURRENT FUND**  
**AS OF DECEMBER 31, 2022 AND 2021**

LIABILITIES, RESERVES AND FUND BALANCE	<u>Reference</u>	<u>2022</u>	<u>2021</u>
Regular Fund			
Appropriation Reserves	A-3,A-12	\$ 6,885,259	\$ 6,434,224
Due to North Hudson Sewerage Authority	A-13	21,027	899,568
Encumbrances Payable	A-14	4,494,741	1,616,156
Accounts Payable	A-22	98,732	880,504
Prepaid Taxes and PILOTS	A-15	1,103,370	1,183,894
Tax and PILOT Overpayments	A-16	118,401	39,835
County Taxes Payable	A-17	82,705	80,310
Local District School Taxes Payable			109
Tax Sale Deposits Payable	A-27	775,648	
Due to Animal Control Fund			92
Due to Other Trust Fund	B-6	3,284,872	5,598,584
Due to General Capital Fund	A-30	2,116,341	
Due to Parking Utility Capital Fund			1,460
Reserve for Tax Appeals	A-20	38,034	97,693
Reserve for Master Tax Plan	A-21	142,967	142,967
Reserve for Insurance Runout Claims	A-19	277,528	277,528
Reserve for Municipal Relief Fund (MRF)	A-29	355,253	
Appropriated Grant Reserves	A-24	4,312,335	2,491,422
Unappropriated Grant Reserves	A-25	3,203,139	5,316,507
Due to State of New Jersey - Dept. of Agriculture	A-26	339	55,575
Due to State of New Jersey for Senior Citizens' and Veterans' Deductions	A-6	<u>53,504</u>	<u>55,754</u>
		27,364,195	25,172,182
Reserve for Receivables and Other Assets	A	598,500	2,020,596
Fund Balance	A-1	<u>18,731,387</u>	<u>15,462,249</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 46,694,082</u>	<u>\$ 42,655,027</u>



**TOWN OF WEST NEW YORK**  
**COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE -**  
**REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<b>REVENUES AND OTHER INCOME</b>			
Fund Balance Utilized	A-2	\$ 8,545,000	\$ 8,550,000
Miscellaneous Revenue Anticipated	A-2	52,281,498	49,656,717
Receipts from Delinquent Taxes	A-2	8,627	94,651
Receipts from Current Taxes	A-2	72,341,794	71,314,294
Non-Budget Revenue	A-2	399,138	550,187
Other Credits to Income			
Unexpended Balances of Appropriation Reserves	A-12	4,634,412	9,920,324
Appropriated Grant Reserves Cancelled			21,444
Senior Citizen and Veteran Deduction Allowed - Prior Year	A-6	425	
Interfunds Liquidated	A-1	<u>1,553,586</u>	<u>623,500</u>
 Total Revenues and Other Income		 <u>139,764,480</u>	 <u>140,731,117</u>
<b>EXPENDITURES</b>			
Budget Appropriations			
Operations Within "CAPS"			
Salaries and Wages	A-3	31,923,500	29,222,000
Other Expenses	A-3	26,268,872	29,165,372
Operations Excluded from "CAPS"			
Other Expenses	A-3	24,313,135	24,318,618
Capital Improvements	A-3	710,000	200,000
Municipal Debt Service	A-3	4,563,612	4,491,424
Local School District Purposes	A-3	260,750	275,100
Statutory Expenditures, Deferred Charges and Judgements	A-3	<u>7,834,804</u>	<u>7,796,728</u>
 Total Budget Expenditures		 <u>95,874,673</u>	 <u>95,469,241</u>

**TOWN OF WEST NEW YORK**  
**COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE -**  
**REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
EXPENDITURES (Continued)			
County Taxes	A-17	\$ 13,176,366	\$ 13,354,733
County Open Space Preservation	A-17	176,654	14,068
County Added Taxes	A-17	82,705	
Local District School Tax	A-18	18,636,109	18,636,109
Interfunds Advanced	A-1	<u>3,835</u>	<u>1,037,437</u>
Total Expenditures		<u>127,950,342</u>	<u>128,511,588</u>
Excess in Revenue/Statutory Excess to Fund Balance		11,814,138	12,219,529
Fund Balance, January 1	A	<u>15,462,249</u>	<u>11,792,720</u>
		27,276,387	24,012,249
Utilization as Anticipated Revenue	A-2	<u>8,545,000</u>	<u>8,550,000</u>
Fund Balance, December 31	A	<u>\$ 18,731,387</u>	<u>\$ 15,462,249</u>

**TOWN OF WEST NEW YORK**  
**STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	Reference	Budget	Added by N.J.S.A. 40A:4-87	Realized	Excess or (Deficit)
<b>SURPLUS ANTICIPATED</b>					
Surplus Anticipated	A-1	\$ 8,545,000	\$ -	\$ 8,545,000	\$ -
<b>MISCELLANEOUS REVENUES</b>					
Licenses					
Alcoholic Beverages	A-11	104,000		102,260	(1,740)
Other	A-11	137,000		147,342	10,342
Fees and Permits	A-11	208,000		227,913	19,913
Fines and Costs					
Municipal Court	A-11	1,090,000		1,913,634	823,634
Interest and Costs on Taxes	A-11	248,000		203,185	(44,815)
Interest on Investments and Deposits	A-11	207,000		716,679	509,679
Payment in Lieu of Taxes					
Waterfront and All Others	A-2, A-11	26,000,000		28,830,758	2,830,758
Cable T.V. Franchise Tax	A-11	315,000		316,551	1,551
EMT Service Fees	A-11	663,000		632,573	(30,427)
Consolidated Municipal Property Tax Relief Aid	A-11	794,451		794,451	-
Energy Receipts Tax	A-11	5,415,928		5,415,928	-
Uniform Construction Code Fees (N.J.S.A.40A:4-36)					
Uniform Construction Code Fees	A-11	1,146,000		1,344,730	198,730
Summer Food Program	A-23	131,269		131,269	-
Clean Communities Program	A-23	74,518		74,518	-
Municipal Alliance	A-23	15,712		15,712	-
Municipal Alliance Additional Funding	A-23	5,696		5,696	-
2021 Body Armor Replacement Grant	A-23	5,039		5,039	-
Click it or Tickets Grant	A-23	7,000		7,000	-
Distracted Driver	A-23	10,500		10,500	-
Alcohol Education Rehabilitation Grant	A-23	5,212		5,212	-
Safe and Secure Communities Grant	A-23	32,400		32,400	-
Recycling Tonnage Grant	A-23	58,335		58,335	-
Bullet Proof Vest Partnership Grant	A-23		8,387	8,387	-
National Opioid Settlement	A-23		126,528	126,528	-
Strengthening Local Public Health Capacity 2023 Grant	A-23		274,735	274,735	-
Contribution WNY Housing Authority Down Payment	A-11	160,000		160,000	-
American Rescue Plan of 2021	A-25	3,045,000	6,100,000	9,145,000	-
Reimbursement for Recreation Services	A-11	685,685		639,634	(46,051)
Reimbursement for Police Security	A-11	515,568		640,113	124,545
Reimbursement for Waste Disposal	A-11	195,416		195,416	-
Reimbursement for Fuel	A-11	100,000	-	100,000	-
<b>Total Miscellaneous Revenues</b>	<b>A-1</b>	<b>41,375,729</b>	<b>6,509,650</b>	<b>52,281,498</b>	<b>4,396,119</b>

**TOWN OF WEST NEW YORK  
STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Reference</u>	<u>Budget</u>	Added by N.J.S.A. <u>40A:4-87</u>	<u>Realized</u>	Excess or ( <u>Deficit</u> )
RECEIPTS FROM DELINQUENT TAXES	A-1,A-2	\$ 85,000	\$ -	\$ 8,627	\$ (76,373)
AMOUNT TO BE RAISED BY TAXES FOR SUPPORT OF MUNICIPAL BUDGET:					
Local Tax for Municipal Purposes		38,652,655		39,388,634	735,979
Addition to Local District School Tax		272,825		272,825	-
Minimum Library Tax		<u>1,158,876</u>	<u>-</u>	<u>1,158,876</u>	<u>-</u>
TOTAL AMOUNT TO BE RAISED BY TAXES FOR SUPPORT OF MUNICIPAL BUDGET	A-2	<u>40,084,356</u>	<u>-</u>	<u>40,820,335</u>	<u>735,979</u>
Total General Revenues		<u>\$ 90,090,085</u>	<u>\$6,509,650</u>	101,655,460	<u>\$ 5,055,725</u>
	<u>Reference</u>	A-3	A-3		
Non-Budget Revenue	A-1, A-2			<u>399,138</u>	
				<u>\$102,054,598</u>	

**TOWN OF WEST NEW YORK**  
**STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

ANALYSIS OF REALIZED REVENUES	Reference	
<u>Allocation of Current Tax Collection</u>		
Revenue from Collections	A-1,A-9	\$ 72,341,794
Less: Allocated to School and County Taxes	A-17,A-18	<u>32,071,834</u>
Balance for Support of Municipal Budget Appropriations		40,269,960
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>550,375</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 40,820,335</u>
Receipts from Delinquent Taxes		
Taxes Receivable	A-9	<u>\$ 8,627</u>
Payment in Lieu of Taxes -		
<u>Waterfront and All Others</u>		
Cash Receipts	A-11	\$ 29,481,011
Less: Refunds	A-4	<u>650,253</u>
Amount Realized - Payment in Lieu of Taxes - Waterfront and all Others	A-2	<u>\$ 28,830,758</u>

**TOWN OF WEST NEW YORK**  
**STATEMENT OF REVENUES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

Reference

ANALYSIS OF NON-BUDGET REVENUES

Assessor's Office - Certified Property Lists			\$	13,836
Township Clerk's Office				1,725
Rent Control Board				32,897
Municipal Court - Bail Forf. And Other				23,049
Tax Collector ACH and Credit Card Fees				33,067
Excess Calculation - Animal Control Fund				3,835
Miscellaneous				<u>290,729</u>
		A-1, A-2	\$	<u>399,138</u>
	Cash Receipts	A-4	\$	395,303
Due from Animal Control Fund		B-2		<u>3,835</u>
			\$	<u>399,138</u>

**TOWN OF WEST NEW YORK**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

OPERATIONS - WITHIN "CAPS" GENERAL GOVERNMENT	Appropriated <u>Budget</u>	Budget After <u>Modification</u>	<u>Expended</u> Paid or <u>Charged</u>	<u>Reserved</u>	Unexpended Balance <u>Cancelled</u>
Department of Public Affairs					
Director's Office					
Salaries and Wages	\$ 97,000	\$ 97,000	\$ 78,334	\$ 18,666	
Other Expenses	55,000	35,000	14,553	20,447	
Town Clerk					
Salaries and Wages	335,000	335,000	283,370	51,630	
Other Expenses					
Legal Advertising and Publications	15,000	15,000	7,387	7,613	
Miscellaneous Other Expenses	37,000	58,000	36,408	21,592	
Codifications of Ordinances	6,000	6,000	2,438	3,562	
Elections					
Salaries and Wages	25,000	25,000	2,190	22,810	
Other Expenses	174,000	99,000	34,278	64,722	
Board of Health					
Salaries and Wages	390,000	410,000	408,066	1,934	
Other Expenses	205,000	165,000	164,607	393	
Vital Statistics - Salaries and Wages	97,500	97,500	96,416	1,084	
Prosecutor					
Other Expenses	120,000	120,000	86,075	33,925	
Public Relations					
Other Expenses	140,000	180,000	150,199	29,801	
Rent Control Board					
Salaries and Wages	105,000	105,000	78,257	26,743	
Other Expenses	43,000	33,000	19,375	13,625	
Town Funding Program					
Other Expenses	133,000	133,000	129,999	3,001	

**TOWN OF WEST NEW YORK**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

OPERATIONS - WITHIN "CAPS" GENERAL GOVERNMENT	Appropriated <u>Budget</u>	Budget After <u>Modification</u>	<u>Expended</u> Paid or <u>Charged</u>	<u>Reserved</u>	Unexpended Balance <u>Cancelled</u>
Housing Inspection					
Salaries and Wages	\$ 175,000	\$ 185,000	\$ 175,899	\$ 9,101	
Other Expenses	800	800	169	631	
Tenants Relations					
Other Expenses	144,000	189,000	115,895	73,105	
School Crossing Guards					
Salaries and Wages	1,200,000	1,100,000	1,080,614	19,386	
Law Department					
Salaries and Wages	16,000	16,000	15,000	1,000	
Other Expenses	767,500	817,500	684,117	133,383	
Supervised Play Activity					
Salaries and Wages	525,000	725,000	671,055	53,945	
Other Expenses	450,000	450,000	430,196	19,804	
Senior Citizens Coordinator of Events					
Salaries and Wages	465,000	465,000	455,436	9,564	
Other Expenses	95,000	135,000	119,278	15,722	
Administrative Offices					
Salaries and Wages	335,000	335,000	309,817	25,183	
Other Expenses	113,000	93,000	65,083	27,917	
Insurance/Personnel Department					
Salaries and Wages	65,000	65,000	62,428	2,572	
Other Expenses	5,500	5,500	423	5,077	
Zoning Board					
Other Expenses	55,000	55,000	33,445	21,555	
Planning Board					
Salaries and Wages	55,000	55,000	51,793	3,207	
Other Expenses	40,000	40,000	8,740	31,260	
North Hudson Regional Council of Mayors					
Town Share	66,000	66,000	49,035	16,965	



**TOWN OF WEST NEW YORK  
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Appropriated <u>Budget</u>	Budget After <u>Modification</u>	<u>Expended</u> Paid or <u>Charged</u>	<u>Reserved</u>	Unexpended Balance <u>Cancelled</u>
OPERATIONS - WITHIN "CAPS"					
GENERAL GOVERNMENT					
North Hudson Regional Council of Mayors Aid Task Force					
Town Share	\$ 17,000	\$ 17,000	\$ 16,345	\$ 655	
Department of Revenue and Finance					
Director's Office					
Salaries and Wages	60,000	40,000	30,850	9,150	
Other Expenses	33,000	13,000	5,885	7,115	
Treasurer's Office					
Salaries and Wages	715,000	685,000	675,703	9,297	
Other Expenses					
Annual F/S and Annual Audit	195,000	145,000	93,204	51,796	
Miscellaneous Other Expenses	170,000	170,000	151,445	18,555	
Payroll Service Fee	65,000	65,000	42,143	22,857	
Assessment of Taxes					
Salaries and Wages	280,000	300,000	293,167	6,833	
Other Expenses	94,000	94,000	81,227	12,773	
Collection of Taxes					
Salaries and Wages	400,000	330,000	272,509	57,491	
Other Expenses	70,000	110,000	108,799	1,201	
Insurance					
General Liability Insurance	1,500,000	1,000,000	799,912	200,088	
Workers Compensation Insurance	1,200,000	1,600,000	1,319,284	280,716	
Employee Group Health	8,080,000	7,289,000	5,058,030	2,230,970	
Employee Group Health - American Rescue Plan	2,000,000	2,000,000	2,000,000	-	
Unemployment Insurance	165,000	165,000	77,831	87,169	
Health Waiver	165,000	165,000	44,369	120,631	
Purchasing Agent					
Salaries and Wages	215,000	110,000	96,343	13,657	
Other Expenses	19,000	14,000	7,452	6,548	
DEPARTMENT OF PUBLIC SAFETY					
Director's Office					
Salaries and Wages	695,000	765,000	758,062	6,938	
Other Expenses	67,000	67,000	56,740	10,261	
Police					
Salaries and Wages	16,578,000	17,173,000	17,140,280	32,720	
Other Expenses	806,072	746,072	659,711	86,361	
Public Safety Mechanics					
Salaries and Wages	265,000	190,000	185,261	4,739	
Juvenile Aid					
Other Expenses	4,000	4,000		4,000	

**TOWN OF WEST NEW YORK**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Appropriated Budget</u>	<u>Budget After Modification</u>	<u>Expended Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Cancelled</u>
OPERATIONS - WITHIN "CAPS"					
GENERAL GOVERNMENT (Continued)					
DEPARTMENT OF PUBLIC SAFETY (Continued)					
Uniform Fire Safety					
Salaries and Wages	\$ 275,000	\$ 275,000	\$ 238,403	\$ 36,597	
Other Expenses	30,000	30,000	28,646	1,354	
Ambulance Squad					
Salaries and Wages	1,400,000	1,230,000	1,201,222	28,778	
Other Expenses	170,000	170,000	160,673	9,327	
Office of Emergency Management					
Other Expenses	15,000	505,000	375,728	129,272	
Department of Public Works					
Director's Office					
Salaries and Wages	230,000	180,000	175,503	4,497	
Other Expenses	35,000	35,000	14,313	20,687	
Streets and Sewers					
Salaries and Wages	2,350,000	2,630,000	2,604,260	25,740	
Other Expenses	505,000	725,000	643,667	81,333	
Snow Removal	150,000	150,000	138,496	11,504	
Street Lighting					
Other Expenses	650,000	1,000,000	912,441	87,559	
Fire Hydrant Rental					
Other Expenses	230,000	230,000	210,153	19,847	
Recycling					
Other Expenses	750,000	650,000	581,848	68,152	
Garbage and Trash					
Salaries and Wages	700,000	600,000	579,036	20,964	
Other Expenses	3,070,000	2,620,000	2,489,765	130,235	
Engineering Services and Costs					
Other Expenses	610,000	610,000	322,256	287,744	

**TOWN OF WEST NEW YORK  
STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	Appropriated <u>Budget</u>	Budget After <u>Modification</u>	<u>Expended</u> Paid or <u>Charged</u>	<u>Reserved</u>	Unexpended Balance <u>Cancelled</u>
OPERATIONS - WITHIN "CAPS"					
GENERAL GOVERNMENT (Continued)					
DEPARTMENT OF PUBLIC SAFETY (Continued)					
Department of Parks and Public Property					
Director's Office					
Salaries and Wages	\$ 275,000	\$ 275,000	\$ 242,546	\$ 32,454	
Other Expenses	28,000	28,000	10,250	17,750	
Divisions of Parks					
Salaries and Wages	1,125,000	1,270,000	1,250,119	19,881	
Other Expenses	525,000	875,000	693,919	181,081	
Celebration of Public Events Anniversary or Holiday					
Salaries and Wages	190,000	190,000	174,281	15,719	
Other Expenses	120,000	120,000	116,732	3,268	
Public Buildings and Ground Maintenance					
Salaries and Wages	285,000	245,000	226,586	18,414	
Other Expenses	550,000	420,000	332,534	87,466	
Light and Power					
Other Expenses	595,000	195,000		195,000	
Centralized Postage					
Other Expenses	70,000	70,000	65,632	4,368	
Fuel					
Other Expenses	450,000	480,000	449,582	30,418	
Telephone					
Other Expenses	225,000	315,000	275,376	39,624	
Water					
Other Expenses	165,000	70,000	52,345	17,655	
Sewerage					
Other Expenses	125,000	50,000	23,542	26,458	
Signal Bureau					
Other Expenses	120,000	120,000	41,830	78,170	

**TOWN OF WEST NEW YORK**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Appropriated Budget</u>	<u>Budget After Modification</u>	<u>Expended Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Cancelled</u>
UNIFORM CONSTRUCTION CODE					
CODE ENFORCEMENT AND ADMINISTRATION					
Uniform Construction Code Enforcement Functions					
Construction Code Official					
Salaries and Wages	\$ 700,000	\$ 670,000	\$ 636,768	\$ 33,232	
Other Expenses	110,000	110,000	82,710	27,290	
UNCLASSIFIED					
Municipal Court					
Salaries and Wages	685,000	750,000	731,848	18,152	
Other Expenses	174,000	134,000	116,938	17,062	
Reserve for Tax Appeals	125,000	125,000	125,000		
Public Defender					
Other Expenses	87,000	67,000	48,270	18,730	-
Total Operations Within "CAPS"	58,307,372	58,187,372	52,268,147	5,919,225	-
Contingent	5,000	5,000	-	5,000	-
Total Operations Including Contingent Within "CAPS"	58,312,372	58,192,372	52,268,147	5,924,225	-
Detail:					
Salaries and Wages	31,308,500	31,923,500	31,185,082	642,075	-
Other Expenses (Including Contingent)	27,003,872	26,268,872	21,083,065	5,282,150	-
Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"					
DEFERRED CHARGES:					
Contribution to:					
Public Employees' Retirement System of NJ	1,407,137	1,407,137	1,407,136	1	
PERS Adjustments	10,000	10,000		10,000	
Police and Fireman's Retirement System of NJ	4,343,463	4,343,463	4,343,463	-	
Social Security System (O.A.S.I.)	1,300,000	1,420,000	1,396,967	23,033	-
Total Deferred Charges and Statutory Expenditures - Municipal Within "CAPS"	7,060,600	7,180,600	7,147,566	33,034	-
Total General Appropriations for Municipal Purposes Within "CAPS"	65,372,972	65,372,972	59,415,713	5,957,259	-

**TOWN OF WEST NEW YORK**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	Appropriated Budget	Budget After Modification	Expended Paid or Charged	Reserved	Unexpended Balance Cancelled
<b>OPERATIONS - EXCLUDED FROM "CAPS"</b>					
Public Library					
Maintenance of Free Public Library	\$ 1,158,876	\$ 1,158,876	\$ 565,193	\$ 593,683	
Contribution to North Hudson Regional Fire	15,250,000	15,250,000	14,915,682	334,318	
Public and Private Programs Offset by Revenues					
Summer Food Program	131,269	131,269	131,269		
Clean Communities Program	74,518	74,518	74,518		
Municipal Alliance	15,712	15,712	15,712		
Municipal Alliance-Local Match	3,928	3,928	3,928		
Municipal Alliance Additional Funding	5,696	5,696	5,696		
2021 Body Armor Replacement Grant	5,039	5,039	5,039		
Click it or Tickets Grant	7,000	7,000	7,000		
Distracted Driver	10,500	10,500	10,500		
Alcohol Education Rehabilitation Grant	5,212	5,212	5,212		
Safe and Secure Communities Grant	32,400	32,400	32,400		
Recycling Tonnage Grant	58,335	58,335	58,335		
ARP Smal Business Grant	1,045,000	1,045,000	1,045,000		
Bullet Proof Vest Partnership Grant		8,387	8,387		
National Opioid Settlement		126,528	126,528		
Strengthening Local Public Health Capacity 2023 Grant		274,735	274,735		
American Rescue Plan of 2021	-	6,100,000	6,100,000	-	-
Total Operations - Excluded from "CAPS"	17,803,485	24,313,135	23,385,134	928,001	-
Detail:					
Other Expenses	17,803,485	24,313,135	23,385,134	928,001	-
<b>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</b>					
Capital Improvement Fund	710,000	710,000	710,000	-	-
Total Capital Improvement Excluded from "CAPS"	710,000	710,000	710,000	-	-
<b>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</b>					
Payment of Bond Principal	2,635,000	2,635,000	2,635,000	-	
Interest on Bonds	668,178	668,178	665,815		2,363
Green Trust Loan Program	89,420	89,420	88,912		508
Loan Repayments for Principal and Interest	53,000	53,000	52,545		455
North Hudson Regional Fire Debt Service	1,141,000	1,141,000	1,106,903		34,097
HCIA Loan Payment	139,625	139,625	14,437	-	125,188
Total Municipal Debt Service Excluded from "CAPS"	4,726,223	4,726,223	4,563,612	-	162,611

**TOWN OF WEST NEW YORK**  
**STATEMENT OF EXPENDITURES - REGULATORY BASIS - CURRENT FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Appropriated Budget</u>	<u>Budget After Modification</u>	<u>Expended Paid or Charged</u>	<u>Reserved</u>	<u>Unexpended Balance Cancelled</u>
OPERATIONS - EXCLUDED FROM "CAPS" (Continued)					
Deferred Charges - Municipal - Excluded from "CAPS"					
Deferred Charges					
Overexpenditure of Ordinance	\$ 19,833	\$ 19,833	\$ 19,833		
Special Emergency Authorizations	540,000	540,000	540,000	-	-
Total Deferred Charges - Municipal - Excluded from "CAPS"	559,833	559,833	559,833	-	-
Judgements	94,372	94,372	94,371	-	1
Total Operations - Excluded from "CAPS"	23,893,913	30,403,563	29,312,951	928,001	162,612
For Local School District Purposes - Excluded from "CAPS"					
Type I School District Debt Service					
Payment of Bond Principal	245,000	245,000	245,000	-	-
Interest on School Bonds	27,825	27,825	15,750	-	12,075
Total Type I School District Debt Service	272,825	272,825	260,750	-	12,075
Total General Appropriations	89,539,710	96,049,360	88,989,414	6,885,259	174,687
Reserve for Uncollected Taxes	550,375	550,375	550,375	-	-
Total General Appropriations	\$ 90,090,085	\$ 96,599,735	\$ 89,539,789	\$ 6,885,259	\$ 174,687

Reference

A-2

A

Budget as Adopted	A-2	\$ 90,090,085	
Added Per N.J.S.A. 40A:4-87	A-2	6,509,650	
	A-3	\$ 96,599,735	
Cash Disbursed	A-4		\$ 76,786,636
Transferred to Appropriated Grant Reserves	A-24		7,904,259
Due to General Capital Fund:			
Deferred Charges	A-29	\$ 559,833	
Capital Improvement Fund	A-29	710,000	
			1,269,833
Reserve for Uncollected Taxes	A-2		550,375
Encumbrances Payable	A-14		2,052,446
Reserve for Tax Appeals	A-20		125,000
Prepaid Debt Service	A-7		851,240
			\$ 89,539,789

**TOWN OF WEST NEW YORK**  
**COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - TRUST FUNDS**  
**AS OF DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>			
<b>ANIMAL CONTROL FUND</b>			
Cash	B-1	\$ 9,135	\$ 5,243
Due from Current Fund		<u>-</u>	<u>92</u>
		<u>9,135</u>	<u>5,335</u>
<b>OTHER TRUST FUND</b>			
Cash	B-1	6,040,122	5,842,654
Due from Current Fund	B-6	3,284,872	5,598,584
Due from Parking Utility Operating Fund		<u>-</u>	<u>800</u>
		<u>9,324,994</u>	<u>11,442,038</u>
<b>COMMUNITY DEVELOPMENT BLOCK GRANT FUND</b>			
Due from County of Hudson Community Development Block Grant	B-10	<u>485,810</u>	<u>485,810</u>
<b>Total Assets</b>		<u>\$ 9,819,939</u>	<u>\$ 11,933,183</u>

**TOWN OF WEST NEW YORK  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - TRUST FUNDS  
AS OF DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<b>LIABILITIES AND RESERVES</b>			
<b>ANIMAL CONTROL FUND</b>			
Reserve for Animal Control Expenditures	B-3	\$ 5,136	\$ 5,327
Due to Current Fund	B-2	3,835	
Due to State of New Jersey	B-4	<u>164</u>	<u>8</u>
		<u>9,135</u>	<u>5,335</u>
<b>OTHER TRUST FUND</b>			
Various Trust Reserves	B-7	8,793,579	10,630,334
Due to Third Party Lienholders	B-8	205,864	391,425
Encumbrances Payable	B-12	44,044	218,863
Due to State of New Jersey - Unemployment	B-9	<u>281,507</u>	<u>201,416</u>
		<u>9,324,994</u>	<u>11,442,038</u>
<b>COMMUNITY DEVELOPMENT BLOCK GRANT FUND</b>			
Reserve for Community Development Block Grant	B-11	<u>485,810</u>	<u>485,810</u>
Total Liabilities and Reserves		<u>\$ 9,819,939</u>	<u>\$ 11,933,183</u>



**TOWN OF WEST NEW YORK**  
**COMPARATIVE BALANCE SHEETS - REGULATORY BASIS - GENERAL CAPITAL FUND**  
**AS OF DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>			
Cash	C-2,C-3	\$ 8,868,464	\$ 2,760,529
Grants Receivable	C-10	19,520,725	16,071,371
Loans Receivable	C-17	3,040,000	
Deferred Charges to Future Taxation - Funded	C-4	20,217,125	23,144,063
Deferred Charges to Future Taxation - Unfunded	C-5	36,805,661	19,487,023
Due from Current Fund	C-12	2,116,341	-
Overexpenditure of Ordinance		-	19,833
 Total Assets		 <u>\$ 90,568,316</u>	 <u>\$ 61,482,819</u>
 <b>LIABILITIES, RESERVES AND FUND BALANCE</b>			
General Serial Bonds	C-6	\$ 19,167,000	\$ 21,802,000
School Serial Bonds	C-7	805,000	1,050,000
State of New Jersey - Green Acres Loans Payable	C-8	245,125	292,063
Bond Anticipation Notes Payable	C-16	25,726,000	8,942,000
Contracts Payable	C-14	4,966,489	3,284,809
Due to Current Fund		-	514,139
Capital Improvement Fund	C-9	388,450	233,458
Reserve for Payment of Debt	C-13	153,081	37,813
Reserve for Loans Receivable	C-17	3,040,000	
Improvement Authorizations			
Funded	C-11	15,425,053	12,628,646
Unfunded	C-11	19,861,534	11,907,307
Fund Balance	C-1	<u>790,584</u>	<u>790,584</u>
 Total Liabilities, Reserves and Fund Balance		 <u>\$ 90,568,316</u>	 <u>\$ 61,482,819</u>

There were bonds and notes authorized but not issued on December 31, 2022 of \$11,119,661 and 2021 of \$10,545,023, (Exhibit C-18).

