MORRIS COUNTY PARK COMMISSION

COUNTY OF MORRIS

REPORT OF AUDIT

2021

NISIVOCCIA LLP
CERTIFIED PUBLIC ACCOUNTANTS

MORRIS COUNTY PARK COMMISSION

COUNTY OF MORRIS

REPORT OF AUDIT

2021

MORRIS COUNTY PARK COMMISSION
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2021

	Page
PART I	
Independent Auditors' Report	1-4
Financial Statements	**Exhibit**
Current Fund	
Comparative Balance Sheet – Regulatory Basis	A
Comparative Statement of Operations and Change in Fund Balance – Regulatory Basis	A-1
Statement of Revenue – Regulatory Basis	A-2
Statement of Expenditures – Regulatory Basis	A-3
General Capital Fund	
Comparative Balance Sheet – Regulatory Basis	B
Statement of Fund Balance – Regulatory Basis	B-1
Trust and Other Restricted Trust Funds	
Comparative Balance Sheet – Regulatory Basis	C
Statement of Fund Balance – Park Improvement Trust Fund – Regulatory Basis	C-1
General Fixed Assets Account Group (Unaudited)	
Comparative Balance Sheet (Unaudited) – Regulatory Basis	D
	Page
Notes to Financial Statements	1-26
	Schedule
Supplementary Data	
Officials in Office and Surety Bonds	1
	Exhibit
Current Fund	
Schedule of Cash – Current Fund	A-4
Schedule of Cash – Federal and State Grant Fund	A-4a
Schedule of Change Funds	A-5
Schedule of Golf Merchandise Inventory (Not Applicable)	A-6
Schedule of 2020 Appropriation Reserves	A-7
Schedule of Federal and State Grants Receivable	A-8
Schedule of Appropriated Reserves – Federal and State Grant Fund	A-9
Schedule of Unappropriated Reserves – Federal and State Grant Fund	A-10
General Capital Fund	
Schedule of Cash	B-2
Analysis of Cash	B-3
Schedule of Deferred Charges to Future Taxation – Unfunded	B-4
Schedule of Improvement Authorizations	B-5
Schedule of Capital Improvement Fund	B-6
Schedule of Serial Bonds Payable	B-7
Schedule of Green Acres Loans Payable	B-8
Schedule of Bonds and Notes Authorized but Not Issued	B-9

MORRIS COUNTY PARK COMMISSION
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

	Page
PART I (Cont'd)	
Supplementary Data (Cont'd)	
Trust and Other Restricted Trust Funds	
Schedule of Cash - Park Improvement Trust Fund	C-2
Schedule of Reserve for Park Improvements	C-3
Schedule of Reserve for Park Trust	C-4
Schedule of Reserve for Restricted Trust Funds	C-5
PART II	
Schedule of Expenditures of Federal Awards	1
Schedule of Expenditures of State Awards	2
Notes to Schedules of Expenditures of Federal and State Awards	3
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	4-5
Schedule of Findings and Responses	6
Summary Schedule of Prior Audit Findings	7
PART III	
Comments and Recommendations	1-2
Summary of Recommendations	3

MORRIS COUNTY PARK COMMISSION

PART I

INDEPENDENT AUDITOR'S REPORT AND FINANCIAL

STATEMENTS AND SUPPLEMENTARY SCHEDULES

YEAR ENDED DECEMBER 31, 2021

NISIVOCCIA
ASSURANCE · TAX · ADVISORY

Mount Arlington, NJ
Newton, NJ
Bridgewater, NJ
973.298.8500
nisivoccia.com
Independent Member
BKR International

Independent Auditors' Report

The Honorable Members
of the Park Commission
Morris County Park Commission
Morristown, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements – *regulatory basis* of the various funds of the Morris County Park Commission, (the "Commission"), a component unit of the County of Morris, as of and for the years ended December 31, 2021 and 2020, and the related notes to the financial statements, as listed in the table of contents.