**TOWN OF WEST NEW YORK**  
**COMPARATIVE STATEMENTS OF CHANGES IN FUND BALANCE - REGULATORY BASIS**  
**GENERAL CAPITAL FUND**  
**FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
Balance, January 1	C	\$ 790,584	\$ 666,530
Increased by:			
Improvement Authorizations Cancelled		<u>-</u>	<u>124,054</u>
Balance, December 31	C	<u>\$ 790,584</u>	<u>\$ 790,584</u>

**TOWN OF WEST NEW YORK  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS -  
PARKING UTILITY FUND  
AS OF DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>			
Operating Fund			
Cash	D-4	\$ 4,392,315	\$ 3,578,647
Due from Parking Utility Capital Fund		-	34,475
		<u>4,392,315</u>	<u>3,613,122</u>
Deferred Charges:			
Emergency Authorization		-	700,000
		<u>-</u>	<u>700,000</u>
Total Operating Fund		<u>4,392,315</u>	<u>4,313,122</u>
Capital Fund			
Cash	D-4	13,939,273	17,948,706
Due from Current Fund			1,460
Fixed Capital	D-6	17,584,954	16,384,954
Fixed Capital Authorized and Uncompleted	D-7	<u>22,140,000</u>	<u>18,690,000</u>
		<u>53,664,227</u>	<u>53,025,120</u>
Total Capital Fund		<u>53,664,227</u>	<u>53,025,120</u>
Total Assets		<u>\$ 58,056,542</u>	<u>\$ 57,338,242</u>

**TOWN OF WEST NEW YORK  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS -  
PARKING UTILITY FUND  
AS OF DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
Operating Fund			
Appropriation Reserves	D-3,D-17	\$ 136,892	\$ 112,946
Encumbrances Payable	D-10	1,226,661	166,788
Accrued Interest on Bonds	D-11	417,081	159,925
Accounts Payable	D-12	62,690	79,345
Due to Current Fund	D-8	55,572	1,095,019
Due to Other Trust Fund		-	800
		<u>1,898,896</u>	<u>1,614,823</u>
Fund Balance	D, D-1	<u>2,493,419</u>	<u>2,698,299</u>
Total Operating Fund		<u>4,392,315</u>	<u>4,313,122</u>
Capital Fund			
Serial Bonds Payable	D-22	5,010,000	5,375,000
Bond Anticipation Notes	D-23	22,140,000	18,690,000
Encumbrances Payable	D-19	11,286,403	183,139
Improvement Authorization - Funded			210,103
Improvement Authorization - Unfunded	D-21	2,038,458	9,542,336
Due to Parking Utility Operating Fund			34,475
Capital Improvement Fund	D-15	90,000	90,000
Reserve for Debt Service	D-16	175,119	45,825
Reserve for Amortization	D-13	12,574,954	11,009,954
Reserve for 51-52 Street Parking Garage	D-20	<u>349,293</u>	<u>7,844,288</u>
Total Capital Fund		<u>53,664,227</u>	<u>53,025,120</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 58,056,542</u>	<u>\$ 57,338,242</u>

There were no bonds and notes authorized but not issued on December 31, 2022 and 2021,  
(Exhibit D-24).

**TOWN OF WEST NEW YORK**  
**COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE**  
**REGULATORY BASIS - PARKING UTILITY OPERATING FUND**  
**FOR THE YEARS ENDED DECEMBER 31, 2022 AND 2021**

	<u>Reference</u>	<u>2022</u>	<u>2021</u>
Revenues and Other Income Realized			
Fund Balance Anticipated	D-2	\$ 827,392	
Parking Fees	D-2	3,055,620	\$ 2,696,605
American Rescue Plan Act of 2021	D-2	2,200,000	1,000,000
Non-Budget Revenue	D-2	226,976	90,847
Other Credits to Income			
Appropriation Reserves Lapsed	D-17	<u>92,530</u>	<u>326,015</u>
		<u>6,402,518</u>	<u>4,113,467</u>
Expenditures			
Budget Appropriations			
Operating	D-3	2,740,000	2,943,483
Capital Improvements	D-3	1,200,000	500,000
Debt Service	D-3	972,814	640,944
Deferred Charges and Statutory Expenditures	D-3	<u>867,192</u>	<u>152,226</u>
		<u>5,780,006</u>	<u>4,236,653</u>
Excess (Deficit) in Revenue		622,512	(123,186)
Adjustments to Income before Surplus:			
Expenditures included above which are by Statute Deferred			
Charges to Budget of Succeeding Year	D, D-9	<u>-</u>	<u>700,000</u>
Statutory Excess to Fund Balance		622,512	576,814
Fund Balance, January 1	D	<u>2,698,299</u>	<u>2,121,485</u>
Decreased by:		3,320,811	2,698,299
Utilized as Anticipated Revenue	D-1	<u>827,392</u>	<u>-</u>
Fund Balance, December 31	D	<u>\$ 2,493,419</u>	<u>\$ 2,698,299</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF REVENUES - REGULATORY BASIS  
PARKING UTILITY OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Reference</u>	<u>Adopted Budget</u>	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess</u>
Fund Balance	D-1	\$ 827,392	\$ 827,392	\$ 827,392	
Parking Fees	D-1, D-4	2,758,800	2,758,800	3,055,620	\$ 296,820
American Rescue Plan Act of 2021	D-1, D-4	<u>1,000,000</u>	<u>2,200,000</u>	<u>2,200,000</u>	<u>-</u>
	D-3	<u>\$ 4,586,192</u>	<u>\$ 5,786,192</u>	6,083,012	<u>\$ 296,820</u>
Miscellaneous Revenue Not Anticipated	D-1, D-2, D-4			<u>226,976</u>	
				<u>\$ 6,309,988</u>	
Adopted Budget	D-3		\$ 4,586,192		
Added N.J.S.A 40A:4-87	D-3		<u>1,200,000</u>		
			<u>\$ 5,786,192</u>		
Miscellaneous Revenue Not Anticipated:					
Interest Income	D-2			<u>\$ 226,976</u>	

**TOWN OF WEST NEW YORK  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
PARKING UTILITY OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>Appropriated</u>		<u>Expended</u>		
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
OPERATING					
Salaries and Wages	\$ 1,000,000	\$ 1,000,000	\$ 959,954	\$ 40,046	
Other Expenses	750,000	740,000	661,238	78,762	
Annual Audit	10,000				
Other Expenses - ARP of 2021	<u>1,000,000</u>	<u>1,000,000</u>	<u>990,837</u>	<u>9,163</u>	<u>-</u>
Total Operating	<u>2,760,000</u>	<u>2,740,000</u>	<u>2,612,029</u>	<u>127,971</u>	<u>-</u>
CAPITAL IMPROVEMENTS					
Capital Outlay - ARP of 2021	<u>-</u>	<u>1,200,000</u>	<u>1,200,000</u>	<u>-</u>	<u>-</u>
Total Capital Improvements	<u>-</u>	<u>1,200,000</u>	<u>1,200,000</u>	<u>-</u>	<u>-</u>
DEBT SERVICE					
Payment of Bond Principal	365,000	365,000	365,000		
Interest on Bonds	233,000	233,000	232,163		\$ 837
Interest on Notes	<u>371,000</u>	<u>381,000</u>	<u>375,651</u>	<u>-</u>	<u>5,349</u>
Total Debt Service	<u>969,000</u>	<u>979,000</u>	<u>972,814</u>	<u>-</u>	<u>6,186</u>
DEFERRED CHARGES AND STATUTORY EXPENDITURES					
Deferred Charges					
Emergency Authorizations	700,000	700,000	700,000		
Statutory Expenditures					
Contribution to					
Public Employees' Retirement System (PERS)	92,192	92,192	92,192		
Social Security System (O.A.S.I.)	<u>65,000</u>	<u>75,000</u>	<u>66,079</u>	<u>8,921</u>	<u>-</u>
Total Deferred Charges and Statutory Expenditures	<u>857,192</u>	<u>867,192</u>	<u>858,271</u>	<u>8,921</u>	<u>-</u>
	<u>\$ 4,586,192</u>	<u>\$ 5,786,192</u>	<u>\$ 5,643,114</u>	<u>\$ 136,892</u>	<u>\$ 6,186</u>
	<u>Reference</u>			D	
Adopted Budget	D-2	\$ 4,586,192			
Added N.J.S.A. 40A:4-87	D-2	<u>1,200,000</u>			
		<u>\$ 5,786,192</u>			

**TOWN OF WEST NEW YORK  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
PARKING UTILITY OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2022**

Balances Brought Forward	<u>\$ 4,586,192</u>	<u>\$ 5,786,192</u>	<u>\$ 5,643,114</u>	<u>\$ 136,892</u>	<u>\$ 6,186</u>
	<u>Reference</u>				
Cash Disbursed Deferred	D-4		\$ 3,108,639		
Charges Encumbrances	D-9		700,000		
Payable Accrued Interest on	D-10		1,226,661		
Bonds	D-11		<u>607,814</u>		
			<u>\$ 5,643,114</u>		



## EXHIBIT E

**TOWN OF WEST NEW YORK  
COMPARATIVE BALANCE SHEETS - REGULATORY BASIS  
GENERAL FIXED ASSETS ACCOUNT GROUP  
AS OF DECEMBER 31, 2022 AND 2021**

	<u>2022</u>	<u>2021</u>
General Fixed Assets:		
Land and Improvements	\$ 9,769,197	\$ 6,344,636
Buildings	2,408,050	2,408,050
Building Improvements	16,002,109	14,773,008
Machinery and Equipment	4,500,409	3,816,036
Vehicles	<u>7,469,894</u>	<u>7,094,231</u>
 Total General Fixed Assets	 <u>\$ 40,149,659</u>	 <u>\$ 34,435,961</u>
  Investment in General Fixed Assets	  <u>\$ 40,149,659</u>	  <u>\$ 34,435,961</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The Town of West New York (the "Town") was incorporated in 1898 and operates under an elected Commission form of government. The Commission members are elected at-large in nonpartisan elections to serve four-year terms of office on a concurrent basis. Each Commissioner is assigned to head one of five departments. The Commission selects one of its members to serve as Mayor. The Mayor is the Chief Executive Officer of the Town and as such presides over all public meetings and makes appointments to various boards. The Commission exercises all legislative powers including final adoption of the municipal budget and bond ordinances and confirmation of the Mayor's appointments, and all executive authority which is not specifically provided to the Mayor, by state law. A Town Administrator is appointed by the Commission and is responsible for the implementation of the policies of the Commission, for the administration of all Town affairs and for the day to day operations of the Town. The Town Administrator is the Chief Administrative Officer for the Town. The Town's major operations include public safety, road repair and maintenance, sanitation, fire protection, recreation and parks, health services, and general administrative services.

The Governmental Accounting Standards Board (GASB) requires the financial reporting entity to include both the primary government and component units. Component units are legally separate organizations for which the Town is financially accountable. The Town is financially accountable for an organization if the Town appoints a voting majority of the organization's governing board and (1) the Town is able to significantly influence the programs or services performed or provided by the organization; or (2) the Town is legally entitled to or can otherwise access the organization's resources; the Town is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Town is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the Town in that the Town approves the budget, the issuance of debt or the levying of taxes. The Town is not includable in any other reporting entity as a component unit.

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 Town do not include the municipal library and housing authority which are considered component units under accounting principles generally accepted in the United States of America (GAAP). Complete financial statements of the above component units can be obtained by contacting the Treasurer of the respective entity.

**B. Description of Regulatory Basis of Accounting**

The financial statements of the Town of West New York have been prepared on a basis of accounting in conformity with accounting principles and practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") which is a regulatory basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). 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 Town accounts for its financial transactions through separate funds, which differ from the fund structure required by GAAP.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Description of Regulatory Basis of Accounting (Continued)**

GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB has adopted accounting statements to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America. (GAAP). The 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.

**C. Basis of Presentation – Financial Statements**

The Town 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 Town functions or activities. The Town also uses an account group, which is designed to provide accountability for certain assets that are not recorded in those Funds.

The Town has the following funds and account group:

Current Fund – This fund is used to account for the revenues and expenditures for governmental operations of a general nature and the assets and liabilities related to such activities, including Federal and State grants not accounted for in another fund.

Trust Funds – These funds are used to account for assets held by the government in a trustee capacity. Funds held by the Town as an agent for individuals, private organizations, or other governments are recorded in the Trust Funds.

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

Other Trust Fund - This fund is established to account for the assets and resources, which are held by the Town as a trustee or agent for individuals, private organizations, other governments and/or other funds. These funds include dedicated fees/proceeds collected, developer deposits, payroll related deposits and funds deposited with the Town as collateral.

Community Development Block Grant Fund - This fund is used to account for grant proceeds, program income and related expenditures for Federal Block grant entitlements.

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

Parking Utility Fund – This fund is used to account for the revenues and expenditures for the operation of the Town's parking facilities and services. Acquisition or improvement of capital facilities and other capital assets for the parking utility is accounted for in the capital section of the fund. The Parking Utility Fund commenced operations on November 26, 2019 upon dissolution of the Parking Authority of the Town of West New York.

General Fixed Assets Account Group – This account group is used to account for all general fixed assets of the Town. The Town's infrastructure is not reported in the account group.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Financial Statements (Continued)**

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

**Reclassifications** – Certain reclassifications may have been made to the December 31, 2021 balances to conform to the December 31, 2022 presentation.

**Financial Statements – Regulatory Basis**

The GASB Codification also requires the financial statements of a governmental unit to be presented in the basic financial statements in accordance with GAAP. The Town presents the regulatory basis financial statements listed in the table of contents which are required by the Division and which differ from the basic financial statements required by GAAP. In addition, the Division requires the regulatory basis financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from reporting requirements under GAAP.

**D. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the accounting principles and practices prescribed by the Division in accordance with the regulatory basis of accounting. Measurement focus indicates the type of resources being measured. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The Town of West New York follows a modified accrual basis of accounting. 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 or permitted for municipalities by the Division ("regulatory basis of accounting") differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. The more significant differences are as follows:

**Cash, Cash Equivalents and Investments** – Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the government. Investments are reported at cost and are limited by N.J.S.A. 40A:5-15.1 et seq. GAAP requires that all investments be reported at fair value.

**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. GAAP requires inventories to be recorded as assets in proprietary-type funds.

**Property Tax Revenues/Receivables** – 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. A penalty of up to 6% of the delinquency may be imposed on a taxpayer with a delinquency in excess of \$10,000 who fails to pay that delinquency prior to the end of the fiscal year in which the charges become delinquent.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus and Basis of Accounting (Continued)**

**Property Tax Revenues/Receivables (Continued)**

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 December 31, of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15 and November 15, to the County by the Town. When unpaid taxes or any municipal lien, or part thereof, on real property, remains in arrears on April first in the year following the calendar year levy when the same became in arrears, the collector in the municipality shall, subject to the provisions of the New Jersey Statutes, enforce the lien by placing the property on a standard tax sale. The Town also has the option when unpaid taxes or any municipal lien, or part thereof, on real property remains in arrears on the 11<sup>th</sup> day of the eleventh month in the fiscal year when the taxes or lien became in arrears, the collector in the municipality shall, subject to the provisions of the New Jersey Statutes, enforce the lien by placing property on an accelerated tax sale, provided that the sale is conducted and completed no earlier than in the last month of the fiscal year. The Town may institute annual in rem tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property. 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 tax receivable and tax title liens that are uncollectible. GAAP requires property tax revenues to be recognized in the accounting period when they become susceptible to accrual (i.e., when they are both levied and available), reduced by an allowance for doubtful accounts.

**Miscellaneous Revenues/Receivables** – 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 Town's Current Fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual (i.e., when they are both measurable and available).

**Grant and Similar Award Revenues/Receivables** – Federal and State grants, entitlements or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Town's budget. GAAP requires such revenues to be recognized as soon as all eligibility requirements imposed by the grantor or provider have been met.

**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 for interfunds and, therefore, does not recognize income in the year liquidated.

**Prepaid Items** – The Town has been allotted and has received certain state aid that is pledged to the payment of certain debt service in the subsequent calendar year which were issued pursuant to the Municipal Qualified Bond Act. These debt service payments reflect costs applicable to future accounting periods and are recorded as prepaid items. Prepaid items in the current fund, except for prepaid debt service, are offset by a reserve, created by a charge to operations. GAAP does not require the establishment of a reserve for prepaid items.

**Deferred Charges** – Certain expenditures and other items are required to be deferred to budgets of succeeding years. GAAP requires expenditures and certain other items generally to be recognized when incurred, if measurable. Funded and unfunded debt authorizations for general capital projects are also recorded as deferred charges and represent permanent long-term debt issues outstanding (funded) and temporary debt issues outstanding or unissued debt authorizations (unfunded), respectively. GAAP does not permit the recording of deferred charges for funded and unfunded debt authorizations.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus and Basis of Accounting (Continued)**

**Appropriation Reserves** – Appropriation reserves are recorded as liabilities and 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.

**Expenditures** – 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 cancelled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, as well as expenditures related to compensated absences and claims and judgements, which are recognized when due.

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

**Compensated Absences** – Expenditures relating to obligations for unused vested accumulated vacation and sick leave are not recorded until paid; however, municipalities may establish and budget reserve funds subject to NJSA 40A:4-39 for the future payment of compensated absences. 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 are recorded as a long-term obligation in the government-wide financial statements.

**Incurred But Not Reported (IBNR) Reserves and Claims Payable** – The Town has not created a reserve for any potential unreported self-insurance losses which have taken place but in which the Town has not received notices or report of losses (i.e. IBNR). Additionally, the Town has not recorded a liability for those claims filed, but which have not been paid (i.e. claims payable). 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 potential claims are recorded as a long-term obligation in the government-wide financial statements.

**Tax Appeals and Other Contingent Losses** – Losses arising from tax appeals and other contingent losses are recognized at the time a decision is rendered by an administrative or judicial body; however, municipalities may establish reserves transferred from tax collections or by budget appropriation for future payments of tax appeal losses. GAAP requires such amounts to be recorded when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

**General Fixed Assets** – In accordance with NJAC 5:30-5.6, Accounting for Governmental Fixed Assets, the Town has developed a fixed assets accounting and reporting system. Fixed assets are defined by the Town as assets with an initial, individual cost of \$5,000 and an estimated useful life in excess of two years.

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

General Fixed Assets purchased after June 30, 2008 are stated at cost. Donated fixed assets are recorded at acquisition value at the date of donation.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus and Basis of Accounting (Continued)**

**General Fixed Assets (Continued)**

General Fixed Assets purchased prior to June 30, 2008 are stated as follows:

Land and Buildings	Assessed Value
Building Improvements	Estimated Historical Cost
Vehicles	Estimated Historical Cost
Machinery and Equipment	Estimated Historical Cost

No depreciation has been provided for in the financial statements.

Expenditures for construction in progress are recorded in the General Capital Fund until such time as the construction is completed and put into operation for general fixed assets.

Accounting for utility fund "fixed capital" remains unchanged under NJAC 5:30-5.6.

Property and equipment purchased by the parking utility fund are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the Parking Utility Capital Fund represents charges to operations for the costs of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

GAAP requires that capital assets be recorded in proprietary-type funds as well as the government-wide financial statement at historical or estimated historical cost if actual historical cost is not available. In addition, GAAP requires depreciation on capital assets to be recorded in proprietary-type funds as well as in the government-wide financial statements.

**Long-term Debt** – The Town's long-term debt is stated at face value. Additional information pertinent to the Town's long-term debt is disclosed in Note 9 to the financial statements.

**Net Pension Liability and Related Deferred Outflows of Resources and Deferred Inflows of Resources and Pension Expense**

The requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB No. 68* require governmental entities to record their distributive shares of net pension liability, deferred outflows of resources, deferred inflow of resources and total pension related expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of the liabilities, deferrals and expenses, but do require the disclosure of these amounts. The audited financial information related to pensions is released annually by the State's Division of Pensions and Benefits and is required to be included as note disclosures in the financial statements. Due to delays in the availability of the information needed for disclosure, the Division issued Local Finance Notice 2023-10 on May 8, 2023. To ensure the timely filing of county and municipal audits, Local Finance Board regulations allow the Division discretion to permit the most recent available audited GASB 68 financial information to be incorporated into the audited financial statements and only requires one year to be disclosed. As of the date of audit, the 2022 Public Employees' Retirements System Report and the 2021 Police and Firemen's Retirement System Report were the most recent reports available and therefore these years were disclosed accordingly. Refer to Note 11 to the Financial Statements for these disclosures.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus and Basis of Accounting (Continued)**

**Other Post-Employment Benefits Other Than Pensions** – The requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)* that is provided by other entities require governmental entities to record in their financial statements a share of the other governments net OPEB liability, deferred outflow of resources, deferred inflow of resources and total OPEB expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these liabilities, deferrals and expenses, but do require the disclosure of the amounts. Since the Town does not follow GAAP, the GASB did not result in a change in the Town's assets, liabilities and contribution requirements. However, it did result in additional note disclosures as required by the GASBs. The Town maintains a sole-employer OPEB Plan. However, the Town participates in a special funding situation with the State of New Jersey multi-employer plan. As it relates to the State of New Jersey multi-employer plan, the audited financial information related to OPEBs is released annually by the State's Division of Pensions and Benefits and is required to be included as note disclosures in the financial statements. Due to delays in the availability of the information needed for disclosure, the Division issued Local Finance Notice 2023-10 on May 8, 2023. To ensure the timely filing of county and municipal audits, Local Finance Board regulations allow the Division discretion to permit the most recent available audited GASB No. 75 financial information to be incorporated into the audited financial statements and only requires one year to be disclosed. As a result, the latest available audited information is presented in Note 12 to the Financial Statements.

**Use of Estimates** – The preparation of financial statements requires management of the Town 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 accrued revenues and expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

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

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

Trust Funds  
General Capital Fund  
Parking Utility Capital Fund

The governing body is required to introduce and approve the annual budget no later than February 10, of the fiscal year. The budget is required to be adopted no 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. The governing body of the municipality may authorize emergency appropriations and the inclusion of certain special items of revenue to the budget after its adoption and determination of the tax rate. 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 2022 and 2021, the Commissioners increased the original current fund budget by \$6,509,650 and \$3,330,266, respectively. The increases were funded by additional grants and aid allotted to the Town.



**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

Additionally, during 2022 the Commissioners increased the Parking Utility Operating Fund budget by \$1,200,000. This increase was funded by American Rescue Plan Act of 2021 available funds. In addition, the governing body approved several budget transfers during 2022 and 2021.

**NOTE 3 CASH DEPOSITS AND INVESTMENTS**

The Town considers petty cash, change funds, cash in banks, certificates of deposit and deposits with the New Jersey Cash Management Fund as cash and cash equivalents.

**A. Cash Deposits**

The Town's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Town is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC or NCUSIF.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At December 31, 2022 and 2021, the book value of the Town's deposits were \$75,709,678 and \$66,017,605 and bank and brokerage firm balances of the Town's deposits amounted to \$82,094,489 and \$69,489,295, respectively. The Town's deposits which are displayed on the various fund balance sheets as "cash" are categorized as:

<u>Depository Account</u>	<u>Bank Balance</u>	
	<u>2022</u>	<u>2021</u>
Insured	\$ 81,816,961	\$ 69,211,767
Uninsured and Uncollateralized	<u>277,528</u>	<u>277,528</u>
	<u>\$ 82,094,489</u>	<u>\$ 69,489,295</u>

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 Town does not have a formal policy for custodial credit risk. As of December 31, 2022 and 2021, the Town's bank balances of \$277,528 and \$277,528 were exposed to custodial credit risk as follows:

<u>Depository Account</u>	<u>2022</u>	<u>2021</u>
Uninsured and Uncollateralized	<u>\$ 277,528</u>	<u>\$ 277,528</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 3 CASH DEPOSITS AND INVESTMENTS (Continued)**

**B. Investments**

The Town is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 40A:5-15.1. Investments include bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the Town or bonds or other obligations of the school districts which are a part of the Town or school districts located within the Town, Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school district, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law, " (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investments in the Department of the Treasury for investment by local units; Local Government investment pools, deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with NJSA 40A:5-15.1 (8a-8e).

Interest Rate Risk – The Town 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.

Credit Risk – State law limits investments as noted above (N.J.S.A. 40A:5-15.1 and NJAC 5:30-14.19). The Town does not have an investment policy that would further limit its investment choices.

Concentration of Credit Risk – The Town places no limit in the amount the Town may invest in any one issuer.

As of December 31, 2022 and 2021, the Town had no outstanding investments.

Interest earned in the General Capital Fund, Animal Control Fund and certain Other Trust Funds are assigned to the Current Fund in accordance with the regulatory basis of accounting. Interest earned in the Parking Utility Capital Fund is assigned to the Parking Utility Operating Fund in accordance with the regulatory basis of accounting.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 4 TAXES RECEIVABLE**

Receivables at December 31, 2022 and 2021 consisted of the following:

**2022**

Property Taxes	\$ 99,905
Tax Title Liens	<u>439,188</u>
	<u>\$ 539,093</u>

**2021**

Property Taxes	\$ 21,676
Tax Title Liens	<u>389,762</u>
	<u>\$ 411,438</u>

In 2022 and 2021, the Town collected \$8,627 and \$94,651 from delinquent taxes, which represented 2% and 21%, respectively of the prior year delinquent taxes and tax title liens receivable balances.

**NOTE 5 DUE TO/FROM OTHER FUNDS**

As of December 31, interfund receivables and payables that resulted from various interfund transactions were as follows:

	<b><u>2022</u></b>		<b><u>2021</u></b>	
	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Current Fund	\$ 59,407	\$5,401,213	\$ 1,609,158	\$5,600,136
Trust Funds:				
Animal Control		3,835	92	
Other Trust	3,284,872		5,599,384	
General Capital Fund	2,116,341			514,139
Parking Utility Capital Fund			1,460	34,475
Parking Utility Operating Fund	<u>-</u>	<u>55,572</u>	<u>34,475</u>	<u>1,095,819</u>
Total	<u>\$ 5,460,620</u>	<u>\$5,460,260</u>	<u>\$ 7,244,569</u>	<u>\$7,244,569</u>

The above balances are the result of expenditures being paid and/or revenues received by one fund on behalf of another.

The Town expects all interfund balances to be liquidated within one year.

**TOWN OF WEST NEW YORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 6 DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS**

Under the regulatory basis of accounting, certain expenditures are required to be deferred to budgets of succeeding years. At December 31, the following deferred charges are reported on the balance sheets of the following funds:

	Balance December 31,	Subsequent Year Budget Appropriation	Balance
<b><u>2022</u></b>			
None.			
<b><u>2021</u></b>			
General Capital Fund			
Overexpenditure of Ordinance	\$ 19,833	\$ 19,833	\$ -
Parking Utility Operating Fund			
Emergency Authorization	\$ 700,000	\$ 700,000	\$ -

**NOTE 7 FUND BALANCES APPROPRIATED**

Under the regulatory basis of accounting, fund balances in the Current Fund and Parking Utility Operating Fund are comprised of cash surplus (fund balance) and non-cash surplus (fund balance). All or part of cash surplus as of December 31 may be anticipated in the subsequent year's budget. The non-cash surplus portion of fund balance may be utilized in the subsequent year's budget with the prior written consent of the Director of the Division of Local Government Services if certain guidelines are met as to its availability. Fund balances at December 31, which were appropriated and included as anticipated revenue in their own respective fund's budget for the succeeding year were as follows:

**TOWN OF WEST NEW YORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 7 FUND BALANCES APPROPRIATED (Continued)**

	<u>2022</u>		<u>2021</u>	
	Fund Balance <u>December 31,</u>	(A) Utilized in Subsequent <u>Year's Budget</u>	Fund Balance <u>December 31,</u>	Utilized in Subsequent <u>Year's Budget</u>
Current Fund				
Cash Surplus	\$15,096,174	\$ 9,780,000	\$10,710,144	\$ 8,545,000
Non-Cash Surplus	<u>3,635,213</u>	<u>-</u>	<u>4,752,105</u>	<u>-</u>
	<u>\$ 18,731,387</u>	<u>\$ 9,780,000</u>	<u>\$ 15,462,249</u>	<u>\$ 8,545,000</u>
Parking Utility Operating Fund				
Cash Surplus	\$ 2,493,419	\$ 821,881	\$ 1,998,299	\$ 827,392
Non-Cash Surplus	<u>-</u>	<u>-</u>	<u>700,000</u>	<u>-</u>
	<u>\$ 2,493,419</u>	<u>\$ 821,881</u>	<u>\$ 2,698,299</u>	<u>\$ 827,392</u>

(A) - Introduced 2023 Local Municipal Budget - June 8, 2023.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 8 FIXED ASSETS**

**A. General Fixed Assets**

The following is a summary of changes in the general fixed assets account group for the years ended December 31, 2022 and 2021.

	Balance, January 1, <u>2022</u>	<u>Increases</u>	<u>Decreases</u>	Balance, December 31, <u>2022</u>
<b><u>2022</u></b>				
Land and Improvements	\$ 6,344,636	\$ 3,424,561		\$ 9,769,197
Buildings	2,408,050			2,408,050
Building Improvements	14,773,008	1,229,101		16,002,109
Machinery and Equipment	3,816,036	684,373		4,500,409
Vehicles	<u>7,094,231</u>	<u>375,663</u>	<u>-</u>	<u>7,469,894</u>
	<u>\$ 34,435,961</u>	<u>\$ 5,713,698</u>	<u>\$ -</u>	<u>\$ 40,149,659</u>
	Balance January 1, <u>2021</u>	<u>Increases</u>	<u>Decreases</u>	Balance, December 31, <u>2021</u>
<b><u>2021</u></b>				
Land and Improvements	\$ 6,085,748	\$ 258,888		\$ 6,344,636
Buildings	2,408,050			2,408,050
Building Improvements	14,455,554	317,454		14,773,008
Machinery and Equipment	3,481,054	334,982		3,816,036
Vehicles	<u>6,711,054</u>	<u>383,177</u>	<u>-</u>	<u>7,094,231</u>
	<u>\$ 33,141,460</u>	<u>\$ 1,294,501</u>	<u>\$ -</u>	<u>\$ 34,435,961</u>

**B. Utility Fund Fixed Assets**

The following is a summary of changes in the utility fund fixed assets for the years ended December 31, 2022 and 2021.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 8 FIXED ASSETS (Continued)**

**B. Utility Fund Fixed Assets (Continued)**

<b><u>Parking Utility Fund</u></b>	Balance January 1, <u>2022</u>	<u>Increases</u>	<u>Decreases</u>	Balance, December 31, <u>2022</u>
<b><u>2022</u></b>				
Fixed Capital				
Land	\$ 3,816,901			\$ 3,816,901
Buildings and Improvements	9,160,341	\$ 1,200,000		10,360,341
Parking Lot Improvements	1,568,628			1,568,628
Equipment	<u>1,839,084</u>	<u>-</u>	<u>-</u>	<u>1,839,084</u>
	<u>\$ 16,384,954</u>	<u>\$1,200,000</u>	<u>\$ -</u>	<u>\$ 17,584,954</u>
	Balance January 1, <u>2021</u>	<u>Increases</u>	<u>Decreases</u>	Balance, December 31, <u>2021</u>
<b><u>2021</u></b>				
Fixed Capital				
Land	\$ 3,816,901			\$ 3,816,901
Buildings and Improvements	9,160,341			9,160,341
Parking Lot Improvements	1,568,628			1,568,628
Equipment	<u>1,839,084</u>	<u>-</u>	<u>-</u>	<u>1,839,084</u>
	<u>\$ 16,384,954</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,384,954</u>

**NOTE 9 MUNICIPAL DEBT**

The Local Bond Law (N.J.S.A. 40A:2 et.seq.) governs the issuance of bonds and notes used to finance capital expenditures. General obligation bonds have been issued for both general capital and parking utility capital fund projects and acquisition or other purposes permitted by the Local Bond Law. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Town are general obligation bonds, backed by the full faith and credit of the Town. Bond anticipation notes, which are issued to temporarily finance capital projects and acquisitions or other purposes permitted by the Local Bond Law, must be paid off within ten years and four months or retired by the issuance of bonds.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

The Town's debt is summarized as follows:

	<u><b>2022</b></u>	<u><b>2021</b></u>
Issued		
General		
Bonds, Notes and Loans	\$ 45,138,125	\$ 31,036,063
Parking Utility		
Bonds and Notes	27,150,000	24,065,000
Less Funds Temporarily Held to Pay Bonds and Notes	<u>153,081</u>	<u>37,813</u>
Net Debt Issued	72,135,044	55,063,250
Authorized But Not Issued		
General		
Bonds and Notes	<u>11,119,661</u>	<u>10,545,023</u>
	<u>83,254,705</u>	<u>65,608,273</u>
Type II Local School District Debt		
Issued and Outstanding		
General Serial Bonds	<u>805,000</u>	<u>1,050,000</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$ 84,059,705</u>	<u>\$ 66,658,273</u>



**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**Statutory Net Debt**

The statement of debt condition that follows is extracted from the Town's Annual Debt Statement and indicates a statutory net debt of 1.487% and 1.215% at December 31, 2022 and 2021, respectively.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
<b><u>2022</u></b>			
Local School District Debt - Type I	\$ 805,000	\$ 805,000	
Utility Debt	27,150,000	27,150,000	
Debt Guarantees	1,690,700	1,690,700	
General Debt	<u>56,257,786</u>	<u>3,193,081</u>	<u>\$ 53,064,705</u>
Total	<u>\$ 85,903,486</u>	<u>\$ 32,838,781</u>	<u>\$ 53,064,705</u>

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
<b><u>2021</u></b>			
Local School District Debt - Type I	\$ 1,050,000	\$ 1,050,000	
Utility Debt	24,065,000	24,065,000	
Debt Guarantees	2,685,980	2,685,980	
General Debt	<u>41,581,086</u>	<u>37,813</u>	<u>\$ 41,543,273</u>
Total	<u>\$ 69,382,066</u>	<u>\$ 27,838,793</u>	<u>\$ 41,543,273</u>

**Statutory Borrowing Power**

The Town's remaining borrowing power under N.J.S. 40A:2-6, as amended, at December 31, was as follows:

	<u>2022</u>	<u>2021</u>
3-1/2% of Equalized Valuation Basis (Municipal)	\$ 124,843,648	\$ 119,671,564
Less: Net Debt	<u>53,064,705</u>	<u>41,543,273</u>
Remaining Borrowing Power	<u>\$ 71,778,943</u>	<u>\$ 78,128,291</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**A. Long-Term Debt**

The Town's long-term debt consisted of the following at December 31:

**General Obligation Bonds**

The Town levies ad valorem taxes to pay debt service on general obligation bonds. General obligation bonds outstanding at December 31 are as follows:

<b><u>General Obligation Bonds</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>
\$3,910,000, 2013 Series A Qualified General Obligation Bonds, due in annual installments of \$270,000 to \$330,000 through May 15, 2029, interest at 2.50% to 3.00%	\$ 2,085,000	\$ 2,345,000
\$6,725,000, 2013 Series B Qualified General Obligation Bonds (Taxable), due in annual installments of \$500,000 to \$630,000 through May 15, 2028, interest at 4.00% to 4.40%	3,370,000	3,850,000
\$5,047,000, 2016 Series A General Obligation Bonds due in annual installments of \$425,000 to \$487,000 through November 1, 2028, interest at 3.00%	2,712,000	3,122,000
\$4,600,000, 2016A General Improvement Refunding Bonds due in annual installments of \$605,000 to \$650,000 through April 15, 2025, interest at 3.00%	1,885,000	2,465,000
\$11,125,000, 2019 Series General Obligation Bonds due in annual installments of \$815,000 to \$985,000 through September 1, 2032, interest at 2.00% to 4.00%	8,850,000	9,635,000
\$715,000, 2018 Refunded HCIA Pooled Loan Program Bonds due in annual installments of \$130,000 to \$135,000 through July 15, 2024 interest at 3.75%	265,000	385,000
	<u>\$ 19,167,000</u>	<u>\$ 21,802,000</u>

**TOWN OF WEST NEW YORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**A. Long-Term Debt (Continued)**

**General Obligation Bonds (Continued)**

**School Debt**

The West New York Board of Education is a Type II School District having been reclassified from a Type I during the general election held on November 5, 2013. Bonds and notes previously authorized by the Board of School Estimate prior to November 5, 2013 to finance capital expenditures are general obligations of the Town and are reported on the balance sheet of the Town's General Capital Fund.

**School Bonds**

	<b><u>2022</u></b>	<b><u>2021</u></b>
\$1,960,000, 2016B Series School Refunding Bonds, due in annual installments of \$260,000 to \$280,000 through April 15, 2025, interest rates at 3.00%	\$ 805,000	\$ 1,050,000

**Parking Utility Bonds**

	<b><u>2022</u></b>	<b><u>2021</u></b>
\$5,515,000 2019 Parking Utility Refunding Bonds, due in annual installments of \$250,000 to \$445,000 through July 15, 2036 interest at 4.00% to 5.00%	\$ 4,745,000	\$ 4,985,000
\$735,000 2018 Refunding HCIA Pooled Loan Governmental Loan Program Bonds, due in annual installments of \$130,000 to \$135,000 through July 15, 2024 interest at 3.75%	265,000	390,000
	<u>\$ 5,010,000</u>	<u>\$ 5,375,000</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**A. Long-Term Debt (Continued)**

**General Intergovernmental Loans Payable**

The Town has entered into a loan agreements with the State under the New Jersey Green Trust Bond Act of 1983 for the financing relating to various improvements. The Town levies ad valorem taxes to pay debt service on general intergovernmental loans issued.

General intergovernmental loans outstanding at December 31 are as follows:

<u>Green Trust Loans</u>	<u>2022</u>	<u>2021</u>
\$675,000, 2006 Loan, due in Semi-Annual installments of \$19,575 to \$20,779 through February 9, 2026, interest at 2%	\$ 141,203	\$ 179,773
\$170,010, 2013 Loan, due in Semi-Annual installments of \$4,599 to \$5,233 through July 21, 2033, interest at 2%	103,922	112,290
	<u>\$ 245,125</u>	<u>\$ 292,063</u>

The Town's principal and interest for long-term debt issued and outstanding as of December 31, 2022 is as follows:

<u>Year</u>	<u>General</u>		<u>School</u>		<u>Loans</u>		<u>Parking Utility</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2023	\$ 2,745,000	\$ 577,178	\$ 260,000	\$ 20,250	\$ 47,881	\$ 4,664	\$ 380,000	\$ 225,188	\$ 4,260,161
2024	2,855,000	481,052	265,000	12,375	48,843	3,702	390,000	210,312	4,266,284
2025	2,810,000	381,005	280,000	4,200	49,825	2,720	270,000	192,500	3,990,250
2026	2,130,000	291,375			29,840	1,719	285,000	179,000	2,916,934
2027	2,210,000	211,455			9,243	1,329	300,000	164,750	2,896,777
2028-2032	6,417,000	332,520			49,078	3,781	1,720,000	595,250	9,117,629
2033-2035	-	-	-	-	10,415	156	1,665,000	182,200	1,857,771
Total	<u>\$ 19,167,000</u>	<u>\$ 2,274,585</u>	<u>\$ 805,000</u>	<u>\$ 36,825</u>	<u>\$ 245,125</u>	<u>\$ 18,071</u>	<u>\$ 5,010,000</u>	<u>\$ 1,749,200</u>	<u>\$ 29,305,806</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**A. Long-Term Debt (Continued)**

**Debt Guarantees**

**Hudson County Improvement Authority – Lease Revenue Bonds North Hudson Regional Fire and Rescue (NHRFR)**

In August, 2003, the Town guaranteed an amount not to exceed \$3,828,000 for its proportionate share of \$15,000,000 debt authorized by the HCIA in connection with the HCIA's financing of the costs of the public facilities as defined in that ordinance. On January 11, 2004 the HCIA issued Variable Rate Lease Revenue Bonds (federally taxable) in connection with this authorization. The Town's share in the debt service on these bonds is approximately 25.52%, which is proportionate to the Town's share in the contribution to create the NHRFR. These bonds are not considered as bonds payable of the Town, but rather a lease agreement between the Town (acting on behalf of the NHRFR) and the HCIA. Pursuant to the terms of the lease agreement, the town is required to make rental payments sufficient to pay for its proportionate share of the debt service on the HCIA Series 2003 Lease Revenue Bonds.

The 2004 Bonds had an interest rate of 3.01% (the "Initial Interest Rate") until January 1, 2007 (the "Initial Interest Rate Period"). At January 2007 a variable rate of 5.33% was issued for a one year period. Subsequent to year end the bond rate was fixed at rates ranging between 5.80% and 6.640%.

In January 2006, the Town guaranteed an amount not exceed \$2,194,720 for its proportionate share of \$8,600,000 debt authorized as Series A (tax-exempt) and Series B (taxable), and allocated each in accordance with each NHRFR participating municipality's proportionate share as defined above Pursuant to the terms of the lease agreement, the Town is required to make rental payments sufficient to pay for its proportionate share of the debt service on the HCIA Series 2006A and 2006B Lease Revenue Bonds, plus an administrative fee payable to the HCIA (one tenth of one percent of the outstanding principal on the Town's share of the bonds).

The HCIA, at the consent of the NHRFR, as lessee, issued the \$4,760,000 Lease Revenue Refunding Bonds, (North Hudson Regional Fire and Rescue Project Guaranteed Tax-Exempt Series) Series 2011A and the \$10,990,000 Lease Revenue Bonds, (North Hudson Regional Fire and Rescue Project Guaranteed Taxable Series) Series 2011B to call all of the outstanding \$7,010,000 Lease Revenue Bonds Series 1999A (Original Parties Tax Exempt Series) and \$15,070,000 Lease Revenue Bonds, Series 1999B (Original Parties Guaranteed Taxable Series). On October 18, 2011, the Town guaranteed an amount not to exceed \$1,214,752 and \$2,804,648, respectively for its proportionate share of the total \$15,750,000 2011A and 2011B Lease Revenue Bonds. Pursuant to the terms of the lease agreement, the Town is required to make rental payments sufficient to pay for its proportionate share of the debt service on the Series 2011A and Series 2011B Lease Revenue Bonds.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 9 MUNICIPAL DEBT (Continued)**

**A. Long-Term Debt (Continued)**

**Debt Guarantees (Continued)**

**Hudson County Improvement Authority – Lease Revenue Bonds North Hudson Regional Fire and Rescue (NHRFR) (Continued)**

The Town's proportionate share of the North Hudson Region Fire and Rescue Bonds are as follows:

	<u>2022</u>	<u>2021</u>
HCIA 2004 (Taxable) Lease Revenue Bonds, originally issued on January 1, 2004 for \$3,828,000, maturing annually from January 2009 through 2024, bearing an initial rate of 3.01%. Following expiration of the Initial Interest Rate Period, rates are between 5.80% to 6.64%.	\$ 854,920	\$ 1,237,720
HCIA 2006A (Tax-Exempt) Lease Revenue Bonds, originally issued on January 1, 2006 for \$1,143,296, maturing annually from January 1, 2008 through 2024, bearing interest rates of 4.0% to 5.0%.	182,468	267,960
HCIA 2006B (Taxable) Lease Revenue Bonds, originally issued on January 1, 2006 for \$1,051,424, maturing annually from January 1, 2008 to 2015. At January 1, 2015 the issue requires term bond optional redemptions or sinking funds to 2020 and 2024. The bonds bear interest of 4.99% to 5.4%.	176,088	257,752
HCIA 2011A (Tax-Exempt) Lease Revenue Bonds, originally issued on September 1, 2011 for \$1,214,752, maturing annually from September 1, 2012 to 2023. The bonds bear interest of 5.4% to 5.7%.	133,980	261,580
HCIA 2011B (Taxable) Lease Revenue Bonds, originally issued on September 1, 2011 for \$2,804,648, maturing annually from September 1, 2012 to 2023. The bonds bear interest of 5.4% to 5.7%.	343,244	660,968
	<u>\$ 1,690,700</u>	<u>\$ 2,685,980</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**A. Long-Term Debt (Continued)**

**Changes in Long-Term Municipal Debt**

The Town's long-term capital debt activity for the years ended December 31, 2022 and 2021 were as follows:

	Balance, January 1, <u>2022</u>	<u>Additions</u>	<u>Reductions</u>	Balance, December 31, <u>2022</u>	Due Within <u>One Year</u>
<b><u>2022</u></b>					
General Capital Fund					
Serial Bonds Payable	\$ 21,802,000		\$ 2,635,000	\$ 19,167,000	\$ 2,745,000
School Bonds Payable	1,050,000		245,000	805,000	260,000
Intergovernmental Loans Payable	<u>292,063</u>	<u>-</u>	<u>46,938</u>	<u>245,125</u>	<u>47,881</u>
General Capital Fund Long-Term Liabilities	<u>\$ 23,144,063</u>	<u>\$ -</u>	<u>\$ 2,926,938</u>	<u>\$ 20,217,125</u>	<u>\$ 3,052,881</u>
Parking Utility Capital Fund					
Serial Bonds Payable	\$ 5,375,000	\$ -	\$ 365,000	\$ 5,010,000	\$ 380,000
Parking Utility Capital Fund Long-Term Liabilities	<u>\$ 5,375,000</u>	<u>\$ -</u>	<u>\$ 365,000</u>	<u>\$ 5,010,000</u>	<u>\$ 380,000</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**A. Long-Term Debt (Continued)**

**Changes in Long-Term Municipal Debt**

	Balance, January 1, <u>2021</u>	<u>Additions</u>	<u>Reductions</u>	Balance, December 31, <u>2021</u>	Due Within <u>One Year</u>
<b><u>2021</u></b>					
General Capital Fund					
Serial Bonds Payable	\$ 24,352,000		\$ 2,550,000	\$ 21,802,000	\$ 2,635,000
School Bonds Payable	1,290,000		240,000	1,050,000	245,000
Intergovernmental Loans Payable	<u>338,076</u>	<u>-</u>	<u>46,013</u>	<u>292,063</u>	<u>46,938</u>
General Capital Fund Long-Term Liabilities	<u>\$ 25,980,076</u>	<u>\$ -</u>	<u>\$ 2,836,013</u>	<u>\$ 23,144,063</u>	<u>\$ 2,926,938</u>
Parking Utility Capital Fund					
Serial Bonds Payable	<u>\$ 5,720,000</u>	<u>\$ -</u>	<u>\$ 345,000</u>	<u>\$ 5,375,000</u>	<u>\$ 365,000</u>
Parking Utility Capital Fund Long-Term Liabilities	<u>\$ 5,720,000</u>	<u>\$ -</u>	<u>\$ 345,000</u>	<u>\$ 5,375,000</u>	<u>\$ 365,000</u>



**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**B. Short-Term Debt**

The Town's short-term debt activity for the years ended December 31, 2022 and 2021 was as follows:

<u>Purpose</u>	<u>Rate (%)</u>	<u>Maturity Date</u>	<u>Balance, January 1, 2022</u>	<u>Renewed/ Issued</u>	<u>Retired/ Redeemed</u>	<u>Balance, December 31, 2022</u>
<b><u>2022</u></b>						
<u>General Capital Fund</u>						
Repairs to Public Works Building	1.00	8/16/2022	\$ 805,000		\$ 805,000	
Repairs to Public Works Building	3.00	8/4/2023		\$ 805,000		\$ 805,000
Park Improvements	1.00	8/16/2022	3,610,000		3,610,000	-
Park Improvements	3.00	8/4/2023		3,610,000		3,610,000
Various Capital Improvements	1.00	8/16/2022	4,527,000		4,527,000	-
Various Capital Improvements	3.00	8/4/2023		4,527,000		4,527,000
Various Capital Improvements	3.00	8/4/2023		570,000		570,000
Refunding Group Health Emergency Approp.	3.00	8/4/2023		4,825,000		4,825,000
Various Capital Improvements	3.00	8/4/2023		8,349,000		8,349,000
Provide Assistance of Aid to West New York Housing Authority	3.60	9/29/2023	-	3,040,000	-	3,040,000
			<u>\$8,942,000</u>	<u>\$25,726,000</u>	<u>\$8,942,000</u>	<u>\$25,726,000</u>
<u>Parking Utility Capital Fund</u>						
Municipal Share of a Parking Deck	0.30	6/10/2022	\$9,800,000		\$9,800,000	
Municipal Share of a Parking Deck	3.00	6/9/2023		\$ 9,800,000		\$ 9,800,000
Various Parking Utility Improv.	1.00	8/16/2022	750,000		750,000	-
Various Parking Utility Improv.	3.00	8/4/2023		750,000		750,000
Construction of a Parking Deck	1.00	8/16/2022	8,140,000		8,140,000	-
Construction of a Parking Deck	3.00	8/4/2023		8,140,000		8,140,000
Suppl. Approp. for Constr. of a Parking Deck of a Parking Deck	3.00	8/4/2023	-	3,450,000	-	3,450,000
			<u>\$18,690,000</u>	<u>\$22,140,000</u>	<u>\$18,690,000</u>	<u>\$22,140,000</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 9 MUNICIPAL DEBT (Continued)**

**B. Short-Term Debt (Cont'd)**

<u>Purpose</u>	<u>Rate</u> <u>(%)</u>	<u>Maturity</u> <u>Date</u>	<u>Balance,</u> <u>January 1,</u> <u>2021</u>	<u>Renewed/</u> <u>Issued</u>	<u>Retired/</u> <u>Redeemed</u>	<u>Balance,</u> <u>December 31,</u> <u>2021</u>
<b><u>2021</u></b>						
<u>General Capital Fund</u>						
Repairs to Public Works Building	1.00	8/16/2022		\$ 805,000		\$ 805,000
Park Improvements	1.00	8/16/2022		3,610,000		3,610,000
Various Capital Improvements	1.00	8/16/2022	-	4,527,000	-	4,527,000
			<u>\$ -</u>	<u>\$ 8,942,000</u>	<u>\$ -</u>	<u>\$ 8,942,000</u>
<u>Parking Utility Capital Fund</u>						
Municipal Share of a Parking Deck	0.30	6/10/2022		\$ 9,800,000		\$ 9,800,000
Various Parking Utility Improv.	1.00	8/16/2022		750,000		750,000
Construction of a Parking Deck	1.00	8/16/2022	-	8,140,000	-	8,140,000
			<u>\$ -</u>	<u>\$ 18,690,000</u>	<u>\$ -</u>	<u>\$ 18,690,000</u>

**Bond Anticipation Notes**

The purpose of these short-term borrowings was to provide resources for capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq. The amounts issued for general governmental activities are accounted for in the General Capital Fund.

State law requires that notes are to be issued for a period not exceeding one year and may be renewed from time to time for additional periods, none of which shall exceed one year. All bond anticipation notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year following the date of the original notes. In addition, any note renewed beyond the third anniversary date of the original note, requires one legally payable installment to be paid.

**TOWN OF WEST NEW YORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 10 OTHER LONG-TERM LIABILITIES**

**A. Compensated Absences**

Under the existing policies and labor agreements of the Town, employees are allowed to accumulate (with certain restrictions) unused vacation benefits, sick leave and compensation time (police only) in lieu of overtime over the life of their working careers and to redeem such unused leave time in cash (with certain limitations) upon death, retirement or by extended absence immediately preceding retirement.

It is estimated that the current cost of such unpaid compensation and salary related payments would approximate \$5,185,709 and \$5,461,106 at December 31, 2022 and 2021, respectively. These amounts which are considered material to the financial statements, are not reported either as an expenditure or liability.

**B. Deferred Pension Obligation**

During the year ended December 31, 2009, the Town elected to contribute 50% of its normal and accrued liability components of the PFRS and PERS obligations and deferred the remaining 50% in accordance with P.L. 2009, c.19. The deferred amount totaled \$1,589,585 and will be paid back with interest over 15 years beginning in the 2012 year. The Town is permitted to payoff the deferred PFRS and PERS pension obligations at any time. The deferred liability payment including accrued interest (7.00% effective July 1, 2017) for the year ended December 31, 2023 is \$171,286 and \$46,453, respectively.

During the years ended December 31, 2022, 2021 and 2020 the Town was required to contribute for the deferred pension obligation the following amounts which equaled the required contribution for each year.

<u>Years Ended</u> <u>December 31,</u>	<u>PERS</u>	<u>PFRS</u>
2022	\$ 48,406	\$ 178,709
2021	47,462	174,736
2020	47,337	174,564

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS**

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all state and local government employees which includes those Town employees who are eligible for pension coverage.

**Police and Firemen's Retirement System (PFRS)** – established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after December 31, 1944. Membership is mandatory for such employees. PFRS is a cost-sharing multi-employer defined benefit pension plan with a special funding situation. For additional information about PFRS, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

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

The following represents the membership tiers for PFRS:

<b>Tier</b>	<b>Definition</b>
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% (tier 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.

**Public Employees' Retirement System (PERS)** – established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full-time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost-sharing multi-employer defined benefit pension plan with a special funding situation. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

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, if applicable, vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

<b>Tier</b>	<b>Definition</b>
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

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Public Employees' Retirement System (PERS) (Continued)**

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 1/55<sup>th</sup> of final average salary for each year of service credit is available to tier 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members 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 member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have a least 25 years of service. Deferred retirement is available to members who have at least ten years of service credit and have not reached the service retirement age for the respective tier.

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Town employees who are eligible for pension coverage.