Qualified Opinion on General Fixed Assets Account Group on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter described in the Basis for Unmodified and Qualified Opinions section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the general fixed assets account group of the Commission as of December 31, 2021 and 2020 in accordance with the accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division").

Unmodified Opinions on the Various Funds on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of each fund of the Commission as of December 31, 2021 and 2020, and the results of operations and changes in fund balance, where applicable, of such funds, thereof for the years then ended in accordance with the accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division").

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

Basis for Unmodified Opinions on the Various Funds and Qualified Opinion on General Fixed Assets Account Group on Regulatory Basis of Accounting

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS), audit 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 are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are required to be independent of the Commission, 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.

Matter Giving Rise to Qualified Opinion on General Fixed Assets Account Group on Regulatory Basis of Accounting

The Commission's general fixed assets account group is stated at historical cost or estimated historical cost in the accompanying financial statements. We were unable to obtain sufficient evidence to support the cost of the fixed assets of the general fixed assets account group. As more fully described in Note 1, due to the length of time over which these fixed assets were acquired, it is not practical to determine their actual costs. Therefore, based upon the underlying accounting records, we have not audited the general fixed assets account group.

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 Commission on the basis of the financial reporting provisions prescribed or permitted by the Division, which is a basis of accounting other than accounting principles generally accepted in the United State of America, to meet the requirements of the Division's regulatory basis of accounting and the budget laws of New Jersey.

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") to demonstrate compliance with the Division's regulatory basis of accounting, and the budget laws of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Division 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, *Government Auditing Standards* and audit requirements prescribed by the Division, 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.
- 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 Commission '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 judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Commission '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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements of the various funds and account group that collectively comprise the Commission 's financial statements. The supplementary data schedules listed in the table of contents and the schedules of expenditures of federal and state awards, as required by 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's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are 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 various fund and account group financial statements. The information has been subjected to the auditing procedures applied in the audit of the various fund and account group financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the various fund and account group financial statements or to the various fund and account group 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 data schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the various fund and account group 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 15, 2022 on our consideration of the Commission '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 Commission '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 Commission 's internal control over financial reporting and compliance.

Nisivoccia LLP

Mount Arlington, New Jersey
June 15, 2022

NISIVOCCIA LLP

John J. Mooney

John J. Mooney
Certified Public Accountant
Registered Municipal Accountant No. 560

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2021
CURRENT FUND

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

	Ref.	December 31, 2021	December 31, 2020
ASSETS			
Regular Fund:			
Cash and Cash Equivalents	A-4	$ 15,056,508.32	$ 12,733,648.98
Change Funds	A-5	10,250.00	10,050.00
		15,066,758.32	12,743,698.98
Receivables and Other Assets With Full Reserves:			
Due from:			
Federal and State Grant Fund	A	271,253.35	12,442.01
County of Morris		28,331.84	17,454.34
Park Trust Fund	C	2,318.31	
		301,903.50	29,896.35
Total Regular Fund		15,368,661.82	12,773,595.33
Federal and State Grant Fund:			
Cash and Cash Equivalents	A-4a	19,119.18	7,519.59
Grants Receivable	A-8	2,291,293.50	1,994,483.00
Due from Park Trust Fund	C	1,000.00	
Total Federal and State Grant Fund		2,311,412.68	2,002,002.59
TOTAL ASSETS		$ 17,680,074.50	$ 14,775,597.92

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
(Continued)