**Defined Contribution Retirement Program (DCRP)** – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PERS and new employees who would otherwise be eligible to participate in PERS and do not earn the minimum salary required or do not work the minimum required hours but earn a base salary of at least \$5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

**Other Pension Funds**

The state established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The cost of living increase for PERS and PERS are funded directly by each of the respective systems, but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

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 each of the above systems, funds, and trust. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Measurement Focus and Basis of Accounting**

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**Investment Valuation**

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Prudential retirement is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial report may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290, or at [www.state.nj/treasury/doinvest](http://www.state.nj/treasury/doinvest).

**Collective Net Pension Liability**

The collective net pension liability of the participating employers for local PERS at June 30, 2022 was \$15.2 billion. The collective net pension liability of the participating employers for local PFRS at June 30, 2021 was \$9.4 billion.

**Actuarial Methods and Assumptions**

In the July 1, 2021 PERS and July 1, 2020 PFRS actuarial valuations, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

**TOWN OF WEST NEW YORK  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Employer and Employee Pension Contributions**

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act. As defined, the various retirement systems require employee contributions for 2022 and 2021 based on 10.0% for PFRS, 7.50% for PERS and 5.50% for DCRP of employee's annual compensation.

For the years ended December 31, 2022, 2021 and 2020 for PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All contributions made by the Town for 2022, 2021 and 2020 were equal to the required contributions.

During the years ended December 31, 2022, 2021 and 2020, the Town, was required to contribute for normal cost pension contributions, accrued liability pension contributions and non-contributory life insurance premiums the following amounts which equaled the required contributions for each respective year:

<u>Year Ended</u> <u>December 31</u>	<u>PFRS</u>	<u>PERS</u>	<u>DCRP</u>
2022	\$ 4,165,454	\$ 1,401,948	\$ 5,188
2021	4,052,182	1,156,374	3,407
2020	3,591,982	1,057,343	3,473

In addition, for the years ended December 31, 2022, 2021 and 2020 the Town contributed for long-term disability insurance premiums (LTDI) \$0, \$0 and \$6,317, respectively for PERS.

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

The regulatory basis of accounting requires participating employers in PERS and PFRS to disclose in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense excluding that attributable to employer-paid member contributions. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS and PFRS during the fiscal years ended June 30, 2022 and June 30, 2021, respectively. Employer allocation percentages have been rounded for presentation purposes.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

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

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

At December 31, 2022, the Town has a liability of \$19,624,505 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2021. The Town's proportionate share of the net pension liability was based on the ratio of the Town's contributions to the pension plan relative to the total contributions of all participating governmental entities during the measurement period. As of the measurement date of June 30, 2022, the Town's proportionate share was 0.13003 percent, which was an increase of 0.01032 percent from its proportionate share measured as of June 30, 2021 of 0.11971 percent.

For the year ended December 31, 2022, the pension system has determined the Town's pension benefit to be \$306,747 for PERS based on the actuarial valuations which is less than the actual reported contribution reported in the Town's 2022 financial statements of \$1,401,948. At December 31, 2022, the Town's deferred outflows of resources and deferred inflows of resources related to PERS pension which are not reported on the Town's financial statements are from the following sources:

	<b>2022</b>	
	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference Between Expected and Actual Experience	\$ 141,641	\$ 124,907
Changes of Assumptions	60,803	2,938,565
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	812,241	
Changes in Proportion and Differences Between Town Contributions and Proportionate Share of Contributions	4,073,311	423,842
Town Contribution Subsequent to the Measurement Date	<u>1,639,840</u>	<u>-</u>
Total	<u>\$ 6,727,836</u>	<u>\$ 3,487,314</u>



**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Public Employees' Retirement System (PERS) (Continued)**

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

The \$1,639,840 of deferred outflows of resources resulting from the Town's contribution subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense (benefit) on the GAAP basis as follows if GASB 68 were recognized:

Year Ending <u>December 31,</u>	<u>Total</u>
2023	\$ (311,234)
2024	129,800
2025	482,900
2026	1,286,301
2027	12,915
Thereafter	<u>-</u>
	<u>\$ 1,600,682</u>

***Actuarial Assumptions***

The Town's total pension liability reported for the year ended December 31, 2022 was based on the June 30, 2022 measurement date as determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

	<u>2022</u>
Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through All Future Years	2.75%-6.55%
	Based on Years of Service
Thereafter	Not Applicable
Investment Rate of Return	7.00%
Mortality Rate Table	Pub - 2010

**TOWN OF WEST NEW YORK  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Public Employees' Retirement System (PERS) (Continued)**

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

***Actuarial Assumptions (Continued)***

Assumptions for mortality improvements are based on Society of Actuaries Scale MP - 2021.

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

***Long-Term Expected Rate of Return***

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 the pension trust funds' target asset allocation as of June 30, 2022, as reported for the year ended December 31, 2022 is summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.12%
Non-U.S Developed Markets Equity	13.50%	8.38%
Emerging Markets Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasuries	4.00%	1.75%
Risk Mitigation Strategies	<u>3.00%</u>	4.91%
	<u>100.00%</u>	

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Public Employees' Retirement System (PERS) (Continued)**

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

***Discount Rate***

The discount rate used to measure the total pension liabilities of the PERS plan was as follows:

<b>Calendar</b>		
<b><u>Year</u></b>	<b><u>Measurement Date</u></b>	<b><u>Discount Rate</u></b>
2022	June 30, 2022	7.00%

The following table represents the crossover period, if applicable, for the PERS defined benefit plan:

	<b><u>2022</u></b>
Period of Projected Benefit	
Payments for which the Following	
Rates were Applied:	
Long-Term Expected Rate of Return	All Periods

***Sensitivity of Net Pension Liability***

The following presents the Town's proportionate share of the PERS net pension liability as of December 31, 2022 calculated using the discount rate of 7.00%, as well as what the Town's proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower 6.00% or 1-percentage-point higher 8.00% than the current rate:

	<b>1% Decrease <u>6.00%</u></b>	<b>Current Discount Rate <u>7.00%</u></b>	<b>1% Increase <u>8.00%</u></b>
<b><u>2022</u></b>			
Town's Proportionate Share of the PERS Net Pension Liability	<u>\$ 25,211,740</u>	<u>\$ 19,624,505</u>	<u>\$ 14,869,543</u>

The sensitivity analysis was based on the proportionate share of the Town's net pension liability at December 31, 2022. A sensitivity analysis specific to the Town's net pension liability was not provided by the pension system.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

**Public Employees' Retirement System (PERS) (Continued)**

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

***Special Funding Situation – PERS***

Under N.J.S.A. 43:15A-15, the Town is responsible for their own PERS 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 365, P.L. 2001, and Chapter 133, P.L. 2001. The amounts contributed on behalf of the Town by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Accordingly, the Town'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 PERS under this legislation.

At December 31, 2022, the State's proportionate share of the net pension liability attributable to the Town for the PERS special funding situation is \$0. For the year ended December 31, 2022, the pension system has determined the State's proportionate share of the pension expense attributable to the Town for the PERS special funding situation is \$41,291, which is equal to the actual contribution the State made on behalf of the Town of \$41,291. At December 31, 2022 (measurement date June 30, 2022) the State's share of the PERS net pension liability attributable to the Town was 0.13055 percent. The State's proportionate share attributable to the Town was developed based on actual contributions made to PERS allocated to employers based upon covered payroll. These on-behalf contributions have not been reported on the Town's financial statements.

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

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

At December 31, 2021, the Town reported a liability of \$26,123,440 for its proportionate share of the PFRS 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 July 1, 2020. The Town's proportionate share of the net pension liability was based on the ratio of the Town's contributions to the pension plan relative to the total contributions of all participating governmental entities during the measurement period. As of the measurement date of June 30, 2021, the Town's proportionate share was 0.35740 percent, which was a decrease of 0.00532 percent from its proportionate share measured as of June 30, 2020 of 0.36272 percent.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

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

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

For the year ended December 31, 2021, the pension system has determined the Town pension benefit to be \$2,711,112 for PFRS based on the actuarial valuations which is less than the actual contribution reported in the Town's financial statements of \$4,052,182. At December 31, 2021, the Town's deferred outflows of resources and deferred inflows of resources related to PFRS pension which are not reported on the Town's financial statements are from the following sources:

	<b>2021</b>	
	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Difference Between Expected and Actual Experience	\$ 298,037	\$ 3,129,318
Changes of Assumptions	139,005	7,829,075
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		11,132,048
Changes in Proportion and Differences Between Town Contributions and Proportionate Share of Contributions	1,848,561	690,284
Town Contributions Subsequent to the Measurement Date	<u>4,028,132</u>	<u>-</u>
Total	<u>\$ 6,313,735</u>	<u>\$ 22,780,725</u>

The \$4,028,132 of deferred outflows of resources resulting from the Town's contribution subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending December 31, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense (benefit) on the GAAP basis as follows if GASB 68 were recognized:

<u>Year Ending December 31,</u>	<u>Total</u>
2022	\$ (6,243,004)
2023	(4,927,385)
2024	(4,210,237)
2025	(4,357,464)
2026	(647,036)
2027	(109,996)
Thereafter	<u>-</u>
	<u>\$ (20,495,122)</u>

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

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

***Actuarial Assumptions***

The Town's total pension liability reported for the year ended December 31, 2021 was based on the June 30, 2021 measurement date as determined by an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

	<u><b>2021</b></u>
Inflation Rate:	
Price	2.75%
Salary Increases:	
Through all future years	3.25%-15.25%
	Based on Years
	of Service
Investment Rate of Return	7.00%
Mortality Rate Table	Pubs - 2010

Assumptions for mortality improvements are based on Society of Actuaries Scale MP for 2021.

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

***Long-Term Expected Rate of Return***

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 the pension plans' target asset allocation as of June 30, 2021, as reported for the year ended December 31, 2021 is summarized in the following table:

**TOWN OF WEST NEW YORK  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

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

***Long-Term Expected Rate of Return (Continued)***

	<b>2021</b>	
<b><u>Asset Class</u></b>	<b><u>Target Allocation</u></b>	<b><u>Long-Term Expected Real Rate of Return</u></b>
U.S. Equity	27.00%	8.09%
Non-US Developed Markets Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Assets	3.00%	7.40%
Real Estate	8.00%	9.15%
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	<u>3.00%</u>	3.35%
	<u>100.00%</u>	

***Discount Rate***

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

**TOWN OF WEST NEW YORK**  
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**NOTE 11 EMPLOYEE RETIREMENT SYSTEMS (Continued)**

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

***Sensitivity of Net Pension Liability***

The following presents the Town's proportionate share of the PFRS net pension liability as of December 31, 2021 calculated using the discount rate of 7.00%, as well as what the Town's proportionate share of the PFRS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower 6.00% and 1-percentage-point higher 8.00% than the current rate:

	<b>1% Decrease (6.00%)</b>	<b>Current Discount Rate (7.00%)</b>	<b>1% Increase (8.00%)</b>
<b><u>2021</u></b>			
Town's Proportionate Share of the PFRS Net Pension Liability	<u>\$ 39,667,626</u>	<u>\$ 26,123,440</u>	<u>\$ 14,849,367</u>

The sensitivity analysis was based on the proportionate share of the Town's net pension liability at December 31, 2021. A sensitivity analysis specific to the Town's net pension liability was not provided by the pension system.

***Special Funding Situation – PFRS***

Under N.J.S.A. 43:16A-15, the Town 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 Town by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Accordingly, the Town'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, the State's proportionate share of the net pension liability attributable to the Town for the PFRS special funding situation is \$7,347,212. For the year ended December 31, 2021, the pension system has determined the State's proportionate share of the pension expense attributable to the Town for the PFRS special funding situation is \$818,265, which is more than the actual contribution the State made on behalf of the Town of \$638,247. At December 31, 2021 (measurement date June 30, 2021) the State's share of the PFRS net pension liability attributable to the Town was 0.35740 percent, which was an decrease of 0.00532 percent from its proportionate share measured as of December 31, 2020 (measurement date June 30, 2020) of 0.36272 percent. The State's proportionate share attributable to the Town 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 Town's financial statements.

***Pension Plan Fiduciary Net Position***

Detailed information about the PFRS pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).



**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 11 PENSION PLANS (continued)**

**C. DEFINED CONTRIBUTION RETIREMENT PLAN**

The Defined Contribution Retirement Plan (DCRP) is a multiple employer defined contribution plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the DCRP are as follows:

*Plan Membership and Contributing Employers-* Enrollment in the DCRP is required for state or local officials, elected or appointed on or after July 1, 2007; employees enrolled in PFRS or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PFRS or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000 annually; and employees otherwise eligible to enroll in PFRS or PERS after May 21, 2010, who do not work the minimum number of hours per week required for tier 4 or tier 5 enrollment, but who earn salary of at least \$5,000 annually.

*Contribution Requirement and Benefit Provisions -* State and local government employers contribute 3% of the employees' base salary. Active members contribute 5.5% of base salary.

Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable.

A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

At June 30, 2021, the membership of DCRP, based on the information within the Division's database was 64,336.

Total DCRP covered payroll for 2022 was \$162,399. Covered payroll refers to all compensation paid by the Town to active employees covered by the Plan. Employee contributions to the DCRP for the year ended December 31, 2022 were \$9,482 and employer contributions were \$5,188.

Total DCRP covered payroll for 2021 was \$113,577. Covered payroll refers to all compensation paid by the Town to active employees covered by the Plan. Employee contributions to the DCRP for the year ended December 31, 2021 were \$7,282 and employer contributions were \$3,407.

**TOWN OF WEST NEW YORK**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS**

**Town's OPEB Plan**

**Plan Description**

The Town provided a postemployment healthcare plan (OPEB) for its eligible retirees, spouses and dependents through December 31, 2021. The plan is a single-employer defined benefit healthcare plan administered by the Town. In accordance with Town ordinances, contracts and/or policies, the Town provides medical and prescription benefits to retirees and their covered eligible dependents. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No.75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

**Benefits Provided**

The Town provides postretirement healthcare insurance benefits for retirees and their dependents who meet certain eligibility requirements. The Plan provides, medical, drug, dental and vision benefits.

**Employees Covered by Postemployment Benefits**

At December 31, 2021, the following employees were covered by postemployment health care benefits:

	<u>2021</u>
Active Employees	304
Inactive Employees or Beneficiaries Currently Receiving Benefits	<u>280</u>
	<u>584</u>

At December 31, 2021, the Town's total OPEB liability was \$159,759,533. Net OPEB liability was measured as of December 31, 2021, and the OPEB liability was determined by an actuarial valuation as of December 31, 2021. As of January 1, 2022 the OPEB liability has been eliminated as a result of enrollment in the State Health Benefit Local Government Retired Employees Plan effective January 1, 2022.

For the year ended December 31, 2021, the Town has determined it's OPEB expense to be \$7,576,877 based on the actuarial valuations which is more than for 2021 the actual contributions reported in the Town's financial statements of \$4,852,925. At December 31, 2021, the Town's deferred outflows of resources and deferred inflows of resources related to the OPEB Plan which are not reported on the Town's financial statements from the following sources:

	<u>2021</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ <u>7,990,198</u>	\$ <u>0</u>
Total	\$ <u>7,990,198</u>	\$ <u>0</u>

**TOWN OF WEST NEW YORK**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (continued)**

**Town's OPEB Plan (continued)**

At December 31, 2021, the amounts reported as deferred outflows of resources related to the OPEB plan would be recognized in OPEB expense if GASB 75 were followed:

Year Ending <u>December 31,</u>	<u>Total</u>
2022	\$ 3,635,444
2023	3,635,443
2024	719,311
2025	-
2026	-
Thereafter	<u>-</u>
	<u>\$ 7,990,198</u>

***Actuarial Assumptions***

The projection of future benefits for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of future events far into the future. Amounts determined regarding the funded status of a plan and the employer's annual required contributions are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Two economic assumptions used in the valuation are the discount rate and the health care cost trend rates. The economic assumptions are used to account for changes in the cost of benefits over time and to discount future benefit payments for the time value of money.

The investment return assumptions (discount rate) should be the estimated long-term investment yield on the investments that are expected to be used to finance the payments of benefits. The investments expected to be used to finance the payments of benefits. The investments expected to be used to finance the payments of benefits would be plan assets for funded plans, assets of the employer for pay-as-you-go plans, or a proportionate combination of the two for plans that are being partially funded.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (continued)**

**Town's OPEB Plan (continued)**

	<u><b>2021</b></u>
Inflation Rate	2.50%
Salary Increases	3.00%
Discount Rate	2.05%
Healthcare Cost Trend Rates-Medical Pre-65	5.40%
Medical Post-65	4.50%
Drug	6.50%
Dental and Vision	4.00%

The discount rate was based on the Bond Buyer 20 Index for 2021.

Mortality rates for 2021 were based on the Scale MP-2021.

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

Demographic assumptions were selected based on those used by the State Division of Pensions and Benefits in calculating pension benefits taken from the July 1, 2020 report from Cherion. While some assumptions were simplified to reflect the smaller population, and to simplify the valuation process, the valuation results reasonably conform to the requirements of LFN 2007-15.

Health care (economic) assumptions were selected based on those used by the State Health Benefits Program in calculating SHBP member OPEB requirements taken from the July 1, 2020 report from Aon Consultants.

***Changes in the Total OPEB Liability***

The change in the Town's OPEB liability for the year ended December 31, 2021 based on a measurement date of December 31, 2021 is as follows:

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (continued)**

**Town's OPEB Plan (continued)**

	<b>Total OPEB Liability 2021</b>
Balance - Beginning of Year	<u>\$ 153,093,333</u>
Changes for the Year:	
Service Cost	5,288,830
Interest on the Total OPEB Liability	3,353,048
Changes in Assumptions	2,877,247
Benefit Payments	<u>(4,852,925)</u>
<b>Net Changes</b>	<u>6,666,200</u>
Balance - End of Year	<u><u>\$ 159,759,533</u></u>

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

The following presents the Town's net OPEB liability as of December 31, 2021 as well as what the Town's 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:

<b><u>2021</u></b>	<b>1% Decrease (1.05%)</b>	<b>Current Discount Rate (2.05%)</b>	<b>1% Increase (3.05%)</b>
Net OPEB Liability	<u>\$187,631,463</u>	<u>\$ 159,759,533</u>	<u>\$137,845,374</u>

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

The following presents the Town's net OPEB liability as of December 31, 2021 calculated using the healthcare trend rates as disclosed above as well as what the Town's net OPEB liability would be if it were calculated using healthcare trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rate:

**TOWN OF WEST NEW YORK  
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**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (continued)**

**Town's OPEB Plan (continued)**

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
<b><u>2021</u></b>			
Net OPEB Liability	<u>\$133,173,813</u>	<u>\$ 159,759,533</u>	<u>\$194,598,249</u>

**Runout Claims**

The Town is required to pay all claims incurred through December 31, 2021 under the Town's single-employer defined health care plan for the period January 1, 2022 through June 30, 2023. During 2021, the Town sought approval from the Local Finance Board to fund the runout claims and healthcare coverage costs with a refunding bond ordinance pursuant to N.J.S.A. 40A:2-51. The Town received approval from the Local Finance Board and adopted bond ordinance 21/21 on December 15, 2021. During 2022, the Town paid \$1,112,717 in runout claims, and as of December 31, 2022, the ordinance has a remaining balance of \$1,749,716.

**State Health Benefit Local Government Retired Employees Plan**

**Plan Description**

The Town enrolled on January 1, 2022 in the State Health Benefit Local Government Retired Employees Plan (the Plan). The Plan is a cost sharing multiple employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*; therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Annual Comprehensive Financial Report (ACFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

**Benefits Provided**

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

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (continued)**

**State Health Benefit Local Government Retired Employees Plan (Continued)**

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.

**Contributions**

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. As at the June 30, 2021 measurement date, the following participant and member information is as follows:

	<u>June 30, 2021</u>
Inactive plan members or beneficiaries currently receiving benefits	32,624
Active plan members	<u>64,243</u>
Total	<u><u>96,897</u></u>
Contributing employers	590
Contributing nonemployers	1

*Nonspecial Funding Situation* - The State of New Jersey's Total OPEB Liability for nonspecial funding situation was \$14,138,423,345 at June 30, 2021.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (continued)**

**State Health Benefit Local Government Retired Employees Plan (continued)**

*Components of Net OPEB Liability* - The components of the collective net OPEB liability for Local Government Retired Employees Plan, including the State of New Jersey, is as follows:

	<u>June 30, 2021</u>
Total OPEB Liability	\$18,050,052,887
Plan Fiduciary Net Position	<u>50,271,652</u>
Net OPEB Liability	<u>\$17,999,781,235</u>
Plan Fiduciary Net Position as a percentage of total OPEB liability	<u>0.28%</u>

*Actuarial Assumptions and Other Inputs* - The total OPEB liability as of June 30, 2021 was determined by an actuarial valuation as of June 30, 2020, which was rolled forward to June 30, 2021. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	2.50%
Salary increases*	
Public Employees' Retirement Systems (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%
Mortality:	
PERS	Pub-2010 general classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020
PFRS	Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019

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

Actuarial assumptions used in the July 1, 2020 Valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2020 valuation, respectively for the measurement period June 30, 2021.

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

*Discount Rate* - The discount rate for June 30, 2021 was 2.16%.



**TOWN OF WEST NEW YORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (continued)**

**State Health Benefit Local Government Retired Employees Plan (continued)**

*Sensitivity of the State's Net OPEB Liability to Changes in the Discount Rate* - The following presents the collective net OPEB liability of the participating employers as of June 30, 2020, calculated using the discount rate as disclosed above as well as what the collective net OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease	At Current Discount Rate	1% Increase
Total Net OPEB Liability - 2021	\$ 21,182,289,882	\$ 17,999,781,235	\$ 15,477,574,697

*Sensitivity of the State's Net OPEB Liability to Changes in the Healthcare Cost Trend Rates* - The following presents the net OPEB liability as of June 30, 2021, calculated using the healthcare trend rate as disclosed above as well as what the net OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease	At Healthcare Trend Rate	1% Increase
Total Net OPEB Liability - 2021	\$ 15,017,879,689	\$ 17,999,781,235	\$ 21,890,793,528

***Special Funding Situation – OPEB***

Special Funding Situation - The State of New Jersey's Total OPEB Liability (Local Government) for special funding situation was \$3,861,357,890 at June 30, 2021.

Under N.J.S.A. 43:3C-24 the Town is responsible for their own OPEB 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 330, P.L. 1997 and Chapter 271, P.L., 1989. Under Chapter 330, P.L. 1997, the State pays the premiums 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. The amounts contributed on behalf of the Town by the State under this legislation is considered to be a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. Accordingly, the Town's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 75 is zero percent and the State's proportionate share is 100% of OPEB under this legislation.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 12 POST-RETIREMENT MEDICAL BENEFITS (Continued)**

***Special Funding Situation – OPEB (Cont'd)***

At December 31, 2022, the State's proportionate share of the net OPEB liability attributable to the Town for the OPEB special funding situation is \$27,090,592. For the year ended December 31, 2021, the plan has determined the State's proportionate share of the OPEB benefit attributable to the Town for the OPEB special funding situation is \$25,631,967. At December 31, 2022, (measurement date June 30, 2021), the State's share of the OPEB liability attributable to the Town was 0.701582 percent, which was an increase of .232330 percent from its proportionate share measured as of December 31, 2021 (measurement date June 30, 2020) of 0.469252 percent. The State's proportionate share attributable to the Town was developed based on eligible plan members subject to the special funding situation. This data takes into account active members from both participating and non-participating employer locations and retired members currently receiving OPEB benefits. The OPEB expense (benefit) attributed to the Town was (\$3,696,612) and \$(1,275,966) at June 30, 2021 and 2020, respectively.

***OPEB Plan Fiduciary Net Position***

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at [www.state.nj.us/treasury/pensions](http://www.state.nj.us/treasury/pensions).

**NOTE 13 RISK MANAGEMENT**

**Employee Group Health**

The relationship between the Town and insurance fund is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Town is contractually obligated to make all annual and supplementary contributions to the insurance fund, to report claims on a timely basis, to cooperate with the management of the fund, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the fund. Members have a contractual obligation to fund any deficit of the fund attributable to a membership year during which the municipality was a member.

The fund provides its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the fund can be obtained by contacting the respective fund's Treasurer.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage in any of the prior three years.

**TOWN OF WEST NEW YORK**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 13 RISK MANAGEMENT (Continued)**

The Town has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan the Town 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 Town is billed quarterly for amounts due to the State. The following is a summary of Town contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the Town’s unemployment compensation trust fund for the current and previous two years:

<u>Year Ended December 31</u>	<u>Opening Balance</u>	<u>Town Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2022	\$ 210,003	\$ 165,000	\$ 45,587	\$ 133,612	\$ 286,978
2021	138,164	258,730	45,234	232,125	210,003
2020	325,310	31,270	53,291	271,707	138,164

**NOTE 14 CONTINGENT LIABILITIES**

The Town is a party defendant in some lawsuits, none of a kind unusual for a municipality of its size and scope of operation. In the opinion of the Town’s Attorney, the potential claims against the Town not covered by insurance policies would not materially affect the financial condition of the Town.

**Pending Tax Appeals** - Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2022 and 2021. Amounts claimed have not yet been determined. The Town is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of community Affairs, State of New Jersey, the Town does not recognize a liability, if any, until these cases have been adjudicated. The Town expects such amounts, if any, could be material. As of December 31, 2022 and 2021, the Town reserved \$38,034 and \$97,693, respectively in the Current Fund for tax appeals pending in the New Jersey Tax Court. Funding of any ultimate liability would be provided for in succeeding years’ budget or from fund balance.

**Federal and State Awards** - The Town participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Town may be required to reimburse the grantor government. As of December 31, 2022 and 2021, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Town believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the Town.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 15 FEDERAL ARBITRAGE REGULATIONS**

The Town is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At December 31, 2022 and 2021, the Town has not estimated its estimated arbitrage earnings due to the IRS, if any.

**NOTE 16 RELATED PARTY TRANSACTIONS**

**North Hudson Sewerage Authority**

In October, 1996, the West New York Municipal Utilities Authority (WNYMUA) was acquired by the Hoboken – Union City – Weehawken Sewerage Authority (HUCWSA), and together, these entities were consolidated to create the North Hudson Sewerage Authority (NHSA). The acquisition was executed through the issuance and sale of \$104,945,000 Sewer Revenue Bonds, Series 1996, issued by the NHSA on October 15, 1996. Upon delivery of the bonds on October 31, 1996, the NHSA acquired all of the existing wastewater collection and treatment facilities of the Town and the WNYMUA. On February 16, 2000, the WNYMUA was officially dissolved pursuant to N.J.S. 40A:5A-20, through Town ordinance 25/99. By virtue of this ordinance, the Town assumed all remaining assets and liabilities of the now defunct WNYMUA.

In connection with the creation of the NHSA, a service agreement between the Town (together with the Hudson County municipalities of Hoboken, Union City and Weehawken) and the NHSA was executed. This agreement supersedes a previous agreement between the Town and the WNYMUA. The related obligation of the Town with respect to the current service agreement pertains to service charges and annual charges, as described below.