	Ref.	December 31, 2021	December 31, 2020
LIABILITIES, RESERVES AND FUND BALANCE			
Regular Fund:			
Appropriation Reserves:			
Unencumbered	A-3,7	$ 3,109,074.63	$ 5,407,106.13
Encumbered	A-3,7	127,975.61	105,921.31
		3,237,050.24	5,513,027.44
Due to Billy Casper Golf - Sales Tax		9,320.48	110,974.52
Due to State of NJ - Sales Tax		972.83	
Due to Park Improvement Trust Fund	C	5,764,337.29	6,000,000.00
Due to Park Trust Fund	C		4,749.98
Due to Golf Shops		97,489.52	58,007.28
Accounts Payable - Vendor		22,755.18	22,755.18
Credit Card Refundable Deposits		250.00	250.00
Reservations - Refundable Deposits		45,701.34	34,060.84
Billy Casper Commission Liability		285,744.00	420,059.88
Bid Guarantee		1,000.00	1,000.00
Prepaid Revenue - VSI Holding Account		50,056.32	87,553.54
Prepaid Revenue - Golf Course Gift Cards		299,224.24	153,032.49
Prepaid Revenue - All Sites Gift Cards		442.00	60.00
Prepaid Revenue - Mennen Gift Cards		7,365.94	7,365.94
Reserve for Contracts and Settlements		161,860.74	7,712.29
Reserve for Performance Bond Deposit		85,883.14	85,883.14
		10,069,453.26	12,506,492.52
Reserve for Receivables and Other Assets		301,903.50	29,896.35
Fund Balance	A-1	4,997,305.06	237,206.46
Total Regular Fund:		15,368,661.82	12,773,595.33
Federal and State Grant Fund			
Appropriated Reserves	A-9	1,777,975.17	1,273,518.68
Unappropriated Reserves	A-10		2,000.00
Reserve for Encumbrances	A-9	141,761.52	464,041.90
Due to Current Fund	A	271,253.35	12,442.01
Due to Park Improvement Trust Fund	C	120,422.64	250,000.00
Total Federal and State Grant Fund		2,311,412.68	2,002,002.59
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		$ 17,680,074.50	$ 14,775,597.92

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE
IN FUND BALANCE - REGULATORY BASIS

	Ref.	Year Ended December 31, 2021	2020
Revenue and Other Income Realized			
Fund Balance Utilized		$ 230,000.00	$ 2,884,000.00
Golf Revenue		10,459,918.00	8,701,597.08
Other Revenue		6,818,476.40	4,208,433.41
County Appropriation		13,375,000.00	13,675,000.00
Rents		487,366.89	505,936.83
Interest Earned on Investments		19,518.98	31,702.93
Appropriation Reserve Anticipated as Revenue		3,276,107.00	645,812.00
Other Credits to Income:			
Interfunds and Other Receivables Returned		29,896.35	29,896.35
Cancellation of Billy Casper Commission Liability		154,148.45	
Cancellation of Reserve for Central Park Turf Replacement			293,852.70
Cancellation of Federal and State Grant Appropriations		26,080.07	2,200.00
Appropriation Reserves Lapsed		1,234,020.25	1,125,251.84
		36,110,532.39	32,103,683.14
Expenditures			
Budget Appropriations		30,624,714.48	31,811,860.00
Interfunds and Other Accounts Receivable Advanced		301,903.50	53,854.68
Money Market Interest Due to Park Improvement Trust		14,337.29	
Cancellation of Federal and State Grants Receivable		25,330.07	2,200.00
Refund of Prior Year Revenue			9,234.35
Reserve for Contracts & Settlements		154,148.45	
Total Expenditures		31,120,433.79	31,877,149.03
Excess in Revenue		4,990,098.60	226,534.11
Fund Balance			
Balance January 1		237,206.46	2,894,672.35
		5,227,305.06	3,121,206.46
Decreased by:			
Utilized as Anticipated Revenue		230,000.00	2,884,000.00
Balance December 31	A	$ 4,997,305.06	$ 237,206.46