**Service Charges**

The NHSA will charge (to users of its system) service charges, pursuant to the service agreement, with respect to all sewerage treated or disposed of by the NHSA and for all use and services of its system, in accordance with the New Jersey Sewerage Authorities Law, ch. 138, L. 1946, and in a manner consistent with the submission relied upon by the United States Environmental Protection Agency (EPA) and the New Jersey Department of Environmental Protection (NJDEP) in issuing a federal grant or in such other manner that the EPA and the NJDEP approve. Such service charges shall be established at rates estimated to be sufficient to provide for all amounts necessary to pay or provide for the expense of operation and maintenance of the NHSA's system and the principal and interest on any and all bonds as they become due, to maintain the amounts required to be held on deposit in the sinking fund and the bond reserve fund and to comply in all respects with the terms of provisions of the general bond resolution adopted by the NUCWSA on April 24, 1989, as amended and the New Jersey Sewerage Authorities Law, provided, however, that the NHSA may charge service charges which are less than sufficient to comply with the requirements referred to above if each of the municipalities gives its written consent to such lesser service charges.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 16 RELATED PARTY TRANSACTIONS (Continued)**

**North Hudson Sewerage Authority (Continued)**

**Annual Charges**

Annual charges are based upon application of a formula which is explained in the next two paragraphs. If, but only if, the application of the formula yields a positive dollar amount for any fiscal year during which the service agreement is in effect, the Town shall be obligated to pay to the NHSA its allocable share of such positive dollar amount as an annual charge. Such annual charges shall be the excess, if any of the amount determined by the items in the first paragraph following less the amount determined by the items in the second paragraph following to determine the excess, if any.

The sum of all of the amounts reasonably expected by the NHSA to be expended in the fiscal year of the NHSA (1) to pay or provide for the expenses of construction, acquisition, operation and maintenance of its system, as well as administrative and other expenses of the NHSA related to its system prior to placing the system in operation, and the principal of and interest on all bonds as the same become due; (2) to maintain such reserves or sinking funds as may be required by the terms of the contract of the NHSA or any bond resolution, or as may be deemed necessary by the NHSA; and (3) to comply in all respects with the terms of the general bond resolution adopted by the HUCWSA on April 24, 1989, as amended, and the New Jersey Sewerage Authorities Law.

The sum of the following amounts to the extent available to be used to pay or provide for the amounts described in the preceding paragraph: (1) service charges collected by the NHSA; (2) the proceeds of bonds received by or for account of the NHSA with respect to its system; (3) the proceeds of insurance awards received by or for account of the NHSA with respect to its system; (4) contributions received by or for account of the NHSA with respect to its system and not under any circumstances repayable by the NHSA until after the payment in full of all other obligations of the NHSA including its bonds, original or refunding or both, or (5) any other funds on hand or available therefore.

Annual charges, if any, are assessed to and payable by the Town in the same percentage as the most recent determination by the NHSA of the allocation of the annual flow among the municipalities. The most recent determination by the NHSA of the allocation of the annual flow is as follows: (i) Hoboken 31%, (ii) Union City 35%, (iii) Weehawken 8% and (iv) West New York 26%.

On or before January 1 of each fiscal year, the NHSA will make an estimate of the amount of the annual charges, if any, which will become payable by the Town for such fiscal year. On or before February 15 of each fiscal year, the Town will pay to the NHSA the amount of any annual charges not paid relating to any prior fiscal year. The Town will pay to the NHSA that part of the estimated amount of the annual charges for the current fiscal year in four equal installments on March 1, June 1, September 1, and November 1 of such fiscal year.

There was no annual charge due to the NHSA for the years ended December 31, 2022 and 2021.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 17 JOINT GOVERNED ORGANIZATION**

**North Hudson Regional Fire and Rescue**

The North Hudson Regional Fire and Rescue was created pursuant to the second Amended and Restated Consolidated Municipal Services Agreement (Agreement) for the Formation of a Joint Meeting Pursuant to N.J.S.A. 40:8B-1 et seq.

**Background of the Agreement**

On October 1, 1998, the Hudson County municipalities of North Bergen, Union City, Weehawken and West New York had formed the Agreement in order to form a joint meeting pursuant to the Consolidated Municipal Services Act, N.J.S.A. 40:8B-1 et seq. (the "Act"). The entity created by the formation of this joint meeting is known as the North Hudson Regional Fire and Rescue (NHRFR), which is a public body, corporate and politic, constituting a political subdivision of the State of New Jersey, having all powers and authorities permitted by the Act. The purpose of the NHRFR is to provide for the joint operation of fire protection, rescue and emergency services, and other related governmental services.

The Town adopted an ordinance on September 30, 1998, authorizing the sale, lease transfer, conveyance or other disposition of an improvement of real and personal property to the NHRFR, pursuant to New Jersey Statutes.

On December 30, 1998, the Town of Guttenberg, duly adopted a resolution approving it to officially enter into the Agreement, and Guttenberg was admitted to participate in the NHRFR.

The terms of the Agreement expires September 30, 2023, but may be subject to earlier termination pursuant to the Act. The operations of the NHRFR commenced on January 1, 1999. The NHRFR is governed by a five member management committee, consisting of one representative from each municipality, and this committee may appoint one or two executive director(s), and other such officers, employees and counsel as it deems necessary. A municipality's admission to or withdrawal from the NHRFR requires four votes from the management committee.

The annual contribution is based on each an allocation formula set for the original four participating municipalities and subsequent agreement with the Town of Guttenberg on the annual budgeted costs of North Hudson Regional Fire and Rescue. The Town's contribution was \$16,022,585 and \$16,023,632 for the years 2022 and 2021, respectively, including health insurance and debt service costs.

**NOTE 18 ACCELERATED TAX SALE**

Chapter 99 of the Public Laws and 1997 of the State of New Jersey, effective May 12, 1997, authorized any municipality to have an accelerated tax sale. An accelerated tax sale permits a municipality to have a tax sale when a property is in arrears after the 11<sup>th</sup> day of the 11<sup>th</sup> month of each fiscal year. In 2021 and 2020, the Town conducted an accelerated tax sale which resulted in the majority of delinquent taxes being sold to outside lien holders. As a result of the accelerated tax sales, the true collection rate which includes the proceeds of the accelerated tax sale was 99.73% and 99.55% for 2022 and 2021, respectively. The underlying tax collection rate was 98.17% and 98.82% for 2022 and 2021, respectively.

**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 19 TAX ABATEMENTS**

For the years ended December 31, 2022 and 2021, the Town provided property tax abatements through certain programs authorized under State statutes. These programs include the Long Term Tax Exemption Law (the "LTTE Law") and the Five-Year Exemption and Abatement Law (the "FYEA").

The Long Term Tax Exemption Law (NJSA 40A:20 et.seq.) is focused on broad areas of redevelopment. It allows for a longer abatement term to carry out a larger development plan through declaring an area as being "in need of redevelopment". These long-term property abatements may last up to 30 years from completion of a project or 35 years from execution of the financial agreement. The process is initiated when the municipality passes a resolution calling for the municipal planning board to study the need for designating an area "in need of redevelopment". Upon adopting the planning board's recommendations and formalizing the redevelopment area designation, a municipality adopts a redevelopment plan, engages redevelopment entities to carry out the plan, and may authorize long-term tax abatements in the process. Developers submit abatement applications to the governing body for review. The financial agreement is approved through adoption of a local ordinance. The agreement exempts a project from taxation, but requires a payment in lieu of taxes (PILOTs) in an amount based generally on a percentage of project costs or revenue generated by the project, depending on the type of project. For the years ended December 31, 2022 and 2021, the Town abated property taxes totaling \$41,062,051 and \$41,700,184, respectively under the LTTE program. The Town billed \$27,902,194 and \$24,372,672 in PILOT payments under this program for the years ended December 31, 2022 and 2021, respectively.

The Five-Year Exemption and Abatement Law (NJSA 40:21et.seq.) generally concerns rehabilitation of particular buildings and structures, with an abatement period that lasts no more than five years. These "short-term" property tax abatements can be structured as reduced property tax bills that exclude all or part of improvement value or as payments in lieu of taxes (PILOTs). Procedurally, a municipality must first adopt an ordinance invoking its five-year abatement authority and setting forth application procedures. This ordinance, referred to as the general ordinance, defines the eligibility criteria, which may include types of structures, types of permissible improvements, as well as qualifying geographic zones or similar designations. An applicant must satisfy all of the criteria stipulated in the statute and general ordinance to be entitled to approval. Applications for individual short-term abatements are presented to the local governing body and must include a general description of the project, plans demonstrating the structure of the project, a statement of reasons for seeking the abatement, claimed benefits to be realized by the applicant if the application is approved, and a statement of taxes currently being assessed and taxes to be paid during the period of the abatement. The application is approved by an ordinance authorizing execution of a tax agreement. If during any tax year prior to the termination of the tax agreement, the property owner ceases to operate or disposes of the property, or fails to meet the conditions for qualifying, then the property tax which would have otherwise been payable for each year shall become due and payable from the property owner as if no exemption and abatement had been granted. For the years ended December 31, 2022 and 2021 the Town abated property taxes totaling \$2,459,017 and \$2,660,002, respectively under the FYEA program. The Town billed \$1,091,665 and \$947,776 in PILOT payments under this program for the years ended December 31, 2022 and 2021, respectively.



**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 20 INFECTIOUS DISEASE OUTBREAK – COVID-19 PANDEMIC**

The World Health Organization declared a pandemic following the global outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus. On March 13, 2020, the President of the United States declared a national emergency to unlock federal funds and assistance to help states and local governments fight the pandemic. Governor Phil Murphy, of the State of New Jersey, also declared a public health emergency on March 9, 2020 and instituted mandatory measures via various executive orders to contain the spread of the virus, including closing schools and nonessential businesses and limiting social gatherings. These measures, which altered the behaviors of businesses and people, had negative impacts on regional, state and local economies. The Governor, pursuant to various executive orders, then implemented a multi-stage approach to restarting New Jersey's economy. The declaration of the state of emergency and of a public health emergency was terminated by the Governor, by executive order, on June 4, 2021. Also, on June 4, 2021, the Governor signed into law Assembly Bill No. 5820 which terminates most of the Governor's pandemic-related executive orders in early July. The remaining executive orders (dealing with coronavirus testing and vaccinations, moratoriums on evictions and utility shutoffs and various other matters) will terminate on January 1, 2022.

On January 11, 2022, the Governor reinstated, via Executive Order No. 280, the state of emergency and declared a new public health emergency in response to a surge in cases tied to new variants of COVID-19, in particular the Omicron variant. Such public health emergency was set to expire 30 days from January 11, 2022, but was later extended, via Executive Order No. 288, for an additional 30 days on February 10, 2022. In the event of substantial increases in COVID-19 hospitalizations, spot positivity or rates of transmission, the Governor is empowered to impose more restrictive measures than currently in place.

In order to provide additional means for local governmental units to address the financial impact of the COVID-19 outbreak, the Governor signed into law P.L. 2020 c. 74 ("Chapter 74") on August 31, 2020. Chapter 74, which took effect immediately, adds two new purposes to the list of special emergency appropriations which may be raised by municipalities or counties over a five year period (either through the issuance of special emergency notes or raised internally without borrowing): (1) direct COVID-19 response expenses; and (2) deficits in prior year's operations attributable to COVID-19 (the beginning of the five year repayment schedule is delayed by one year for these new purposes).

Upon approval by the Director of the Division of Local Government Services, New Jersey Department of Community Affairs in cases of significant fiscal distress, the five year period may be extended to up to ten years. In addition, the statute permits school districts and public authorities to issue debt with a maximum five year maturity schedule for direct COVID-19 expenses. Chapter 74 provides for State supervision of all local government unit borrowings. The statute also grants the Director the authority to modify municipal budgeting rules concerning anticipated revenues in order to lessen the impact of revenue reductions due to COVID-19.

The Town of West New York's finances and operations may be materially and adversely affected as a result of the continued spread of COVID-19 through reduced or delayed revenue streams, which include the collection of property taxes, which are the Town of West New York's primary revenue source for supporting its budget. The Town of West New York cannot predict costs associated with a potential infectious disease outbreak like COVID-19 such as operational costs to clean, sanitize and maintain its facilities, or costs to operate remotely and support Town functions and critical government actions during an outbreak or any resulting impact such costs could have on the operations of the Town. However, as of the date of audit, even though the Town's finances and operations had certain reduced revenue streams due to the COVID-19 outbreak, the overall finances and operations of the Town have not been materially and adversely affected due to the COVID-19 outbreak.



**TOWN OF WEST NEW YORK  
NOTES TO FINANCIAL STATEMENTS  
YEARS ENDED DECEMBER 31, 2022 AND 2021**

**NOTE 20 INFECTIOUS DISEASE OUTBREAK – COVID-19 PANDEMIC (Continued)**

The degree of any such impact on the operations and finances of the Town cannot be predicted due to the dynamic nature of the COVID-19 outbreak, including uncertainties relating to its (i) duration, and (ii) severity, as well as with regard to what actions may be taken by governmental and other health care authorities to contain or mitigate its impact. The continued spread of the outbreak could have a material adverse effect on the Town and its economy. The Town is monitoring the situation and will take such proactive measures as may be required to maintain its functionality and meet its obligations.

The American Rescue Plan Act of 2021, H.R. 1319 (the “Plan”), signed into law by President Biden on March 11, 2021, comprises \$1.9 trillion in relief designed to provide funding to address the COVID-19 pandemic and alleviate the economic and health effects of the COVID-19 pandemic.

The Plan includes various forms of financial relief including up to a \$1,400 increase in direct stimulus payment to individuals and various other forms of economic relief, including extended unemployment benefits, continued eviction and foreclosure moratoriums, an increase in the child tax credit, an increase in food and housing aid, assistance grants to restaurants and bars, and other small business grants and loans. The Plan provides funding for state and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. In addition, the Plan includes \$350 billion in relief funds to public entities, such as the Town.

The Town received \$18,144,802 from the Plan in two equal payments. During 2021, the Town received its first installment of funds under the Plan in the amount of \$9,072,401, and during 2022, the Town received the second installment of \$9,072,401. The Town utilized \$3,760,000 in the 2021 budget to replace lost public sector revenue. During 2022, the Town utilized \$3,000,000 in the 2022 budget to replace lost public sector revenue, \$1,200,000 for a capital outlay project within the Parking Utility Operating Fund, and \$6,100,000 of various capital acquisitions and projects and \$1,045,000 for a small business grant program within the State and Federal Grant Fund. The Town has a remaining balance of \$3,039,802 at December 31, 2022. The deadline to obligate the funds is December 31, 2024 and to spend them is December 31, 2026.

**NOTE 21 SUBSEQUENT EVENTS**

The Town has evaluated subsequent events occurring after December 31, 2022 through the date of this report, which is the date the financial statements were available to be issued. Based on this evaluation, the Town has determined that no subsequent events have occurred which require disclosure in the financial statements.

**TOWN OF WEST NEW YORK**

**HUDSON COUNTY**

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**PART II**

**SUPPLEMENTARY INFORMATION  
REQUIRED BY THE DIVISION**

**YEAR ENDED DECEMBER 31, 2022**



CURRENT FUND



**TOWN OF WEST NEW YORK  
STATEMENT OF CURRENT CASH**

Balance, January 1, 2022 \$ 35,881,826

Increased by Receipts:

Taxes Receivable	\$ 71,554,798	
Non-Budget Revenue	395,303	
Senior Citizen's and Veteran's Deductions	21,675	
Prepaid Taxes and PILOTS	1,103,370	
Tax and Pilot Overpayments	118,401	
Grants Receivable	1,881,255	
Revenue Accounts Receivable	41,750,059	
Reserve for Municipal Relief Fund (MRF)	355,253	
North Hudson Sewerage Authority	423,575	
Unappropriated Grant Reserves	7,040,950	
Tax Sale Deposits	775,648	
Receipts from Parking Utility Operating Fund	1,039,447	
Receipts from General Capital Fund	<u>1,520,647</u>	
		<u>127,980,381</u>

163,862,207

Decreased by Disbursements:

2022 Budget Appropriations	76,786,636	
2021 Appropriation Reserves	2,968,828	
Refund - PILOT Program	650,253	
Encumbrances Payable	407,791	
Accounts Payable	821,121	
Tax and Pilot Overpayments	39,835	
County Taxes Payable	13,433,330	
School Taxes Payable	18,636,218	
Reserve for Tax Appeals	184,659	
North Hudson Sewerage Authority	1,302,116	
Appropriated Grant Reserves	3,641,051	
Payments State of New Jersey Department of Agriculture	55,236	
Payments for Animal Control Fund	92	
Payments for Other Trust Fund	2,313,712	
Payments for General Capital Fund	160,000	
Payments for Parking Utility Capital Fund	<u>1,460</u>	
		<u>121,402,338</u>

Balance, December 31, 2022 \$ 42,459,869

Analysis of Balance - December 31, 2022:

Cash - Treasurer	\$ 42,182,341	
Cash - Held with Third Party	<u>277,528</u>	
		<u>\$ 42,459,869</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF CHANGE FUNDS**

<u>Department</u>	Balance, December 31, <u>2022 and 2021</u>
Collector	\$ 100
Violations Clerk	<u>400</u>
	<u>\$ 500</u>

## EXHIBIT A-6

**STATEMENT OF DUE TO STATE OF NEW JERSEY  
SENIOR CITIZENS' AND VETERANS' DEDUCTIONS**

Balance, January 1, 2022	\$ 55,754
Increased by:	
Cash Received from State	<u>21,675</u>
	77,429
Decreased by:	
Senior Citizen and Veteran's Deductions Allowed Per Tax Duplicate	\$ 23,500
Senior Citizen and Veteran's Deductions Allowed Per Tax Collector - Prior Years	<u>425</u>
	<u>23,925</u>
Balance, December 31, 2022	<u>\$ 53,504</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF PREPAID DEBT SERVICE**

Balance, January 1, 2022	\$ 851,240
Increased by:	
Qualified Debt Service Received	<u>869,590</u>
	1,720,830
Decreased by:	
Qualified Debt Service Paid on Behalf of Town	<u>851,240</u>
Balance, December 31, 2022	<u>\$ 869,590</u>

**STATEMENT OF DUE FROM PARKING UTILITY OPERATING FUND**

Balance, January 1, 2022	\$ 1,095,019
Decreased by:	
Cash Receipts	<u>1,039,447</u>
Balance, December 31, 2022	<u>\$ 55,572</u>





**TOWN OF WEST NEW YORK**  
**STATEMENT OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY**

<u>Year</u>	<u>Balance, January 1, 2022</u>	<u>Tax Levy</u>	<u>Collected In 2021</u>	<u>Collected In 2022</u>	<u>Senior Citizens' and Veterans' Deductions Allowed</u>	<u>Cancelled</u>	<u>Transferred to Tax Title Liens</u>	<u>Balance, December 31, 2022</u>
2020	\$ 153	-	-	\$ 8,627	\$ 425	\$ 77	-	\$ 76
2021	<u>21,523</u>	-	-	-	<u>12,232</u>	<u>12,309</u>	-	<u>239</u>
	21,676	-	-	8,627	425	12,309	-	315
2022	-	<u>\$ 72,530,389</u>	<u>\$ 772,123</u>	<u>71,546,171</u>	<u>23,500</u>	<u>67,929</u>	<u>\$ 21,076</u>	<u>99,590</u>
	<u>\$ 21,676</u>	<u>\$ 72,530,389</u>	<u>\$ 772,123</u>	<u>\$ 71,554,798</u>	<u>\$ 23,925</u>	<u>\$ 80,238</u>	<u>\$ 21,076</u>	<u>\$ 99,905</u>

Analysis of 2022 Tax Levy

<b>TAX YIELD</b>	
General Purpose Tax	\$ 71,484,298
Added Taxes (NJSA 54:4-63.1 et seq)	446,091
Regional Efficiency Aid Program (REAP)	<u>600,000</u>
	<u>\$ 72,530,389</u>

<b>TAX LEVY</b>	
Local District School Tax	
Local District School Tax Levy	\$ 18,636,109
Additional Local District School Tax Levy	<u>272,825</u>
	18,908,934
County Taxes	
County Tax Levy	13,176,366
Due County for Open Space Preservation	176,654
Added County Taxes	<u>82,705</u>
	13,435,725

<b>Municipal Taxes</b>	
Local Tax for Municipal Purposes	38,652,655
Minimum Library Tax	1,158,876
Additional Tax Levied	<u>374,199</u>
	<u>40,185,730</u>
	<u>\$ 72,530,389</u>



**TOWN OF WEST NEW YORK  
STATEMENT OF TAX TITLE LIENS**

Balance, January 1, 2022		\$ 389,762
Increased by:		
Transfers from 2022 Taxes Receivable	\$ 21,076	
Other Charges	<u>28,350</u>	
		<u>49,426</u>
Balance, December 31, 2022		<u>\$ 439,188</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF REVENUE ACCOUNTS RECEIVABLE**

	Accrued <u>in 2022</u>	<u>Collected</u>
Licenses		
Alcoholic Beverages	\$ 102,260	\$ 102,260
Other	147,342	147,342
Fees and Permits	227,913	227,913
Fines and Costs		
Municipal Court	1,913,634	1,913,634
Interest and Costs on Taxes	203,185	203,185
Interest on Investments and Deposits	716,679	716,679
Payment in Lieu of Taxes -		
Waterfront and All Others	29,481,011	29,481,011
Cable T.V. Franchise Tax	316,551	316,551
EMT Service Fees	632,573	632,573
Consolidated Municipal Property Tax Relief Aid	794,451	794,451
Energy Receipts Tax	5,415,928	5,415,928
Uniform Construction Code Fees (N.J.S.A.40A:4-36)		
Uniform Construction Code Fees	1,344,730	1,344,730
Contribution WNY Housing Authority Down Payment	160,000	160,000
Reimbursements from Board of Education:		
Reimbursement for Recreation Services	639,634	639,634
Reimbursement for Police Security	640,113	640,113
Reimbursement for Waste Disposal	195,416	195,416
Reimbursement for Fuel	<u>100,000</u>	<u>100,000</u>
	<u>\$43,031,420</u>	<u>\$ 43,031,420</u>
Cash Receipts		\$ 41,750,059
Prepaid PILOT Program		411,771
Prepaid Debt Service		<u>869,590</u>
		<u>\$ 43,031,420</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF 2021 APPROPRIATION RESERVES**

	Balance, January 1, <u>2022</u>	Balance After <u>Modification</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Department of Public Affairs				
Director's Office				
Salaries and Wages	\$ 5,615	\$ 5,615		\$ 5,615
Other Expenses	36,083	9,205	\$ 921	8,284
Town Clerk				
Salaries and Wages	10,656	10,656		10,656
Other Expenses				"
Legal Advertising and Publications	5,865	5,865	1,738	4,127
Miscellaneous Other Expenses	501	7,043	4,320	2,723
Codification of Ordinances	4,805	4,805	4,150	655
Poormaster's Fund				
Other Expenses	1,500	1,500		1,500
Elections				
Salaries and Wages	25,000	25,000		25,000
Other Expenses	140,938	140,938		140,938
Board of Health				
Salaries and Wages	88,535	88,535		88,535
Other Expenses	1,545	14,881	14,486	395
Vital Statistics	1,842	1,842		1,842
Prosecutor				
Other Expenses	51,585	51,935	19,825	32,110
Public Relations				
Other Expenses	1,129	32,879	31,372	1,507
Rent Control Board				
Salaries and Wages	9,003	9,003		9,003
Other Expenses	23,124	23,643	4,608	19,035
Town Funding Program				
Other Expenses	15,000	24,000	14,000	10,000
Housing Inspection				
Salaries and Wages	1,081	1,081		1,081
Other Expenses	634	634		634
Tenants Relations				
Other Expenses	65,195	65,195	16,522	48,673
School Crossing Guards				
Salaries and Wages	8,160	8,160		8,160
Law Department				
Salaries and Wages	1,000	1,000		1,000
Other Expenses	296,645	302,795	183,039	119,756
Supervised Play Activity				
Salaries and Wages	33,754	33,754		33,754
Other Expenses	225,617	257,563	100,524	157,039

**TOWN OF WEST NEW YORK**  
**STATEMENT OF 2021 APPROPRIATION RESERVES**

	Balance, January 1, <u>2022</u>	Balance After <u>Modification</u>	<u>Paid or Charged</u>	Balance <u>Lapsed</u>
Senior Citizens Coordinator of Events				
Salaries and Wages	\$ 7,560	\$ 7,560		\$ 7,560
Other Expenses	41,550	7,152	\$ 3,089	4,063
Administrative Offices				
Salaries and Wages	36,556	36,556		36,556
Other Expenses	20,436	22,267	3,667	18,600
Insurance/Personnel Department				
Salaries and Wages	825	825		825
Other Expenses	5,348	5,348		5,348
Zoning Board				
Other Expenses	25,582	26,082	2,918	23,164
Planning Board				
Salaries and Wages				
Other Expenses	7,391	7,391		7,391
	30,560	31,676	1,142	30,534
North Hudson Council of Mayors				
Town Share	620	620		620
North Hudson Regional Council of Mayors Aid Task Force				
Town Share	655	655		655
Department of Revenue and Finance				
Director's Office				
Salaries and Wages	2,548	2,548		2,548
Other Expenses	17,459	19,532	9,897	9,635
Treasurer's Office				
Salaries and Wages	49,288	49,288	49	49,239
Other Expenses				
Annual Audit	143,337	150,270	54,546	95,724
Miscellaneous Other Expenses	14,605	26,929	22,590	4,339
Payroll Service Fee	9,632	15,393	14,636	757
Assessment of Taxes				
Salaries and Wages	5,941	5,941		5,941
Other Expenses	36,487	36,694	6,057	30,637
Collection of Taxes				
Salaries and Wages	66,263	66,263		66,263
Other Expenses	5,851	24,627	20,106	4,521
Insurance				
General Liability Insurance	27,622	27,622	19,475	8,147
Workers Compensation Insurance	46,098	46,098	18,619	27,479
Employee Group Health	682	682		682
Unemployment Insurance	165,000	165,000	165,000	-
Health Waiver	2,878	2,878		2,878
Purchasing Agent				
Salaries and Wages	7,461	7,461		7,461
Other Expenses	16,186	16,186		16,186

**TOWN OF WEST NEW YORK  
STATEMENT OF 2021 APPROPRIATION RESERVES**

	Balance, January 1, <u>2022</u>	Balance After <u>Modification</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
<b>DEPARTMENT OF PUBLIC SAFETY</b>				
Director's Office				
Salaries and Wages	\$ 13,704	\$ 7,704		7,704
Other Expenses	17,157	25,763	\$ 9,531	16,232
Police				
Salaries and Wages	603,749	603,749	75,716	528,033
Other Expenses	93,348	410,216	358,608	51,608
Public Safety Mechanics				
Salaries and Wages	20,804	20,804		20,804
Juvenile Aid				
Other Expenses	4,000	4,000		4,000
Uniform Fire Safety				
Salaries and Wages	13,607	13,606		13,606
Other Expenses	767	3,229	2,964	265
Ambulance Squad				
Salaries and Wages	55,521	55,521		55,521
Other Expenses	26,912	62,316	42,491	19,825
Office of Emergency Management				
Other Expenses	3,376	8,479	4,995	3,484
<b>Department of Public Works</b>				
Director's Office				
Salaries and Wages	16,962	16,962		16,962
Other Expenses	23,433	24,333	638	23,695
Streets and Sewers				
Salaries and Wages	66,026	66,026		66,026
Other Expenses	100,684	264,233	259,792	4,441
Snow Removal	30,098	30,098		30,098
Street Lighting				
Other Expenses	320,661	320,661	208,783	111,878
Fire Hydrant Rental				
Other Expenses	67,792	67,792	36,046	31,746
Recycling				
Other Expenses	226,551	239,913	30,178	209,735
Garbage and Trash				
Salaries and Wages	95,932	95,932		95,932
Other Expenses	550,518	855,331	583,368	271,963