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	Budget After Modification	Realized	Excess or Deficit *
Fund Balance Anticipated	$ 230,000.00	$ 230,000.00	
Flanders Valley Golf Course	2,496,590.00	3,441,939.00	$ 945,349.00
Sunset Valley Golf Course	1,892,879.00	2,553,924.00	661,045.00
Pinch Brook Golf Course	1,656,821.00	2,107,699.00	450,878.00
Berkshire Valley Golf Course	1,705,569.00	2,356,356.00	650,787.00
Total Golf Course	7,751,859.00	10,459,918.00	2,708,059.00
William G. Mennen Sports Arena	3,103,931.00	3,854,654.23	750,723.23
Horticulture Education	52,267.00	67,132.50	14,865.50
Environmental Education	40,458.00	44,235.00	3,777.00
Natural Resource Management	15,000.00	19,130.00	4,130.00
Lake Recreation	85,000.00	127,672.38	42,672.38
Recreation	125,000.00	174,862.20	49,862.20
Central Park	523,000.00	664,101.78	141,101.78
Lee's Park Marina	275,000.00	318,100.50	43,100.50
Historic Sites	30,550.00	57,232.75	26,682.75
Visitor Services	59,000.00	250,786.27	191,786.27
Historic Speedwell	2,500.00	9,838.50	7,338.50
Miscellaneous Revenue	35,000.00	85,687.81	50,687.81
Body Armor	2,341.48	2,341.48	
Friends of Historic Speedwell	16,000.00	16,000.00	
Friends of Fosterfields	4,000.00	4,000.00	
Friends of Frelinghuysen Arboretum	20,200.00	20,200.00	
Historic GOS Grant	135,786.00	135,786.00	
Therapeutic Garden Grant	1,000.00	1,000.00	
New Jersey Green Acres	198,715.00	198,715.00	
New Jersey Green Acres Planning Incentive	750,000.00	750,000.00	
National Endowment for Humanities	10,000.00	10,000.00	
Willowwood Hort Maintenance Resort	7,000.00	7,000.00	
Total Other Revenue	5,491,748.48	6,818,476.40	1,326,727.92
County Appropriation	13,375,000.00	13,375,000.00	
Rents	500,000.00	487,366.89	12,633.11 *
Appropriation Reserves Anticipated	3,276,107.00	3,276,107.00	
Interest Earned on Investments		19,518.98	19,518.98
	17,151,107.00	17,157,992.87	6,885.87
	$ 30,624,714.48	$ 34,666,387.27	$ 4,041,672.79

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021
(Continued)

	Total	Flanders Valley	Sunset Valley	Pinch Brook	Berkshire Valley
Analysis of Golf Course Revenue:					
Green Fees	$ 7,060,694.00	$ 2,450,342.00	$ 1,687,762.00	$ 1,576,884.00	$ 1,345,706.00
Cart Fees	2,502,884.00	789,349.00	612,254.00	405,360.00	695,921.00
Driving Range/Rentals/Other	44,982.00	4,194.00	1,567.00	2,716.00	36,505.00
Golf Cards/Passes/Memberships	486,348.00	137,753.00	131,797.00	158,026.00	58,772.00
Group Services	558,312.00	100,620.00	176,889.00	8,782.00	272,021.00
Other Golf Revenues	36,595.00	10,956.00	7,789.00	14,110.00	3,740.00
Clinic/School	55,847.00	39,637.00	810.00	6,765.00	8,635.00
	10,745,662.00	3,532,851.00	2,618,868.00	2,172,643.00	2,421,300.00
Less:					
Commission Liability	285,744.00	90,912.00	64,944.00	64,944.00	64,944.00
	$ 10,459,918.00	$ 3,441,939.00	$ 2,553,924.00	$ 2,107,699.00	$ 2,356,356.00