**TOWN OF WEST NEW YORK  
STATEMENT OF 2021 APPROPRIATION RESERVES**

	Balance, January 1, <u>2022</u>	Balance After <u>Modification</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Engineering Services and Costs				
Other Expenses	\$ 320,380	\$ 335,640	\$ 248,366	\$ 87,274
Department of Parks and Public Property				
Director's Office				
Salaries and Wages	9,313	9,313		9,313
Other Expenses	13,485	14,135		14,135
Divisions of Parks				
Salaries and Wages	25,319	25,319		25,319
Other Expenses	46,080	184,027	169,295	14,732
Celebration of Public Events Anniversary or Holiday				
Salaries and Wages	12,828	12,828		12,828
Other Expenses	7,429	10,577	10,355	222
Public Buildings and Ground Maintenance				
Salaries and Wages	5,434	5,434		5,434
Other Expenses	68,823	112,260	105,869	6,391
Light and Power				
Other Expenses	15,981	16,019	316	15,703
Centralized Postage				
Other Expenses	14,829	20,000	5,171	14,829
Fuel				
Other Expenses	29,020	51,289	37,847	13,442
Telephone				
Other Expenses	1,184	36,911	19,995	16,916
Water				
Other Expenses	110,842	110,842	2,188	108,654
Sewerage				
Other Expenses	103,354	103,354		103,354
Signal Bureau				
Other Expenses	8,244	8,244		8,244
Construction Code Official				
Salaries and Wages	23,607	23,607		23,607
Other Expenses	51,418	57,311	6,870	50,441
UNCLASSIFIED				
Municipal Court				
Salaries and Wages	147,278	147,278		147,278
Other Expenses	62,601	62,604	25,612	36,992

TOWN OF WEST NEW YORK  
STATEMENT OF 2021 APPROPRIATION RESERVES

	Balance, January 1, 2022	Balance After Modification	Paid or Charged	Balance Lapsed
Public Defender Other Expenses	\$ 43,830	\$ 49,030	\$ 11,745	\$ 37,285
Total Operations Within "CAPS"	5,322,114	6,529,761	2,994,035	3,535,726
Contingent	5,000	5,000	-	5,000
Total Operations Including Contingent Within "CAPS"	5,327,114	6,534,761	2,994,035	3,540,726
Statutory Expenditures - Municipal Within "CAPS"				
Contribution to:				
Public Employees' Retirement System of NJ	18,515	-	-	-
PERS Adjustments	10,000	28,515	592	27,923
Police and Fireman's Retirement System of NJ	-	-	-	-
Social Security System (O.A.S.I.)	20,429	20,429	-	20,429
Total Statutory Expenditures - Municipal Within "CAPS"	48,944	48,944	592	48,352
Total General Appropriations for Municipal Purposes Within "CAPS"	5,376,058	6,583,705	2,994,627	3,589,078
OPERATIONS - EXCLUDED FROM "CAPS"				
Public Library				
Maintenance of Free Public Library	597,298	598,016	13,550	584,466
Contribution to North Hudson Regional Fire	460,868	460,868	-	460,868
Total Operations - Excluded from "CAPS"	1,058,166	1,058,884	13,550	1,045,334
Total General Appropriations	\$ 6,434,224	\$ 7,642,589	\$ 3,008,177	\$ 4,634,412
Appropriation Reserves		\$ 6,434,224		
Encumbrances Payable		1,208,365		
		\$ 7,642,589		
Cash Disbursements			\$ 2,968,828	
Accounts Payable			39,349	
			\$ 3,008,177	



**TOWN OF WEST NEW YORK  
STATEMENT OF DUE TO NORTH HUDSON SEWERAGE AUTHORITY**

Balance, January 1, 2022	\$ 899,568
Increased by:	
Cash Receipts	<u>423,575</u>
	1,323,143
Decreased by:	
Cash Disbursements	<u>1,302,116</u>
Balance, December 31, 2022	<u>\$ 21,027</u>

**STATEMENT OF ENCUMBRANCES PAYABLE**

Balance, January 1, 2022	\$ 1,616,156
Increased by:	
Charges to 2022 Budget Appropriations	\$ 2,052,446
Charges to State and Federal Grants	<u>2,442,295</u>
	<u>4,494,741</u>
	6,110,897
Decreased by:	
Transferred to Appropriation Reserves	1,208,365
Cash Disbursements	<u>407,791</u>
	<u>1,616,156</u>
Balance, December 31, 2022	<u>\$ 4,494,741</u>

**STATEMENT OF PREPAID TAXES AND PILOTS**

Balance, January 1, 2022	\$ 1,183,894
Increased by:	
Cash Received	<u>1,103,370</u>
	2,287,264
Decreased by:	
Applied to 2022 Taxes Receivable	\$ 772,123
Transferred to Anticipated Revenues - PILOTS	<u>411,771</u>
	<u>1,183,894</u>
Balance, December 31, 2022	<u>\$ 1,103,370</u>
<u>Analysis of Balance - December 31, 2022:</u>	
Taxes	\$ 793,038
Pilots	<u>310,332</u>
	<u>\$ 1,103,370</u>

## EXHIBIT A-16

**TOWN OF WEST NEW YORK  
STATEMENT OF TAX AND PILOT OVERPAYMENTS**

Balance, January 1, 2022	\$ 39,835
Increased by:	
Cash Received	<u>118,401</u>
	158,236
Decreased by:	
Cash Disbursements	<u>39,835</u>
Balance, December 31, 2022	<u>\$ 118,401</u>
<u>Analysis of Balance - December 31, 2022:</u>	
Taxes	\$ 33,671
Pilots	<u>84,730</u>
	<u>\$ 118,401</u>

## EXHIBIT A-17

**STATEMENT OF COUNTY TAXES PAYABLE**

Balance, January 1, 2022	\$ 80,310
Increased by:	
2022 Levy	
General County Tax (Abstract)	\$ 13,176,366
County Open Space Preservation (Abstract)	176,654
Added County Taxes	<u>82,705</u>
	<u>13,435,725</u>
	13,516,035
Decreased by:	
Payments	<u>13,433,330</u>
Balance, December 31, 2022	<u>\$ 82,705</u>

## EXHIBIT A-18

**STATEMENT OF LOCAL DISTRICT SCHOOL TAXES PAYABLE**

Balance, January 1, 2022	\$ 109
Increased by:	
Levy - 2022	<u>18,636,109</u>
	18,636,218
Decreased by:	
Payment	<u>\$ 18,636,218</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF RESERVE FOR INSURANCE RUNOUT CLAIMS**

Balance, December 31, 2022 and 2021	\$ <u>277,528</u>
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**STATEMENT OF RESERVE FOR TAX APPEALS**

Balance, January 1, 2022	\$ 97,693
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Increased by:	
Transferred from 2022 Budget Appropriations	<u>125,000</u>

222,693

Decreased by:	
County and State Board Judgements Paid	<u>184,659</u>

Balance, December 31, 2022	\$ <u>38,034</u>
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**STATEMENT OF RESERVE FOR MASTER PLAN**

Balance, December 31, 2022 and 2021	\$ <u>142,967</u>
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**TOWN OF WEST NEW YORK  
STATEMENT OF ACCOUNTS PAYABLE**

Balance, January 1, 2022	\$ 880,504
Increased by:	
Transferred from 2021 Appropriation Reserves	<u>39,349</u>
	919,853
Decreased by:	
Cash Disbursements	<u>821,121</u>
Balance, December 31, 2022	<u>\$ 98,732</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF GRANTS RECEIVABLE**

<u>Grant/Program</u>	2022	Balance, January 1, 2022	Budget Revenue Realized	Decrease	Balance, December 31, 2022
NJ Dept of Law and Public Safety:					
Direct Aid					
Safe and Secure Communities - 2022	\$	32,400	\$	15,390	\$ 17,010
Fire Prevention & Safety Grant				323	5,720
Click It or Ticket - 2022			7,000	5,600	1,400
Camera Grant		295,510		125,000	170,510
NJ Department of Health and Human Services:					
Direct Aid					
Strengthening Local Public Health Capacity Grant - 2022			274,735		274,735
Strengthening Local Public Health Capacity Grant - 2021		291,042		291,042	-
Strengthening Local Public Health Capacity Grant		5,127			5,127
NJ Department of Environmental Protection:					
Direct Aid					
Clean Communities Program - 2022			74,518	74,518	-
Recycling Tonnage Grant - 2022			58,335	58,335	-
NJ Department of Community Affairs:					
Direct Aid					
Bulletproof Vest Partnership Grant - 2022			8,387	8,387	-
Bulletproof Vest Partnership Grant - 2020		7,985			7,985
Bulletproof Vest Partnership Grant - 2019		16,000			16,000
Body Armor Grant - 2022			5,039	5,039	-
					-





TOWN OF WEST NEW YORK  
STATEMENT OF GRANTS RECEIVABLE

	Balance, January 1, 2022	2022 Budget Revenue Realized	Decrease	Balance, December 31, 2022
Other State				
Direct Aid				
Alcohol Education Rehabilitation Grant - 2022	\$ 7,835	\$ 5,212	\$ 5,212	\$ -
Alcohol Education Rehabilitation Grant - 2021				7,835
Hudson County Dept. of Finance and Administration				
Municipal Alliance - 2022		21,408		21,408
Municipal Alliance - 2021	13,711		13,462	249
Municipal Alliance - 2020	43,159			43,159
BJA Coronavirus Emergency Supplemental Funding Program	43,239		43,239	-
CARES Act - County Reimbursement	750			750
CDBG - Senior Vehicles	610,432			610,432
CDBG - Food Donations	225,000		70,938	154,062
CDBG - Construction of Library	498,109		397,551	100,558
Hudson County Open Space - Miller Park Phase II	500,000			500,000
US Department of Agriculture:				
Direct Aid				
Summer Food Program - 2022	-	131,269	99,025	32,244
Summer Food Program - 2021	234,164			234,164
U.S. Dept of Justice				
Direct Aid				
Distracted Driver- 2022		10,500	10,500	-
Distracted Driver- 2021	120			120
Drive Sober Get Pulled Over- 2021	480			480
Edward Byrne Memorial Justice Assistance Award	15,621			15,621



TOWN OF WEST NEW YORK  
STATEMENT OF GRANTS RECEIVABLE

	Balance, January 1, 2022	2022 Budget Revenue Realized	Decrease	Balance, December 31, 2022
FEMA				
COVID 19	\$ 1,086,538	\$ 126,528	\$ 540,484	\$ 546,054
National Opitoid Settlement	-		126,528	-
	<u>\$ 3,900,865</u>	<u>\$ 755,331</u>	<u>\$ 1,890,573</u>	<u>\$ 2,765,623</u>
		Cash Receipts	\$ 1,881,255	
		Transferred from Unappropriated	<u>9,318</u>	
			<u>\$ 1,890,573</u>	



TOWN OF WEST NEW YORK  
STATEMENT OF APPROPRIATED GRANT RESERVES

<u>Grant/Program</u>	<u>Balance, January 1, 2022</u>	<u>2022 Budget</u>	<u>Decreased By Expended</u>	<u>Balance, December 31, 2022</u>
Fire Prevention & Safety Grant - 2018	\$ 6,044			\$ 6,044
2016 Pedestrian Safety Grant	5,280			5,280
2022 Body Armor Fund		\$ 5,039		5,039
2021 Body Armor Fund	7,927		\$ 2,829	5,098
2020 Body Armor Fund	7,523		2,390	5,133
2018 Body Armor Fund	318		318	-
2019 Body Armor Fund	10,172		541	9,631
2022 Bulletproof Vest Partnership Grant		8,387	8,387	-
2020 Bulletproof Vest Partnership Grant	6,243			6,243
2019 Bulletproof Vest Partnership Grant	7,564			7,564
Body Worn Camera Grant	170,510		125,000	45,510
2022 Click It or Ticket Grant		7,000		7,000
2022 Summer Food Program		131,269	82,580	48,689
2021 Summer Food Program	234,164		32,549	201,615
Clean Communities 2022		74,518	74,518	-
Recycling Tonnage Grant 2022		58,335	58,335	-
Municipal Alliance - 2022		21,408		21,408
Municipal Alliance-Local Match - 2022		3,928		3,928
Municipal Alliance - 2020	38,931		2,100	36,831
Municipal Alliance - 2021	15,712		2,821	12,891
Municipal Alliance-Local Match - 2021	3,928		3,928	-
Drive Sober, Get Pulled Over - 2021	480			480
Distracted Driver - 2022		10,500		10,500
Distracted Driver - 2021	120			120
Department of Justice Grant	8,126			8,126
Alcohol Education Rehabilitation Grant - 2022		5,212		5,212
Alcohol Education Rehabilitation Grant - 2020	7,835			7,835
Alcohol Education Rehabilitation Grant - 2018	10,324		2,480	7,844
Alcohol Education Rehabilitation Grant - 2019	18,032			18,032
Safe and Secure 2022		32,400	32,400	-
Safe and Secure 2021	32,400		32,400	-
Strengthening Local Public Health Capacity Grant	5,127			5,127
Strengthening Local Public Health Capacity 2021 Grant	189,552		5,593	183,959
Strengthening Local Public Health Capacity 2022 Grant		274,735		274,735
CDBG - Senior Vehicles	610,432		610,432	-
CDBG - Food Donations	169,313		55,287	114,026
CDBG - Construction of Library	422,365		422,365	-
Hudson County Open Space - Miller Park Ph. II	500,000		500,000	-
Hudson County Partnership	3,000			3,000
National Opioid Settlement - 2022		126,528	1,425	125,103
American Rescue Plan of 2021:				
Grant Administration		75,000	15,452	59,548
Purchase of Ambulances		450,000	222,897	227,103
Acquis. of Public Safety Communications Upgrades		460,000	460,000	-
Purchase of Garbage Truck		300,000		300,000
Purchase of Roll Off Truck		300,000		300,000
Purchase of Street Sweepers		400,000		400,000
Purchase of SUV Vehicles - Police Department		450,000	450,000	-
Purchase of Motorcycle - Police Department		40,000	26,373	13,627
Purchase Scott Air Packs		20,000	16,988	3,012
Improvements Miller Park		1,000,000	1,000,000	-
Road Improvements		800,000	800,000	-
Acquisition - 111 60th Street		800,000		800,000
Acquisition - Washington Street		300,000		300,000
Purchase of Cameras (Phase I)		280,000		280,000
Purchase of Vehicle - Police Department		425,000	135,383	289,617
Small Business Grant	-	1,045,000	897,575	147,425
	<u>\$ 2,491,422</u>	<u>\$ 7,904,259</u>	<u>\$ 6,083,346</u>	<u>\$ 4,312,335</u>
		Cash Disbursements	\$ 3,641,051	
		Encumbrances Payable	2,442,295	
			<u>\$ 6,083,346</u>	



## EXHIBIT A-25

**TOWN OF WEST NEW YORK  
STATEMENT OF UNAPPROPRIATED GRANT RESERVES**

	Balance, January 1, 2022	Received	Anticipated Revenue Current Fund	Balance, December 31, 2022
American Rescue Plan of 2021	\$ 5,312,401	\$ 6,872,401	9,145,000	\$ 3,039,802
American Rescue Plan of 2021 - Additional		55,162		55,162
Bulletproof Vest Partnership Grant	981		981	-
Summer Food Program	3,125		3,125	-
Cares Act		100,692		100,692
Municipal Court Reimbursement Funds		5,212	5,212	-
NJ Body Armor Grant	-	7,483	-	7,483
	<u>\$ 5,316,507</u>	<u>\$ 7,040,950</u>	<u>\$ 9,154,318</u>	<u>\$ 3,203,139</u>
		Applied to Grants Receivable	\$ 9,318	
		Anticipated Revenue	<u>9,145,000</u>	
			<u>\$ 9,154,318</u>	

## EXHIBIT A-26

**STATEMENT OF DUE TO STATE OF NEW JERSEY  
DEPARTMENT OF AGRICULTURE**

Balance, January 1, 2022	\$ 55,575
Decreased by:	
Cash Disbursements	<u>55,236</u>
Balance, December 31, 2022	<u>\$ 339</u>

## EXHIBIT A-27

**STATEMENT OF TAX SALE DEPOSITS PAYABLE**

Increased by:	
Cash Receipts	<u>\$ 775,648</u>
Balance, December 31, 2022	<u>\$ 775,648</u>





## EXHIBIT A-28

**TOWN OF WEST NEW YORK  
STATEMENT OF DUE TO PARKING UTILITY CAPITAL FUND**

Balance, January 1, 2022	\$ 1,460
Decreased by:	
Cash Disbursements	<u>\$ 1,460</u>

## EXHIBIT A-29

**STATEMENT OF RESERVE FOR MUNICIPAL  
RELIEF FUND**

Increased by:	
Cash Receipts	<u>\$ 355,253</u>
Balance, December 31, 2022	<u>\$ 355,253</u>



**TOWN OF WEST NEW YORK  
STATEMENT OF DUE FROM/(TO) GENERAL CAPITAL FUND**

Balance, January 1, 2022 (Due From)		\$ 514,139
Increased by:		
Contribution WNY Housing Authority Down Payment		<u>160,000</u>
		674,139
Decreased by:		
2022 Budget Appropriation - Deferred Charges	\$ 559,833	
2022 Budget Appropriation - Capital Improvement Fund	710,000	
Cash Receipts	<u>1,520,647</u>	
		<u>2,790,480</u>
Balance, December 31, 2022 (Due To)		<u>\$ (2,116,341)</u>



TRUST FUND



**TOWN OF WEST NEW YORK  
STATEMENT OF TRUST CASH**

	<u>Animal Control Fund</u>	<u>Other Trust Fund</u>
Balance, January 1, 2022	\$ 5,243	\$ 5,842,654
Increased by Receipts:		
Various Reserves and Deposits		
Animal License Fees	\$ 3,869	\$ 6,568,359
Animal License Fees - Due to State	1,559	
Third Party Lienholders		3,190,393
Cash Receipts Parking Utility Operating Fund		800
Cash Receipts Current Fund	<u>92</u>	<u>2,313,712</u>
	<u>5,520</u>	<u>12,073,264</u>
	10,763	17,915,918
Decreased by Disbursements:		
Various Reserves and Deposits		
Third Party Lienholders		8,229,717
Unemployment Claims Paid		3,375,954
Encumbrances Payable		51,262
Animal Control Fund Expenditures	225	218,863
Due to State of NJ - Animal Control Fund	<u>1,403</u>	<u>-</u>
	<u>1,628</u>	<u>11,875,796</u>
Balance, December 31, 2022	<u>\$ 9,135</u>	<u>\$ 6,040,122</u>





**TOWN OF WEST NEW YORK  
STATEMENT OF DUE FROM/(TO) CURRENT FUND  
ANIMAL CONTROL FUND**

Balance, January 1, 2022 (Due From)	\$ 92
Decreased by:	
Receipts from Current Fund	\$ 92
Statutory Excess to Current Fund	<u>3,835</u>
	<u>3,927</u>
Balance, December 31, 2022 (Due To)	<u>\$ (3,835)</u>

**STATEMENT OF RESERVE FOR EXPENDITURES  
ANIMAL CONTROL FUND**

Balance, January 1, 2022	\$ 5,327
Increased by:	
Cash Receipts	<u>3,869</u>
	9,196
Decreased by:	
Statutory Excess	\$ 3,835
Cash Disbursements	<u>225</u>
	<u>4,060</u>
Balance, December 31, 2022	<u>\$ 5,136</u>

License Fees Collected

2020	\$ 2,040
2021	<u>3,096</u>
	<u>\$ 5,136</u>

Memo to Auditor:

R.S.4:19-15.11 " there shall be transferred from such special account to the general funds of the municipality any amount then in such account which is in excess of the total amount paid into such special account during the last two fiscal years next preceeding"

**STATEMENT OF DUE TO STATE OF NEW JERSEY  
ANIMAL CONTROL FUND**

Balance, January 1, 2022	\$ 8
Increased by:	
State Fees	<u>1,559</u>
	1,567
Decreased by:	
Payments to State of New Jersey	<u>1,403</u>
Balance, December 31, 2022	<u>\$ 164</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF DUE FROM PARKING UTILITY OPERATING FUND  
OTHER TRUST FUND**

Balance, January 1, 2022	\$ 800
Decreased by:	
Cash Receipt	<u>\$ 800</u>

**STATEMENT OF DUE FROM CURRENT FUND  
OTHER TRUST FUND**

Balance, January 1, 2022	\$ 5,598,584
Decreased by:	
Cash Receipts from Current Fund	<u>2,313,712</u>
Balance, December 31, 2022	<u>\$ 3,284,872</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF VARIOUS TRUST RESERVES  
OTHER TRUST FUND**

	Balance, January 1, <u>2022</u>	<u>Increases</u>	<u>Decreases</u>	Balance December 31, <u>2022</u>
Housing and Community Development Act of 1974	\$ 1,769,714			\$ 1,769,714
Escrow Deposits	577,001	\$ 785,139	\$ 750,135	612,005
Unemployment Reserve	210,003	210,587	133,612	286,978
Parking Offenses Adjudication Act	139,035	50,705	18,972	170,768
Special Law Enforcement	61,822	8,185		70,007
Uniform Fire Safety Act Penalties	60,196	4,500		64,696
Performance Bond Deposits	260,147	5,434	638	264,943
Premium on Tax Sale	6,971,276	3,641,785	5,651,565	4,961,496
Public Defender	18,855	2,815		21,670
Recreation Reserve	26,814		18,694	8,120
Third Party Inspections	23,259	131,561	154,820	-
Reserve for Police	16,885	179,800		196,685
Federal Law Enforcement	146,763	27,950	73,790	100,923
DUI Fund	12,664			12,664
Cultural Affairs	5,604	12,731	7,444	10,891
Police Outside Services	318,752	1,504,142	1,593,669	229,225
Parking Utility Security Deposits	11,544	3,025	1,775	12,794
	<u>\$10,630,334</u>	<u>\$ 6,568,359</u>	<u>\$ 8,405,114</u>	<u>\$ 8,793,579</u>
Cash Disbursements			\$ 8,229,717	
Encumbrances Payable			44,044	
Due State of New Jersey - Unemployment			<u>131,353</u>	
			<u>\$ 8,405,114</u>	

**TOWN OF WEST NEW YORK  
STATEMENT OF DUE TO THIRD PARTY LIENHOLDERS  
OTHER TRUST FUND**

Balance, January 1, 2022	\$ 391,425
Increased by:	
Cash Receipts	<u>3,190,393</u>
	3,581,818
Decreased by:	
Cash Disbursements	<u>3,375,954</u>
Balance, December 31, 2022	<u>\$ 205,864</u>

**STATEMENT OF DUE TO STATE OF NEW JERSEY - UNEMPLOYMENT  
OTHER TRUST FUND**

Balance, January 1, 2022	\$ 201,416
Increased by:	
Current Year Claims	\$ 107,699
Prior Year Claims	<u>23,654</u>
	<u>131,353</u>
	332,769
Decreased by:	
Cash Disbursements	<u>51,262</u>
Balance, December 31, 2022	<u>\$ 281,507</u>

**STATEMENT OF DUE FROM COUNTY OF HUDSON  
COMMUNITY DEVELOPMENT BLOCK GRANT FUND**

Balance, December 31, 2022 and 2021	<u>\$ 485,810</u>
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**STATEMENT OF RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANT  
COMMUNITY DEVELOPMENT BLOCK GRANT FUND**

Balance, December 31, 2022 and 2021	<u>\$ 485,810</u>
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**TOWN OF WEST NEW YORK  
STATEMENT OF ENCUMBRANCES PAYABLE  
OTHER TRUST FUND**

Balance, January 1, 2022	\$ 218,863
Increased by:	
Charges to Various Trust Reserves	<u>44,044</u>
	262,907
Decreased by:	
Cash Disbursements	<u>218,863</u>
Balance, December 31, 2022	<u>\$ 44,044</u>



GENERAL CAPITAL FUND





**TOWN OF WEST NEW YORK  
STATEMENT OF CASH  
GENERAL CAPITAL FUND**

Balance, January 1, 2022		\$ 2,760,529
Increased by:		
Bond Anticipation Notes Issued	\$ 16,784,000	
Grants Receivable	1,012,669	
Contribution Received - Due Current Fund	160,000	
Premium - Sale of Notes	115,268	
Cash Receipts - Fund Improvement Authorization	<u>160,000</u>	
		<u>18,231,937</u>
		20,992,466
Decreased by:		
Improvement Authorizations	8,968,876	
Contracts Payable	1,634,479	
Payments to Current Fund	<u>1,520,647</u>	
		<u>12,124,002</u>
Balance, December 31, 2022		<u>\$ 8,868,464</u>

**TOWN OF WEST NEW YORK  
ANALYSIS OF GENERAL CAPITAL FUND CASH**

EXHIBIT C-3

Balance,  
December 31,  
2022

Due from Current Fund	\$ (2,116,341)
Capital Improvement Fund	388,450
Grants Receivable	(19,520,725)
Contracts Payable	4,966,490
Reserve for Payment of Debt	153,081
Fund Balance	790,584
Excess Bond Anticipation Note Cash	40,000

Improvement Authorizations:

Ordinance Number	Improvement Description	
31/97	Reconstruction of Various Streets	(31,228)
7/5	Tax Refunding Ordinance	(55,000)
17/10; 23/13; 15/15; 2/16; 6/18	Various Capital Improvements	(282)
27/10	Installation of Electronic Smoke Detection System	(200)
3/13	Various Capital Improvements	(12,500)
4/13	Acq of All Right, Title and Interest DPW Garage	(49,933)
4/19	Improvements to Patricia McEldowney Field	106,183
9/20	Park Improvements	468,082
24/20	Various Capital Improvements	1,808,363
17/21	Construction of a Library	12,423,050
20/21	Various Capital Improvements	180,025
21/21	Refunding Group Health Emergency Approp.	1,749,578
2/22	Various Capital Improvements	4,684,968
6/22	Acquis. of Property	320,150
29/22	Acquis. of Power Lift System, Miller Park Improvements, and Acquis. of EV Shuttle Buses and Garbage Trucks	<u>2,575,669</u>
		<u>\$ 8,868,464</u>

**TOWN OF WEST NEW YORK**  
**STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED**

Balance, January 1, 2022			\$ 23,144,063
Decreased by:			
Payments for:			
General Serial Bonds	\$ 2,635,000		
School Serial Bonds	245,000		
State of New Jersey Green Trust Loan Payable	<u>46,938</u>		
			<u>2,926,938</u>
Balance, December 31, 2022			<u>\$ 20,217,125</u>



**TOWN OF WEST NEW YORK**  
**STATEMENT OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED**

Ordinance Number	Improvement Description	Balance, January 1, 2022	Authorized 2022	Paid By Budget	Balance, December 31, 2022	Excess Note Cash	Analysis of Balance December 31, 2022		
							Bond Anticipation Notes Issued	Expenditures	Unexpended Improvement Authorizations
31/97	Reconstruction of Various Streets	\$ 31,228			\$ 31,228			\$ 31,228	
07/05	Tax Refunding	55,000			55,000			55,000	
17/10, 23/13, 15/15, 2/16, 6/18	Various Capital Improvements	282			282			282	
27/10	Installation of Electronic Smoke Detection System	200			200			200	
3/13	Various Capital Improvements	12,500			12,500			12,500	
4/13	Acq of All Right, Title and Interest DPW Garage	49,933			49,933			49,933	
12/19	Improvements to Municipal Buildings	805,000			805,000		\$ 805,000		
9/20	Park Improvements	3,610,000			3,610,000		3,610,000		880
24/20	Various Capital Improvements	4,527,880			4,527,880		4,527,000		4,500,000
17/21	Construction of a Library	4,500,000			4,500,000				
20/21	Various Capital Improvements	570,000			570,000		570,000		
21/21	Refunding Group Health Emergency Approp.	5,325,000		\$ 540,000	4,785,000	\$ (40,000)	4,825,000		138
21/21	Various Capital Improvements		\$ 8,349,138		8,349,138		8,349,000		6,469,500
2/22	Acquis. of Property		6,469,500		6,469,500				
8/22	Provide Assistance of Aid to West New York Housing Authority		3,040,000		3,040,000		3,040,000		
		\$ 19,487,023	\$ 17,858,638	\$ 540,000	\$ 36,805,661	\$ (40,000)	\$ 25,726,000	\$ 149,143	\$ 10,970,518