A-2
2 of 3

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
STATEMENT OF REVENUE - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Analysis of Other Revenue:	
Cash Received	$ 5,673,433.92
Grants	1,145,042.48
	$ 6,818,476.40
Analysis of William G. Mennen Sports Arena Revenue	
General Sessions	$ 80,147.00
Skate Rentals	34,782.54
Figure Skating	1,505,136.21
Ice Time Rental	2,107,886.25
Non Ice Time Rental	2,720.00
High School and College Hockey Spectators	51,862.00
Hockey School	30,619.00
Concessions	35,697.59
Party Package	5,713.05
Miscellaneous	90.59
	$ 3,854,654.23
Analysis of Golf Course Revenue	
Cash Received	$ 10,745,662.00
	10,745,662.00
Less:	
Commission Liability	285,744.00
	$ 10,459,918.00
Analysis of Rental Income	
Cash Collections	$ 487,366.89
Analysis of Interest on Investments	
Current Fund	$ 19,518.98

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2021

	Appropriations		Expended By	
	Budget	Budget After Modification	Paid or Charged	Reserved
Salaries and Wages:	$ 10,864,125.00	$ 10,864,125.00	$ 9,626,789.80	$ 1,237,335.20
Other Expenses:				
Administration	9,126,320.00	9,123,320.00	8,432,218.61	691,101.39
Development	8,746.00	8,746.00	2,979.01	5,766.99
Information Technology Services	167,000.00	175,000.00	172,123.87	2,876.13
Visitor Services	201,184.00	201,184.00	111,606.16	89,577.84
Berkshire Valley Golf Course/Shops	1,259,364.00	1,259,364.00	1,229,258.05	30,105.95
Flanders Valley Golf Course/Shops	1,975,014.00	1,975,014.00	1,921,537.07	53,476.93
Pinch Brook Golf Course/Shops	977,266.00	977,266.00	919,701.36	57,564.64
Sunset Valley Golf Course/Shops	1,049,616.00	1,049,616.00	1,019,401.30	30,214.70
Lee's County Park Marina	83,944.00	83,944.00	58,926.44	25,017.56
William G. Mennen Sports Arena	1,758,863.00	1,754,963.00	1,518,512.55	236,450.45
Buildings and Construction	440,400.00	440,400.00	280,605.08	159,794.92
Engineering	31,439.00	31,439.00	16,200.87	15,238.13
Horticulture	219,807.00	219,807.00	142,376.18	77,430.82
Park Maintenance	712,905.00	712,905.00	499,676.92	213,228.08
Horticulture Education	73,010.00	73,010.00	49,567.27	23,442.73
Environmental Education	55,046.00	55,046.00	34,773.76	20,272.24
Historic Sites	171,232.00	171,232.00	126,620.75	44,611.25
Natural Resource Education	29,780.00	29,780.00	24,544.71	5,235.29
Park Police	274,611.00	273,511.00	183,177.61	90,333.39
Body Armor		2,341.48	2,341.48	
Friends of Historic Speedwell		16,000.00	16,000.00	
Friends of Fosterfields		4,000.00	4,000.00	
Friends of Frelinghuysen Arboretum		20,200.00	20,200.00	
Historic GOS Grant		135,786.00	135,786.00	
Therapeutic Garden Grant		1,000.00	1,000.00	
New Jersey Green Acres		198,715.00	198,715.00	
Green Acres Planning Incentive		750,000.00	750,000.00	
National Endowment for Humanities		10,000.00	10,000.00	
Willowwood Hort Maintenance Support		7,000.00	7,000.00	
	18,615,547.00	19,760,589.48	17,888,850.05	1,871,739.43
	$ 29,479,672.00	$ 30,624,714.48	$ 27,515,639.85	$ 3,109,074.63

Ref.		
	Cash Disbursed	$ 27,043,924.81
	Due to Federal and State Grant Fund	1,145,042.48
A	Encumbrances	127,975.61
		28,316,942.90
	Less: Refunds	801,303.05
		$ 27,515,639.85

A

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2021
GENERAL CAPITAL FUND

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

	Ref.	December 31, 2021	December 31, 2020
ASSETS			
Cash and Cash Equivalents	B-2	$ 3,214,360.65	$ 3,102,384.21
Deferred Charges to Future Taxation:			
Funded		7,872,342.56	8,360,691.89
TOTAL ASSETS		$11,086,703.21	$11,463,076.10
LIABILITIES, RESERVES AND FUND BALANCE			
Serial Bonds Payable	B-7	$ 7,861,000.00	$ 8,327,000.00
Green Acres Loans Payable	B-8	11,342.56	33,691.89
Improvement Authorizations:			
Funded	B-5	2,992,876.25	2,884,722.59
Fund Balance	B-1	221,484.40	217,661.62
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		$11,086,703.21	$11,463,076.10

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	Ref.	
Balance December 31, 2020	B	$ 217,661.62
Increased by:		
Improvement Authorizations Cancelled		3,822.78
Balance December 31, 2021	B	$ 221,484.40

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2021
TRUST AND OTHER RESTRICTED FUNDS

MORRIS COUNTY PARK COMMISSION
TRUST AND OTHER RESTRICTED FUNDS
COMPARATIVE BALANCE SHEET - REGULATORY BASIS

ASSETS	Ref.	December 31, 2021	December 31, 2020
Park Improvement Trust Fund:			
Cash and Cash Equivalents	C-2	$ 2,683,126.36	$ 1,266,493.61
Due Current Fund	A	5,764,337.29	6,000,000.00
Due Federal and State Grant Fund	A	120,422.64	250,000.00
		8,567,886.29	7,516,493.61
Park Trust Fund:			
Cash and Cash Equivalents	C-2	1,531,033.87	1,426,523.55
Due Current Fund	A		4,749.98
		1,531,033.87	1,431,273.53
Restricted Trust Funds:			
Cash and Cash Equivalents	C-2	267,526.92	332,041.87
		267,526.92	332,041.87
TOTAL ASSETS		$ 10,366,447.08	$ 9,279,809.01
LIABILITIES, RESERVES AND FUND BALANCE			
Park Improvement Trust Fund:			
Reserve for Park Improvements	C-3	$ 2,119,979.06	$ 2,704,336.13
Reserve for Encumbrances	C-3	6,267,217.16	4,627,950.06
Fund Balance	C-1	180,690.07	184,207.42
		8,567,886.29	7,516,493.61
Park Trust Fund:			
Reserve for Park Trust Funds	C-4	1,162,776.21	1,079,191.49
Due Current Fund	A	2,318.31	
Due Federal and State Grant Fund	A	1,000.00	
Reserve for Encumbrances	C-4	364,939.35	352,082.04
		1,531,033.87	1,431,273.53
Restricted Trust Funds:			
Reserve for Restricted Trust Funds	C-5	267,526.92	332,041.87
		267,526.92	332,041.87
TOTAL LIABILITIES, RESERVES AND FUND BALANCE		$ 10,366,447.08	$ 9,279,809.01

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
PARK IMPROVEMENT TRUST FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	Ref.		
Balance December 31, 2020	C		$ 184,207.42
Increased by:			
Additional 2021 Tax Assessment		$ 20,145.36	
Interest Earned on Investments in Current Fund		14,337.29	
			34,482.65
			218,690.07
Decreased by:			
Fund Balance Anticipated			38,000.00
Balance December 31, 2021	C		$ 180,690.07

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2021
GENERAL FIXED ASSETS ACCOUNT GROUP
(UNAUDITED)

MORRIS COUNTY PARK COMMISSION
GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
(Unaudited)

	December 31, 2021	December 31, 2020
Assets:		
Land	$ 47,334,971.95	$ 47,334,971.95
Land Improvements	24,492,047.22	24,492,047.22
Buildings	40,576,428.70	40,576,428.70
Machinery and Equipment	22,267,597.00	21,197,114.89
Total Assets	$ 134,671,044.87	$ 133,600,562.76
Reserves:		
Reserve for General Fixed Assets	$ 134,671,044.87	$ 133,600,562.76

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021

Note 1: Summary of Significant Accounting Policies

A. Reporting Entity

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. As the financial reporting entity was established in accordance with New Jersey statutes, the requirements of GASB Codification Section 2100 were not followed and, accordingly, the reporting entity could be different from accounting principles generally accepted in the United States of America. The Commission is a component unit of the County of Morris under the provisions of GASB Codification Section 2100.