Analysis of Balance - December 31, 2022:  
Improvement Authorizations - Unfunded  
Less: Unexpended Note Proceeds:

Ord. # 9/20	(468,082)
Ord. # 24/20	(1,808,363)
Ord. # 20/21	(180,025)
Ord. # 21/21	(1,749,578)
Ord. # 2/22	(4,584,968)
	<u>\$ 10,970,518</u>



**TOWN OF WEST NEW YORK  
STATEMENT OF GENERAL SERIAL BONDS**

<u>Purpose</u>	<u>Amount of Original of Issue</u>	<u>Maturities of Bond</u>		<u>Interest Rate</u>	<u>Balance, January 1, 2021</u>	<u>Decreased</u>	<u>Balance, December 31, 2022</u>
		<u>Date</u>	<u>Amount</u>				
General Obligation Bonds, Series 2013 A	\$ 3,910,000	5/15/2023	\$ 270,000	2.50%			
		5/15/2024	280,000	2.50%			
		5/15/2025	285,000	2.50%			
		5/15/2026	295,000	3.00%			
		5/15/2027	305,000	3.00%			
		5/15/2028	320,000	3.00%			
		5/15/2029	330,000	3.00%	\$ 2,345,000	\$ 260,000	\$ 2,085,000
General Obligation Bonds, Series 2013 B	6,725,000	5/15/2023	500,000	4.00%			
		5/15/2024	525,000	4.00%			
		5/15/2025	545,000	4.10%			
		5/15/2026	570,000	4.20%			
		5/15/2027	600,000	4.30%			
		5/15/2028	630,000	4.40%	3,850,000	480,000	3,370,000





**TOWN OF WEST NEW YORK  
STATEMENT OF GENERAL SERIAL BONDS**

<u>Purpose</u>	<u>Amount of Original of Issue</u>	<u>Maturities of Bond</u>		<u>Interest Rate</u>	<u>Balance, January 1, 2022</u>	<u>Decreased</u>	<u>Balance, December 31, 2022</u>
		<u>Date</u>	<u>Outstanding December 31, 2022</u>				
General Obligation Bonds, Series 2016	\$ 5,047,000	11/1/2023	\$ 425,000	3.00%			
		11/1/2024	435,000	3.00%			
		11/1/2025	445,000	3.00%			
		11/1/2026	455,000	3.00%			
		11/1/2027	465,000	3.00%			
		11/1/2028	487,000	3.00%	\$ 3,122,000	\$ 410,000	\$ 2,712,000
General Improvement Refunding Bonds, Series 2016	4,600,000	4/15/2023	605,000	3.00%			
		4/15/2024	630,000	3.00%			
		4/15/2025	650,000	3.00%	2,465,000	580,000	1,885,000
General Obligation Bonds, Series 2019	11,125,000	9/1/2023	815,000	4.00%			
		9/1/2024	850,000	4.00%			
		9/1/2025	885,000	4.00%			
		9/1/2026	810,000	4.00%			
		9/1/2027	840,000	3.00%			
		9/1/2028	875,000	2.00%			
		9/1/2029	905,000	2.00%			
		9/1/2030	930,000	2.00%			
		9/1/2031	955,000	2.00%			
		9/1/2032	985,000	2.00%	9,635,000	785,000	8,850,000
2018 Refunded HCIA Pooled Loan Program Bonds	715,000	7/15/2023	130,000	3.75%			
		7/15/2024	135,000	3.75%	385,000	120,000	265,000
					\$ 21,802,000	\$ 2,635,000	\$ 19,167,000



**TOWN OF WEST NEW YORK  
STATEMENT OF SCHOOL SERIAL BONDS**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Amount</u>	<u>Maturities of Bond</u>		<u>Interest Rate</u>	<u>Balance, January 1, 2022</u>	<u>Decreased</u>	<u>Balance, December 31, 2022</u>
			<u>Outstanding</u>	<u>Date</u>				
School Refunding Bonds, Series 2016B	10/19/2016	\$ 1,960,000						
				4/15/2023	3.00%			
				4/15/2024	3.00%	\$ 1,050,000	\$ 245,000	\$ 805,000
				4/15/2025	3.00%	\$ 1,050,000	\$ 245,000	\$ 805,000



**TOWN OF WEST NEW YORK  
STATEMENT OF STATE OF NEW JERSEY GREEN TRUST LOANS PAYABLE**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Amount</u>	<u>Maturities of Loan</u>		<u>Interest Rate</u>	<u>Balance, January 1, 2022</u>	<u>Decreased</u>	<u>Balance, December 31, 2022</u>
			<u>Outstanding</u>	<u>Date</u>				
Donnelly and Veterans Park	05/09/06	\$ 675,000		02/09/23	\$ 2.00%	\$ 19,575		
				08/09/23				
				02/09/24				
				08/09/24				
				02/09/25				
				08/09/25				
				02/09/26		20,779		141,203
Miller Stadium II	10/16/2013	170,010		1/21/2023		4,247		
				7/21/2023				
				1/21/2024				
				7/21/2024				
				1/21/2025				
				7/21/2025				
				1/21/2026		4,508		
				7/21/2026		4,553		









**TOWN OF WEST NEW YORK  
STATEMENT OF CAPITAL IMPROVEMENT FUND**

Balance, January 1, 2022	\$ 233,458
Increased by:	
Budget Appropriation	<u>710,000</u>
	943,458
Decreased by:	
Appropriated to Finance Improvement Authorizations	<u>555,008</u>
Balance, December 31, 2022	<u>\$ 388,450</u>



TOWN OF WEST NEW YORK  
STATEMENT OF GRANTS RECEIVABLE

	NJ DOT Municipal Aid (Ordinance 7/15) Road Improvement Projects	NJ DOT Urban Aid (Ordinance 7/15) Road Improvement Projects	NJ DOT Municipal Aid (Ordinance 7/16) Road Improvement Projects	NJ DOT Municipal Aid (Ordinance 22/18) Road Improvement Projects	NJ DOT Municipal Aid (Ordinance 22/18) Road Improvement Projects	Hudson County CDBG (Ordinance 5/19) Improvements to Miller Stadium	NJ DEP Green Acres (Ordinance 5/19) Improvements to Miller Stadium	NJ DEP Green Acres (Ordinance 24/20) Imprvts to Port Imperial Walkway	NJ DOT Municipal Aid (Ordinance 24/20) Road Improvement Projects	NJ DOT Municipal Aid (Ordinance 24/20) Road Improvement Projects	Totals From Page 2
Balance, January 1, 2022	\$ 270,000	\$ 40,371	\$ 320,371	\$ 354,249	\$ 154,516	\$ 43,297	\$ 1,000,000	\$ 514,500	\$ 45,677	\$ 828,390	\$ 12,500,000
Increased by: Grants Awarded	-	-	-	-	-	-	-	-	-	-	4,462,023
Decreased by: Cash Receipts	270,000	40,371	320,371	354,249	154,516	43,297	1,000,000	514,500	45,677	828,390	16,962,023
	270,000	40,371	320,371	338,650	-	43,297	-	-	-	-	-
	270,000	40,371	320,371	338,650	-	43,297	-	-	-	-	-
Balance, December 31, 2022	\$ -	\$ -	\$ -	\$ 15,619	\$ 154,516	\$ -	\$ 1,000,000	\$ 514,500	\$ 45,677	\$ 828,390	\$ 16,962,023
Balance Pledged by: Improvement Authorization	\$ -	\$ -	\$ -	\$ 15,619	\$ 154,516	\$ -	\$ 1,000,000	\$ 514,500	\$ 45,677	\$ 828,390	\$ 16,962,023



TOWN OF WEST NEW YORK  
STATEMENT OF GRANTS RECEIVABLE

		NJ State Library (Ordinance 17/21) Construction Bond Act	NJ DEP Green Acres (Ordinance 2/22) Various Capital Improvements	NJ DOT Municipal Aid FY 2021 (Ordinance 2/22) Road Improvement Projects	NJ DOT Municipal Aid FY 2022 (Ordinance 2/22) Road Improvement Projects	US Department Homeland Security (Ordinance 29/22) Various Capital Acquisitions	Hudson County CDBG (Ordinance 29/22) Miller Park Improvements	NJ DEP Volkswagen Settlement (Ordinance 29/22) Various Capital Acquisitions
Totals	\$ 12,500,000	\$ 12,500,000						
Balance, January 1, 2022	\$ 12,500,000	\$ 12,500,000						
Increased by:								
Grants Awarded	4,462,023	-	\$ 537,964	\$ 678,591	\$ 686,807	\$ 170,076	\$ 468,387	\$ 1,920,198
	16,962,023	12,500,000	537,964	678,591	686,807	170,076	468,387	1,920,198
Decreased by:								
Cash Receipts	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Balance, December 31, 2022	\$ 16,962,023	\$ 12,500,000	\$ 537,964	\$ 678,591	\$ 686,807	\$ 170,076	\$ 468,387	\$ 1,920,198
Balance Pledged to: Improvement Authorization	\$ 16,962,023	\$ 12,500,000	\$ 537,964	\$ 678,591	\$ 686,807	\$ 170,076	\$ 468,387	\$ 1,920,198



**TOWN OF WEST NEW YORK**  
**SCHEDULE OF IMPROVEMENT AUTHORIZATIONS**

Ordinance Number	Improvement Description	Date	Amount	Balance, January 1, 2022		2022 Authorizations		Balance, December 31, 2022	
				Funded	Unfunded	Funded	Unfunded	Funded	Unfunded
16/15	Various Capital Improvements	9/16/2015	\$ 2,348,195	\$ 25,669		\$	25,669		
4/19	Improvements to Patricia McElowney Field	6/19/2019	1,380,000	119,927			13,744	\$ 106,183	
9/20	Park Improvements	3/18/2020	3,800,000		\$ 1,704,616		1,236,534		\$ 468,082
24/20	Various Capital Improvements	10/15/2020	6,825,000		2,442,417		633,174		1,809,243
17/21	Construction of a Library	9/15/2021	17,000,000	12,483,050	4,500,000		60,000	12,423,050	4,500,000
20/21	Various Capital Improvements	12/15/2021	600,000		397,841		217,816		180,025
21/21	Refunding Group Health Emergency Approp.	12/15/2021	5,325,000		2,862,433		1,112,717		1,749,716
2/22	Various Capital Improvements	2/9/2022	10,450,000			\$ 10,450,000	5,765,032		4,684,968
6/22	Acquis. of Property	5/18/2022	6,810,000			6,810,000	20,349	320,151	6,469,500
8/22	Provide Assistance of Aid to West New York Housing Authority	6/8/2022	3,200,000			3,200,000			
29/22	Acquis. of Power Lift System, Miller Park Improvements, and Acquis. of EV Shuttle Buses and Garbage Trucks	12/14/2022	2,575,669			2,575,669		2,575,669	
				<u>\$ 12,628,646</u>	<u>\$ 11,907,307</u>	<u>\$ 23,035,669</u>	<u>\$ 12,285,035</u>	<u>\$ 15,425,053</u>	<u>\$ 19,861,534</u>
				Deferred Charges - Unfunded		\$ 17,858,638			
				Capital Improvement Fund		555,008			
				State and Federal Grants Receivable		4,462,023			
				Contribution West New York Housing Corp.		160,000			
						<u>\$ 23,035,669</u>			
				Cash Disbursements		\$ 8,968,876			
				Encumbrances Payable		<u>3,316,159</u>			
							<u>\$ 12,285,035</u>		





**TOWN OF WEST NEW YORK  
STATEMENT OF DUE TO (FROM) CURRENT FUND**

Balance January 1, 2022 (Due To)		\$	514,139
Increased by:			
Contribution WNY Housing Authority Down Payment			<u>160,000</u>
			674,139
Decreased by:			
2022 Budget Appropriation - Deferred Charges	\$	559,833	
2022 Budget Appropriation - Capital Improvement Fund		710,000	
Cash Disbursements to Current Fund		<u>1,520,647</u>	
			<u>2,790,480</u>
Balance, December 31, 2022 (Due From)		\$	<u>(2,116,341)</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF RESERVE FOR PAYMENT OF DEBT**

Balance, January 1, 2022	\$ 37,813
Increased by:	
Premium on Notes Issued	<u>115,268</u>
Balance, December 31, 2022	<u>\$ 153,081</u>

**STATEMENT OF CONTRACTS PAYABLE**

Balance, January 1, 2022	\$ 3,284,809
Increased by:	
Charges to Improvement Authorizations	<u>3,316,159</u>
	6,600,968
Decreased by:	
Cash Disbursements	<u>1,634,479</u>
Balance, December 31, 2022	<u>\$ 4,966,489</u>

**STATEMENT OF OVEREXPENDITURE OF ORDINANCE**

Balance January 1, 2022	\$ 19,833
Decreased By:	
Budget Appropriation - CY 2022	<u>\$ 19,833</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF BOND ANTICIPATION NOTES**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Issue Original Note</u>	<u>Date of Issue Maturity</u>	<u>Interest Rate</u>	<u>Balance, January 1, 2022</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance, December 31, 2022</u>
12/19	Repairs to Public Works Building	8/17/2021	8/16/2022	1.000%	\$ 805,000	\$ 805,000	\$ 805,000	-
9/20	Park Improvements	8/17/2021	8/16/2022	3.000%		\$ 805,000	\$ 805,000	\$ 805,000
24/20	Various Capital Improvements	8/17/2021	8/16/2022	1.000%	3,610,000	3,610,000	3,610,000	-
20/21	Various Capital Improvements	8/17/2021	8/16/2022	3.000%	4,527,000	4,527,000	4,527,000	3,610,000
21/21	Refunding Group Health Emergency Approp.	8/5/2022	8/4/2023	3.000%		570,000	570,000	4,527,000
2/22	Various Capital Improvements	8/5/2022	8/4/2023	3.875%		4,825,000	4,825,000	570,000
8/22	Provide Assistance of Aid to West New York Housing Authority	8/5/2022	8/4/2023	3.000%		8,349,000	8,349,000	4,825,000
		9/30/2022	9/29/2023	3.600%		3,040,000	-	8,349,000
					<u>\$ 8,942,000</u>	<u>\$ 25,726,000</u>	<u>\$ 8,942,000</u>	<u>\$ 25,726,000</u>
					BANS Issued	\$ 16,784,000		
					Rollover BANS	8,942,000	\$ 8,942,000	
						<u>\$ 25,726,000</u>	<u>\$ 8,942,000</u>	<u>\$ 8,942,000</u>



**TOWN OF WEST NEW YORK  
STATEMENT OF LOANS RECEIVABLE**

Increased by:	
Loan Advanced - Town of West New York Housing Authority	<u>\$ 3,040,000</u>
Balance, December 31, 2022	<u>\$ 3,040,000</u>
<u>Analysis of Balance - December 31, 2022</u>	
Reserve for Receivable - Ordinance 8/22	<u>\$ 3,040,000</u>



**TOWN OF WEST NEW YORK**  
**STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED**

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance, January 1, 2022	2022 <u>Authorizations</u>	Notes Issued	Decreased by Budget <u>Approp.</u>	Balance, December 31, 2022
31/97	Reconstruction of Various Streets	\$ 31,228				\$ 31,228
07/05	Tax Refunding	55,000				55,000
27/10	Installation of Electronic Smoke Detection System	200				200
3/13	Various Capital Improvements	12,500				12,500
4/13	Acq of All Right, Title and Interest DPW Garage	49,933				49,933
16/13	Road Improvement Projects	-				-
17/10, 23/13, 15/15	Various Capital Improvements	282				282
24/20	Various Capital Improvements	880				880
17/21	Construction of a Library	4,500,000				4,500,000
20/21	Various Capital Improvements	570,000		\$ 570,000		-
21/21	Refunding Group Health Emergency Approp.	5,325,000		4,825,000	\$ 500,000	-
21/21	Various Capital Improvements		\$ 8,349,138	8,349,000		138
2/22	Acquis. of Property		6,469,500			6,469,500
8/22	Provide Assistance of Aid to West New York Housing Authority	-	3,040,000	3,040,000	-	-
		<u>\$ 10,545,023</u>	<u>\$ 17,858,638</u>	<u>\$ 16,784,000</u>	<u>\$ 500,000</u>	<u>\$ 11,119,661</u>





**PARKING UTILITY FUND**



**TOWN OF WEST NEW YORK  
PARKING UTILITY CASH  
STATEMENT OF CASH**

	<u>Operating</u>	<u>Capital</u>
Balance, January 1, 2022	\$ 3,578,647	\$17,948,706
Increased by Receipts:		
Parking Fees	\$ 3,055,620	
American Rescue Plan Act of 2021	2,200,000	
Miscellaneous Revenue Not Anticipated	226,976	
Receipts from Current Fund		\$ 1,460
Receipts from Parking Utility Capital Fund	34,475	
Premium on Note Sale		129,294
Bond Anticipation Notes Issued	<u>-</u>	<u>3,450,000</u>
	5,517,071	\$ 3,580,754
	9,095,718	21,529,460
Decreased by Disbursements:		
Improvement Authorizations		324,956
2022 Budget Appropriations	3,108,639	
2021 Appropriation Reserves	180,229	
Accrued Interest on Bonds	350,658	
Encumbrances Payable		183,139
Disbursements to Parking Utility Operating Fund		34,475
Disbursements to Other Trust Fund	800	
Disbursements to Current Fund	1,039,447	
Accounts Payable	23,630	
Reserve for 51-52 Street Parking Garage	<u>-</u>	<u>7,047,617</u>
	4,703,403	7,590,187
Balance, December 31, 2022	<u>\$ 4,392,315</u>	<u>\$13,939,273</u>

**TOWN OF WEST NEW YORK  
ANALYSIS OF PARKING UTILITY CAPITAL FUND CASH**

		Balance, December 31, <u>2022</u>
Capital Improvement Fund		\$ 90,000
Encumbrances Payable		11,286,403
Reserve for Payment of Debt		175,119
Reserve for 51-52 Street Parking Garage		349,293
Improvement Authorizations:		
Ordinance		
<u>Number</u>	<u>Improvement Description</u>	
10/20	Municipal Share of a Parking Deck	1,033,192
25/20	Various Parking Utility Improvements	263,963
3/22	Supplemental Approp. For Construction of a Parking Deck	<u>741,303</u>
		<u>\$ 13,939,273</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF FIXED CAPITAL  
PARKING UTILITY CAPITAL FUND**

<u>Account</u>	Balance, January 1, 2022	<u>Increased by:</u> Transfers from Capital Outlay Operating Budget	Balance, December 31, 2022
Land	\$ 3,816,901		\$ 3,816,901
Buildings and Improvements	9,160,341	\$ 1,200,000	10,360,341
Parking Lot Improvements	1,568,628		1,568,628
Equipment	1,839,084	-	1,839,084
	<u>\$ 16,384,954</u>	<u>\$ 1,200,000</u>	<u>\$ 17,584,954</u>

**STATEMENT OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED  
PARKING UTILITY CAPITAL FUND**

<u>Ord. No.</u>	<u>Improvement Description</u>	Balance, January 1, 2022	<u>2022 Authorizations</u> Deferred Charges to Future Revenue	Balance, December 31, 2022
10/20	Municipal Share of a Parking Deck	\$ 9,800,000		\$ 9,800,000
25/20	Various Parking Utility Improvements	750,000		750,000
3/21	Construction of a Parking Deck	8,140,000		8,140,000
3/22	Supplemental Appropriation for Construction of a Parking Deck	-	\$ 3,450,000	3,450,000
		<u>\$ 18,690,000</u>	<u>\$ 3,450,000</u>	<u>\$ 22,140,000</u>

## EXHIBIT D-8

**TOWN OF WEST NEW YORK  
STATEMENT OF DUE TO CURRENT FUND  
PARKING UTILITY OPERATING FUND**

Balance, January 1, 2022	\$ 1,095,019
Decreased by:	
Cash Disbursements	<u>1,039,447</u>
Balance, December 31, 2022	<u>\$ 55,572</u>

## EXHIBIT D-9

**STATEMENT OF DEFERRED CHARGES - EMERGENCY AUTHORIZATION  
PARKING UTILITY OPERATING FUND**

Balance, January 1, 2022	\$ 700,000
Decreased by:	
Emergency Authorization - Raised in 2022 Budget	<u>\$ 700,000</u>

## EXHIBIT D-10

**STATEMENT OF ENCUMBRANCES PAYABLE  
PARKING UTILITY OPERATING FUND**

Balance, January 1, 2022	\$ 166,788
Increased by:	
Charges to 2022 Appropriations	<u>1,226,661</u>
	1,393,449
Decreased by:	
Restored to 2021 Appropriation Reserves	<u>166,788</u>
Balance, December 31, 2022	<u>\$ 1,226,661</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF ACCRUED INTEREST ON BONDS AND NOTES  
PARKING UTILITY OPERATING FUND**

Balance, January 1, 2022	\$ 159,925
Increased by:	
Budget Appropriation for Interest on Bonds and Notes	<u>607,814</u>
	767,739
Decreased by:	
Cash Disbursements	<u>350,658</u>
Balance, December 31, 2022	<u>\$ 417,081</u>
	<u>Analysis</u>
	Serial Bonds \$ 103,211
	Bond Anticipation Notes <u>313,870</u>
	<u>\$ 417,081</u>

**STATEMENT OF ACCOUNTS PAYABLE  
PARKING UTILITY OPERATING FUND**

Balance, January 1, 2022	\$ 79,345
Increased by:	
Transfer from 2021 Appropriation Reserves	<u>6,975</u>
	86,320
Decreased by:	
Cash Disbursements	<u>23,630</u>
Balance, December 31, 2022	<u>\$ 62,690</u>



## EXHIBIT D-13

**TOWN OF WEST NEW YORK  
STATEMENT OF RESERVE FOR AMORTIZATION  
PARKING UTILITY CAPITAL FUND**

Balance, January 1, 2022		\$ 11,009,954
Increased by:		
Capital Outlay - Operating Budget	\$ 1,200,000	
Serial Bonds Paid by Operating Budget	<u>365,000</u>	
		<u>1,565,000</u>
Balance, December 31, 2022		<u>\$ 12,574,954</u>

## EXHIBIT D-14

**STATEMENT OF DUE TO OTHER TRUST FUND  
PARKING UTILITY OPERATING FUND**

Balance, January 1, 2022	\$ 800
Decreased by:	
Cash Disbursements	<u>\$ 800</u>

## EXHIBIT D-15

**STATEMENT OF CAPITAL IMPROVEMENT FUND  
PARKING UTILITY CAPITAL FUND**

Balance, December 31, 2022 and 2021	<u>\$ 90,000</u>
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## EXHIBIT D-16

**STATEMENT OF RESERVE FOR DEBT SERVICE  
PARKING UTILITY CAPITAL FUND**

Balance, January 1, 2022	\$ 45,825
Increased by:	
Premium on Note Sale	<u>129,294</u>
Balance, December 31, 2022	<u>\$ 175,119</u>

**TOWN OF WEST NEW YORK  
STATEMENT OF 2021 APPROPRIATION RESERVES  
PARKING UTILITY OPERATING FUND**

	Balance January 1, 2021	Encumbrances Restored	Budget After Modification	Paid or Charged	Balance Lapsed
OPERATING					
Salaries and Wages	\$ 4,012		\$ 4,012		\$ 4,012
Other Expenses	<u>108,057</u>	<u>\$ 166,788</u>	<u>274,845</u>	<u>\$ 187,204</u>	<u>87,641</u>
Total Operating	<u>112,069</u>	<u>166,788</u>	<u>278,857</u>	<u>187,204</u>	<u>91,653</u>
DEFERRED CHARGES AND STATUTORY EXPENDITURES					
Statutory Expenditures					
Contribution to Social Security System (O.A.S.I.)	<u>877</u>	<u>-</u>	<u>877</u>	<u>-</u>	<u>877</u>
Total Deferred Charges and Statutory Expenditures	<u>877</u>	<u>-</u>	<u>877</u>	<u>-</u>	<u>877</u>
	<u>\$ 112,946</u>	<u>\$ 166,788</u>	<u>\$ 279,734</u>	<u>\$ 187,204</u>	<u>\$ 92,530</u>
			Cash Disbursements	\$ 180,229	
			Transfer to Accounts Payable	<u>6,975</u>	
				<u>\$ 187,204</u>	

EXHIBIT D-18

**TOWN OF WEST NEW YORK  
STATEMENT OF DUE FROM PARKING UTILITY CAPITAL FUND  
PARKING UTILITY OPERATING FUND**

Balance, January 1, 2022	\$ 34,475
Decreased by:	
Cash Receipts	<u>\$ 34,475</u>

EXHIBIT D-19

**STATEMENT OF ENCUMBRANCES PAYABLE  
PARKING UTILITY CAPITAL FUND**

Balance, January 1, 2022	\$ 183,139
Increased by:	
Charges to Reserve for 51st Street Parking Garage	\$ 447,378
Charges to Improvement Authorizations	<u>10,839,025</u>
	<u>11,286,403</u>
	11,469,542
Decreased by:	
Cash Disbursements	<u>183,139</u>
Balance, December 31, 2022	<u>\$ 11,286,403</u>

EXHIBIT D-20

**STATEMENT OF RESERVE FOR 51-52 STREET  
PARKING GARAGE  
PARKING UTILITY CAPITAL FUND**

Balance, January 1, 2022	\$ 7,844,288
Decreased by:	
Cash Disbursements	\$ 7,047,617
Transfer to Encumbrances Payable	<u>447,378</u>
	<u>7,494,995</u>
Balance, December 31, 2022	<u>\$ 349,293</u>

**TOWN OF WEST NEW YORK**  
**STATEMENT OF IMPROVEMENT AUTHORIZATIONS**  
**PARKING UTILITY CAPITAL FUND**

Ordinance Number	Improvement Description	Date	Amount	Balance, January 1, 2022		2022 Authorizations	Expended	Balance, December 31, 2022	
				Funded	Unfunded			Funded	Unfunded
10/20	Municipal Share of a Parking Deck	3/18/2020	\$ 9,800,000		\$ 1,057,408		\$ 24,216		\$ 1,033,192
25/20	Various Parking Utility Improvements	10/15/2020	750,000	-	344,928	-	80,965	-	263,963
3/21	Construction of a Parking Deck	2/3/2021	8,550,000						
3/22	Supplemental Approp. For Construction of a Parking Deck	4/6/2022	3,450,000	\$ 210,103	8,140,000	\$ 3,450,000	11,058,800	-	741,303
				<u>\$ 210,103</u>	<u>\$ 9,542,336</u>	<u>\$ 3,450,000</u>	<u>\$ 11,163,981</u>	<u>\$ -</u>	<u>\$ 2,038,458</u>

Deferred Charges to Future Revenue \$ 3,450,000

Cash Disbursements \$ 324,956  
Reserve for Encumbrances 10,839,025

\$ 11,163,981



**TOWN OF WEST NEW YORK  
STATEMENT OF GENERAL SERIAL BONDS  
PARKING UTILITY CAPITAL FUND**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds</u>		<u>Interest Rate</u>	<u>Balance, January 1, 2022</u>	<u>Decreased</u>	<u>Balance, December 31, 2022</u>
			<u>Outstanding December 31, 2022</u>	<u>Amount</u>				
			<u>Date</u>		<u>%</u>			
2019 Parking Utility Refunding Bonds	11/7/2019	\$ 5,515,000	7/15/2023	\$ 250,000	4.00			
			7/15/2024	255,000	5.00			
			7/15/2025	270,000	5.00			
			7/15/2026	285,000	5.00			
			7/15/2027	300,000	5.00			
			7/15/2028	310,000	5.00			
			7/15/2029	330,000	5.00			
			7/15/2030	345,000	4.00			
			7/15/2031	360,000	4.00			
			7/15/2032	375,000	4.00			
			7/15/2033	390,000	5.00			
			7/15/2034	405,000	5.00			
			7/15/2035	425,000	4.00			
			7/15/2036	445,000	4.00			
						\$ 4,985,000	\$ 240,000	\$ 4,745,000
2018 Refunded HCIA Pooled Loan Governmental Loan Program Bonds	12/10/2018	735,000	7/15/2023	130,000	3.75	390,000	125,000	265,000
			7/15/2024	135,000	3.75			
						\$ 5,375,000	\$ 365,000	\$ 5,010,000



**TOWN OF WEST NEW YORK  
STATEMENT OF BOND ANTICIPATION NOTES  
PARKING UTILITY CAPITAL FUND**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Original Note</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance, January 1, 2022</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance, December 31, 2022</u>
10/20	Municipal Share of a Parking Deck	6/10/2021	6/10/2021	6/10/2022	0.30%	\$ 9,800,000	\$ 9,800,000	\$ 9,800,000	\$ 9,800,000
25/20	Various Parking Utility Improvements	8/17/2021	6/9/2022	6/9/2023	3.00%	750,000	750,000	750,000	750,000
3/21	Construction of a Parking Deck	8/17/2021	8/17/2021	8/16/2022	1.00%	8,140,000	8,140,000	8,140,000	8,140,000
3/22	Suppl. Approp. for Construction of a Parking Deck	8/5/2022	8/5/2022	8/4/2023	3.00%	-	3,450,000	-	3,450,000
						<u>\$ 18,690,000</u>	<u>\$ 22,140,000</u>	<u>\$ 18,690,000</u>	<u>\$ 22,140,000</u>
						BAN Renewals	\$ 18,690,000	\$ 18,690,000	
						BANs Issued	3,450,000	-	
							<u>\$ 22,140,000</u>	<u>\$ 18,690,000</u>	





**TOWN OF WEST NEW YORK  
STATEMENT OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED  
PARKING UTILITY CAPITAL FUND**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>2022 Authorizations</u>	<u>Notes Issued</u>
3/22	Supplemental Appropriation for Construction of a Parking Deck	<u>\$ 3,450,000</u>	<u>\$ 3,450,000</u>
		<u>\$ 3,450,000</u>	<u>\$ 3,450,000</u>



**TOWN OF WEST NEW YORK**

**HUDSON COUNTY**

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**PART III**

**SINGLE AUDIT SECTION**

**YEAR ENDED DECEMBER 31, 2022**





**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**

**Independent Auditors' Report**

**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"), the regulatory basis financial statements of the Town of West New York ("Town") as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated June 29, 2023 in which we expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States of America due to the differences between those principles and the financial reporting provisions of the Division.

**Report on Internal Control Over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Town'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 or significant deficiencies may exist that were not identified.

**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

*Page 2*

**Report on Compliance and Other Matters**

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

**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 Town's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*PKF O'Connor Davies, LLP*

Woodcliff Lake, New Jersey  
June 29, 2023



Gary W. Higgins, CPA  
Registered Municipal Accountant, No. 405





**Report on Compliance for Each Major Federal and State Program and Report  
on Internal Control Over Compliance Required by the Uniform Guidance and  
NJ OMB Circular 15-08**

**Independent Auditors' Report**

**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

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

***Opinion on Each Major Federal and State Program***

We have audited the Town of West New York, New Jersey's ("Town") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement and New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the Township's major federal and state programs for the year ended December 31, 2022. The Town's major federal and state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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

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

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States ("*Government Auditing Standards*"); the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey OMB Circular 15-08 *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Our responsibilities under those standards, the Uniform Guidance and New Jersey OMB Circular 15-08 are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report. We are required to be independent of the Town and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the Town's compliance with the compliance requirements referred to above.



**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

*Page 2*

***Responsibilities of Management for Compliance***

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

***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Town's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error; as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Non-compliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Town's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, the Uniform Guidance and New Jersey OMB Circular 15-08, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the Town's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Town's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over compliance. Accordingly, no such opinion is expressed.

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

**The Honorable Mayor and Board  
of Commissioners  
Town of West New York  
West New York, New Jersey**

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**Report on Internal Control Over Compliance**

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

*PKF O'Connor Davies, LLP*

Woodcliff Lake, New Jersey  
June 29, 2023



Gary W. Higgins, CPA  
Registered Municipal Accountant No. 405



SCHEDULE A

TOWN OF WEST NEW YORK  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2022

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	State Account Number	Grant Year	Allocation or Grant Award Amount	Current Year Receipts	Current Year Expenditures	Passed Through To Subrecipients
U.S. Department of Agriculture (USDA)							
Passed - Through NJ Dept of Agriculture Child Nutrition Cluster: Summer Food Program	10.559	100-010-3350-033/034	2022	\$ 131,269	\$ 95,890	\$ 115,129	\$ -
Total U.S. Department of Agriculture (USDA)					95,890	115,129	-
U.S. Department of Housing & Urban Development							
Passed-Through Hudson County Dept. of Finance and Administration							
Entitlement Grants Cluster:							
Community Development Block Grants/Entitlement Grants - Current Fund	14.218	N/A	2022	1,333,541	468,489	511,398	-
Community Development Block Grants/Entitlement Grants - General Capital Fund	14.218	N/A	2019	N/A	43,297	43,297	-
Total U.S. Department of Housing & Urban Development					511,786	554,695	-
U.S. Dept. of Homeland Security							
Passed Through NJ Dept of Law and Public Safety							
Disaster Grants - Public Assistance - (Presidentially Declared Disasters):							
Coronavirus Pandemic	97.036	100-066-1200-100	2021	N/A	540,484	-	-
Hurricane Ida	97.036	100-066-1200-100	2022	199,523	199,523	199,523	-
Total U.S. Department of Homeland Security					740,007	199,523	-
U.S. Dept. of Health and Human Services (HHS)							
Passed through NJ Department of Health							
COVID-19 Epidemiology and Laboratory Capacity for Infectious Disease	93.323/354	100-046-4230-547/556	2022	274,735	291,042	5,593	-
Total U.S. Department of Health and Human Services (HHS)					291,042	5,593	-
U.S. Dept. of Transportation							
Passed Through NJ Dept of Law and Public Safety							
Highway Safety Cluster:							
National Priority Safety Programs - Distracted Driving Incentive	20.616	100-066-1160-158	2022	10,500	10,500	-	-
State and Community Highway Safety - Restrains Program Management	20.600	100-066-1160-119	2022	7,000	5,600	-	-
Total U.S. Dept. of Transportation					16,100	-	-
U.S. Department of the Treasury							
Direct Program:							
Coronavirus State and Local Fiscal Recovery Funds - ARP	21.027	N/A	2022	18,144,802	9,072,401	6,263,314	-
Total U.S. Department of the Treasury					9,072,401	6,263,314	-
Total Federal Awards					\$ 10,727,226	\$ 7,138,254	\$ -

N/A -Not Available/ Not Applicable.

See Accompanying Notes to Schedule of Expenditures of Federal Awards.



**SCHEDULE B**

**TOWN OF WEST NEW YORK  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE YEAR ENDED DECEMBER 31, 2022**

<b>State Funding Department and Description</b>	<b>State Account Number</b>	<b>Grant Period</b>	<b>Award Amount</b>	<b>Current Year Receipts</b>	<b>Current Year Expenditures</b>	<b>(Memo) Cumulative Expenditures</b>
Department of Law and Public Safety						
Bulletproof Vest Partnership Grant	718-066-1020-001	2022	\$ 8,387	\$ 8,387	\$ 8,387	\$ 8,387
Body Armor Grant	718-066-1020-001	2022	7,483	7,483	6,078	6,078
Body Worn Camera Grant	100-066-120-100	N/A	-	125,000	125,000	125,000
Fire Prevention & Safety Grant	N/A	N/A	-	323	-	-
Safe and Secure Neighborhoods Program	100-066-1020-232	2022	32,400	15,390	64,800	64,800
<b>Total Department of Law and Public Safety</b>				<u>156,583</u>	<u>204,265</u>	<u>204,265</u>
Department of Judiciary - Municipal Courts						
Alcohol Education and Rehabilitation Fund	760-098-9735-001	2022	5,212	5,212	2,480	2,480
<b>Total Department of Judiciary - Municipal Courts</b>				<u>5,212</u>	<u>2,480</u>	<u>2,480</u>
Department of Environmental Protection						
Recycling Tonnage Grant	100-042-4910-100	2022	58,335	58,335	58,335	58,335
Clean Communities Program	765-042-4900-765	2022	74,518	74,518	74,518	74,518
<b>Total Department of Environmental Protection</b>				<u>132,853</u>	<u>132,853</u>	<u>132,853</u>
Department of the Treasury						
Passed-Through Hudson County Dept. of Finance & Administration						
Municipal Alliance on Alcoholism & Drug Abuse -						
County Share	100-082-2000-046	2022	21,408	13,462	3,171	4,921
Local Share	100-082-2000-046	2022	3,928	3,928	3,928	3,928
<b>Total Department of the Treasury</b>				<u>17,390</u>	<u>7,099</u>	<u>8,849</u>
Department of Transportation						
Local Municipal Aid, NJTPA	480-078-6320-XXXX	Indefinite	N/A	849,382	1,365,398	1,365,398
Local Municipal Aid, Urban Aid	480-078-6320-XXXX	Indefinite	N/A	119,991	-	-
<b>Total Department of Transportation</b>				<u>969,373</u>	<u>1,365,398</u>	<u>1,365,398</u>
<b>Total State Financial Assistance</b>				<u>\$ 1,281,411</u>	<u>\$ 1,712,095</u>	<u>\$ 1,713,845</u>

N/A - Not Applicable/Not Available.

See Accompanying Notes to Schedule of Expenditures of State Financial Assistance.



**TOWN OF WEST NEW YORK  
COUNTY OF HUDSON, NEW JERSEY**

**NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE  
FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2022**

**1. General**

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Town of West New York ("Town"). The Town is defined in Note 1 to the Town's financial statements. To the extent identified, the federal awards and state financial assistance that passed through other governmental agencies is included on the schedules of expenditures of federal awards and state financial assistance.

**2. Basis of Accounting**

The accompanying schedules are presented using the regulatory basis of accounting prescribed or permitted for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. This basis of accounting is described in Note 1 to the Town's financial statements.

**3. Relationship to Basic Regulatory Basis Financial Statements**

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

**4. Relationship to Federal and State Financial Reports**

Amounts reported in the accompanying schedules of expenditures of federal awards and state financial assistance agree with the amounts reported in the related federal and state financial reports, where required.

**5. State Loan Outstanding**

The Town's state loans outstanding at December 31, 2022, which are not required to be reported on the schedule of expenditures of state financial assistance, are as follows:

Loan Program - State

N.J. Department of Environmental Protection	
Green Acres Loans	<u>\$245,125</u>

**6. Indirect Cost Rate**

The Town has elected not to use the ten percent de minimis indirect cost rate as allowed by the Uniform Guidance.





**TOWN OF WEST NEW YORK  
COUNTY OF HUDSON, NEW JERSEY**

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

**Part I – Summary of Auditors' Results**

**Financial Statements**

Type of auditors' report issued on financial statements Unmodified for Regulatory Basis

Internal control over financial reporting:

- 1) Material weakness(es) identified \_\_\_\_\_ Yes   X   No
- 2) Significant deficiency(ies) that are not  
considered to be material weakness(es)? \_\_\_\_\_ Yes   X   None Reported

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

**Federal Awards Section**

Internal Control over major programs:

- 1) Material weakness(es) identified \_\_\_\_\_ Yes   X   No
- 2) Significant deficiency(ies) that are not  
considered to be material weakness(es)? \_\_\_\_\_ Yes   X   None Reported

Type of auditors' report issued on compliance  
for major programs Unmodified

Any audit findings disclosed that are required to be  
reported in accordance with Section 200.516(a) of  
the Uniform Guidance? \_\_\_\_\_ Yes   X   No

Identification of major federal programs:

<u>AL Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds-ARP

Dollar threshold used to distinguish between  
Type A and Type B Programs \$750,000

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

**TOWN OF WEST NEW YORK  
COUNTY OF HUDSON, NEW JERSEY**

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

**Part I – Summary of Auditors' Results**

**State Financial Assistance Section**

Dollar threshold used to distinguish between  
Type A and Type B Programs \$750,000

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

Type of auditors' report issued on compliance  
for major programs Unmodified

Internal Control over major state programs:

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

Significant deficiency(ies) that are not  
considered to be material weakness(es)? \_\_\_\_\_ Yes X None Reported

Any audit findings disclosed that are required to be  
reported in accordance with NJOMB Circular  
15-08 as applicable \_\_\_\_\_ Yes X No

Identification of major state programs:

GMIS/Program Number

480-078-6320

Name of State Program or Cluster

Department of Transportation – Transportation  
Trust Fund – Municipal Aid

**TOWN OF WEST NEW YORK  
COUNTY OF HUDSON, NEW JERSEY**

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

**Part II – Schedule of Financial Statement Findings**

None.

**Part III – Schedule of Federal Award and State Financial Assistance Findings and Questioned Costs**

None.

**TOWN OF WEST NEW YORK  
COUNTY OF HUDSON, NEW JERSEY**

**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS  
YEAR ENDED DECEMBER 31, 2022**

**Part IV – Schedule of Financial Statement Prior Year Findings and Questioned Costs**

None.

**Part V – Schedule of Federal Awards and State Financial Assistance Prior Year Findings and Questioned Costs**

None.

**TOWN OF WEST NEW YORK**

**HUDSON COUNTY**

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**PART IV**

**SUPPLEMENTARY DATA**

**YEAR ENDED DECEMBER 31, 2022**



**TOWN OF WEST NEW YORK  
SUPPLEMENTARY DATA**

**COMPARATIVE STATEMENTS OF OPERATIONS AND  
CHANGES IN FUND BALANCE - CURRENT FUND**

Revenues and Other <u>Income Realized</u>	Year 2022		Year 2021	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Fund Balance Utilized	\$ 8,545,000	6.11	\$ 8,550,000	6.08
Miscellaneous - From Other Than Local Property Tax Levies	52,281,498	37.41	49,656,717	35.28
Collection of Delinquent Taxes and Tax Title Liens	8,627	0.01	94,651	0.07
Collection of Current Tax Levy	72,341,794	51.76	71,314,294	50.67
Other Credits	6,587,561	4.71	11,115,455	7.90
	<u>139,764,480</u>	<u>100.00</u>	<u>140,731,117</u>	<u>100.00</u>
Total Revenues and Other Income				
<u>Expenditures</u>				
Budget Expenditures:				
Municipal Purposes	95,874,673	74.93	95,469,241	74.29
County Taxes	13,435,725	10.50	13,368,801	10.40
Local District School Taxes	18,636,109	14.57	18,636,109	14.50
Other Charges	3,835	0.00	1,037,437	0.81
	<u>127,950,342</u>	<u>100.00</u>	<u>128,511,588</u>	<u>100.00</u>
Total Expenditures				
Excess in Revenues	11,814,138		12,219,529	
Fund Balance January 1	<u>15,462,249</u>		<u>11,792,720</u>	
	27,276,387		24,012,249	
Less:				
Utilization as Anticipated Revenue	<u>8,545,000</u>		<u>8,550,000</u>	
Fund Balance December 31	<u>\$ 18,731,387</u>		<u>\$ 15,462,249</u>	



**TOWN OF WEST NEW YORK  
SUPPLEMENTARY DATA**

**COMPARATIVE STATEMENTS OF OPERATIONS AND  
CHANGES IN FUND BALANCE - PARKING UTILITY OPERATING FUND**

Revenues and Other <u>Income Realized</u>	Year 2022		Year 2021	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
Fund Balance Utilized	\$ 827,392	12.92		
Revenue and Other Income Realized				
Parking Fees	3,055,620	47.72	\$ 2,696,605	65.55
American Rescue Plan Act of 2021	2,200,000	34.36	1,000,000	24.31
Non Budget Revenue	226,976	3.55	90,847	2.21
Other Credits to Income				
Other Credits	92,530	1.45	326,015	7.93
	<u>6,402,518</u>	<u>100.00</u>	<u>4,113,467</u>	<u>100.00</u>
<u>Expenditures</u>				
Budget Expenditures:				
Operating	2,740,000	47.40	2,943,483	69.48
Capital Improvements	1,200,000	20.77	500,000	11.80
Debt Service	972,814	16.83	640,944	15.13
Deferred Charges and Statutory Expenditures	867,192	15.00	152,226	3.59
	<u>5,780,006</u>	<u>100.00</u>	<u>4,236,653</u>	<u>100.00</u>
Excess (Deficit) in Revenues	622,512		(123,186)	
Adj. to Income Before Fund Balance:				
Expenditures Included Above Which are by Statute				
Deferred Charges to Budget of Succeeding Years			700,000	
Statutory Excess to Fund Balance	622,512		576,814	
Fund Balance January 1	2,698,299		2,121,485	
	3,320,811		2,698,299	
Less:				
Utilization as Anticipated				
Revenue	827,392		-	
	<u>\$ 2,493,419</u>		<u>\$ 2,698,299</u>	

**TOWN OF WEST NEW YORK  
SUPPLEMENTARY DATA**

**COMPARATIVE SCHEDULE OF TAX RATE INFORMATION**

	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Tax Rate:</u>	<u>\$7.762</u>	<u>\$7.689</u>	<u>\$7.635</u>

Apportionment of Tax Rate:

Municipal (Includes Municipal Library)	4.286	4.211	4.231
County (Includes County Open Space Tax)	1.439	1.436	1.395
Local School District Tax	2.007	2.013	1.980
Local School Required by Municipal Budget	0.030	0.029	0.029

Assessed Valuation:

2022	<u>\$ 928,651,098</u>	
2021		<u>\$ 926,082,001</u>
2020		<u>\$ 923,172,481</u>

\*Per Abstract of Ratables, Bergen County, NJ

Note: Under the provisions of Chapter 73, L.1976, the County Board of Taxation estimated the amount of approved Veterans and Senior Citizens Tax Deductions for 2022 to be \$23,500.

**COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY**

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

<u>Year</u>	<u>Tax Levy</u>	<u>CURRENTLY</u>		<u>Percentage of Collection</u>
		<u>Cash</u>	<u>Collections</u>	
2022	\$ 72,530,389	\$	72,341,794	99.73%
2021	71,636,535		71,314,294	99.55%
2020	70,970,826		70,642,349	99.53%

**DELINQUENT TAXES AND TAX TITLE LIENS**

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

<u>Year</u>	<u>Amount of Tax Title Liens</u>	<u>Amount of Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2022	\$ 439,188	\$ 99,905	\$ 539,093	0.74%
2021	389,762	21,676	411,438	0.57%
2020	429,519	22,384	451,903	0.64%

**TOWN OF WEST NEW YORK  
SUPPLEMENTARY DATA**

**Comparative Schedule of Fund Balance**

	<u>Year Ended</u>	<u>Balance December 31,</u>	(A) Utilized in Budget of Succeeding <u>Year</u>
<u>Current Fund</u>	2022	\$ 18,731,387	\$ 9,780,000
	2021	15,462,249	8,545,000
	2020	11,792,720	8,550,000
	2019	15,384,817	8,550,000
	2018	14,942,039	8,320,000
<u>Parking Utility Fund</u>	2022	\$ 2,493,419	\$ 821,881
	2021	2,698,299	827,392
	2020	2,121,485	-
	2019 (Inception)	2,268,152	500,000

(A) - Introduced 2023 Local Municipal Budget - June 8, 2023.

**TOWN OF WEST NEW YORK  
SUPPLEMENTARY DATA**

**OFFICIALS IN OFFICE AND SURETY BONDS**

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

<u>NAME</u>	<u>TITLE</u>	<u>Amount of Bond</u>
Gabriel Rodriguez	Mayor, Director of Public Safety	(A)
Margarita A. Guzman	Commissioner, Director of Department of Revenue and Finance	(A)
Cosmo A. Cirillo, PH.D.	Commissioner, Director of Public Affairs	(A)
Victor Barrera	Commissioner, Director of Parks and Public Property	(A)
Yoleisy Yanez	Commissioner, Director of Public Works	(A)
Luis Baez	Municipal Administrator	(A)
Jonathan M. DeJoseph	Chief Financial Officer	(A)
Adelinny Plaza	Town Clerk	(A)
Kerri Tierney	Tax Collector	(A)
Sal A. Bonaccorsi	Tax Assessor	(A)
Armando Hernandez	Judge	(A)
Charles M. D'Amico	Chief Judge	(A)
Karen Gomez	Court Administrator	(A)

(A) All employees and public officials were covered for employee theft in the amount of \$1,000,000 with the Public Entity Joint Insurance Fund, through Fidelity and Deposit Company of Maryland.



**TOWN OF WEST NEW YORK**

**HUDSON COUNTY**

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**PART V**

**GENERAL COMMENTS  
AND RECOMMENDATIONS**

**YEAR ENDED DECEMBER 31, 2022**



## **TOWN OF WEST NEW YORK GENERAL COMMENTS**

Our comments with respect to our examination and any error, omission, irregularity, violation of law, discrepancy or other nonconformity to the law or regulation found during the examination are herewith set forth.

### **Current Year Findings**

#### ***FINANCE***

##### **Finding 2022-001**

The audit indicated that the Town does not have a formal procedure established to review PILOT documentation submitted in compliance with the executed Financial Agreements. The audited financial statements should be reviewed and compared to actual PILOT payments made to the Town. No exceptions were noted for items tested.

##### **Recommendation**

The Town establish a formal review procedure of PILOT billings/payments made to ensure compliance with the terms of the executed Financial Agreements.

##### **Finding 2022-002**

During the audit it was noted that the billings for retiree health care coverage were not reviewed by Town personnel with respect to New Jersey Chapter 78 requirements for retiree contributions.

##### **Recommendation**

The Town perform periodic reviews of billings for retiree health care coverage to determine compliance with New Jersey Chapter 78 requirements for retiree contributions.

### **Prior Year Findings Unresolved**

#### ***PURCHASING***

##### **Finding 2022-003**

The audit indicated that various purchase orders for goods and services were not encumbered prior to the goods being received, the services being rendered or contracts being awarded.

##### **Recommendation**

The Town review and enhance its internal controls over the Town's encumbrance accounting system.

#### ***FINANCE***

##### **Finding – 2022-004**

Our audit indicated there exists certain outstanding grant receivables in Current and General Capital Funds. Additionally, certain grant reimbursement submissions have not been made timely.

##### **Recommendation**

The outstanding grant receivable balances in the Current and General Capital Funds, respectively, be reviewed and cleared of record. In addition, grant reimbursement submissions be filed in a timely manner, as required.

#### ***DEPARTMENTS***

##### **Finding – 2022-005**

Our audit of the Construction Code Department revealed the required annual Uniform Construction Code Annual Report was not filed with the State of New Jersey.



**TOWN OF WEST NEW YORK  
GENERAL COMMENTS (Continued)**

**Prior Year Findings Unresolved (Continued)**

**Recommendation**

Uniform Construction Code Annual Report be prepared and filed with the State, as required.

**Contracts and Agreements Required to be Advertised for NJS 40A:11-4**

NJS 40A:11-4 states "Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the Governing Body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the bid threshold, except by contract or agreement."

If the Town's purchasing agent is qualified pursuant to subsection b. of Section 9 of P.L. 1971, c. 198 (C.40A:11-9), the Town may establish the bid threshold up to a maximum of \$44,000. The Town's Chief Financial Officer has been appointed as the temporary Qualified Purchasing Agent and the Town by resolution, has increased the bid threshold to \$44,000.

The Purchasing Agent and the Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$44,000 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Town Counsel's opinion should be sought before a commitment is made.

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

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

**Collection of Interest on Delinquent Taxes and Assessments**

The statutes provide 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.

No record was found in the minutes of the period under audit, but upon inquiry, the municipal clerk could produce a prior minute record of the action of the governing body authorizing the rate of interest to be charged on delinquent taxes. The governing body on April 15, 1992 adopted the following resolution authorizing interest to be charged on delinquent taxes.

"BE IT RESOLVED, that in accordance with N.J.S.A. 54:4-67 as amended by Chapter 435, New Jersey Laws of 1979, that interest shall be charged for the non-payment of taxes or assessments on real property in the Town of West New York, on or after the date when they would become delinquent; and

BE IT FURTHER RESOLVED, that the rate of interest for the non-payment of taxes or assessments on real property in the Town of West New York, on or after the date when they would become delinquent, shall be eight percent (8%) per annum on the first \$1,500 provided, however, that no interest shall be charged if payment of any installment is made within the tenth calendar day following the date upon which the same become payable. Installments of taxes or assessments received after the expiration of the grace period herein granted shall bear interest from the due date of the installment. A six (6%) percent penalty made be charged on any delinquency in excess of \$10,000 if not paid by the end of the fiscal year; and

BE IT FURTHER RESOLVED, that the provisions of this resolution shall be effective with respect to all payments of taxes and assessments, and interest upon delinquent installments thereon, which shall be assessed from and after the date of this resolution, and

**TOWN OF WEST NEW YORK  
GENERAL COMMENTS**

**Collection of Interest on Delinquent Taxes and Assessments (Continued)**

BE IT FURTHER RESOLVED, that any resolution heretofore adopted with respect to the payment of interest by reason of the non-payment of delinquent installments upon taxes and assessments herewith, are hereby rescinded; and

BE IT FURTHER RESOLVED, that the Assistant Tax Collector be authorized to hold an annual sale on back taxes pursuant to N.J.S.A. 54:5-19; and

BE IT FURTHER RESOLVED that the provisions of this resolution be effective upon adoption”.

An accelerated tax sale was held on December 15, 2022 and was complete for items subject to sale.

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

<u>Year</u>	<u>Number of Liens</u>
2022	14
2021	10
2020	10

**Suggestions to Management**

- Continued efforts be made to eliminate miscellaneous adjustments and old outstanding checks on Town bank account reconciliations.



## TOWN OF WEST NEW YORK RECOMMENDATIONS

It is recommended that:

1. The Town establish a formal review procedure of PILOT billings/payments made to ensure compliance with the terms of the executed Financial Agreements.
2. The Town perform periodic reviews of billings for retiree health care coverage to determine compliance with New Jersey Chapter 78 requirements for retiree contributions.
- \*3. The Town review and enhance its internal controls over the Town's encumbrance accounting system.
- \*4. The outstanding grant receivable balances in the Current and General Capital Funds, respectively, be reviewed and cleared of record. In addition, grant reimbursement submissions be filed in a timely manner, as required.
- \*5. The Uniform Construction Code Annual Report be prepared and filed with the State, as required.

### Status of Prior Years' Audit Findings/Recommendations

A review was performed on all prior years' recommendations and corrective action was taken on all recommendations except those denoted by an asterisk (\*).

\* \* \* \* \*

### Acknowledgment

We received the complete cooperation of all officials of the Town, and we greatly appreciate the courtesies extended to us.

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

*PKF O'Connor Davies, LLP*

Certified Public Accountants

*Gary W. Higgins*

Gary W. Higgins, CPA  
Registered Municipal Accountant No. 405







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