B. Description of Funds

The accounting policies of the Commission conform to the accounting practices applicable to municipalities which have been prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"). Such 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 Commission accounts for its financial transactions through the following separate funds.

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

Trust Funds/Other Restricted Trust Funds - Receipt, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created, some of which are for the acquisition, development, or improvement of Park lands and educational programs pursuant to N.J.S.A. 40:37-11.3.

General Capital Fund - Receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

B. Description of Funds (Cont'd)

General Fixed Assets Account Group (Unaudited) – These accounts were established at cost or estimated historical cost of land, land improvements, buildings and machinery and equipment of the Commission as discussed under the caption "Basis of Accounting."

C. Basis of Accounting

Basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The more significant accounting policies in New Jersey follow.

Revenue is recorded when received in cash except for certain amounts which may be due from the State of New Jersey and for the prepayment of future years' revenue. Grant revenue is realized in the Current Fund when it is budgeted, in the Trust Funds when it is received and in the Capital Fund when improvements are authorized.

Expenditures are charged to operations based on budgeted amounts. Exceptions to this general rule include:

1. Accumulated unpaid vacation, sick pay and other employee amounts are not accrued.

2. Prepaid expenses, such as insurance premiums applicable to subsequent periods, are charged to current budget appropriations in total.

3. Principal and interest on long-term debt are recognized when due.

Expenditures, if any, in excess of appropriations, appropriation reserves or ordinances become deferred charges which must be raised by future taxes. Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the statutory appropriation reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31 of each year and recorded as liabilities, except for amounts which may be cancelled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income.

Deferred Charges to Future Taxation – The General Capital Fund balance sheet can include both funded and unfunded deferred charges. Funded means that bonds have been issued and are being paid off on a serial basis. Unfunded means the debt has been authorized but not permanently financed. A commission can eliminate an unfunded deferred charge by raising it in the budget or collecting a grant. The unfunded deferred charge may also be funded by selling bonds, by loans or by capital leases.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 1: Summary of Significant Accounting Policies (Cont'd)

C. Basis of Accounting (Cont'd)

Had the Commission's financial statements been prepared under accounting principles generally accepted in the United States of America, encumbrances would not be considered as expenditures; appropriation reserves would not be recorded; revenue susceptible to accrual would have been reflected without offsetting reserves and Federal and State grants and assistance would be recognized when earned, not when awarded and inventories would not be reflected as expenditures at the time of purchase, the Commission's net OPEB liability and net pension liability and related deferred inflows and outflows, where applicable, would be recorded.

The cash basis of accounting is followed in the General Capital Fund.

Other significant accounting policies include:

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.

Management Estimates – The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents – Amounts include petty cash, change funds, amounts on deposit, and short-term investments with original maturities of three months or less.

Investments – Investments are stated at cost.

Grants Receivable – Grants receivable represent total grant awards less amounts collected to date. Because the amount of grants funds to be collected are dependent on the total costs eligible for reimbursement, the actual amount collected may be less than the total amount awarded.

Allowance for Uncollectible Accounts – No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

Compensated Absences – Expenditures relating to unused vested accumulated vacation and sick pay are not recorded until paid.

General Fixed Assets (Unaudited) – general fixed assets are recorded at cost or estimated historical cost. Infrastructure assets are not included in general fixed assets, as per state directive. Major renewals and betterments are charged to the asset accounts; maintenance and minor repairs and replacements, which do not improve or extend the lives of the respective assets, are expensed currently. Donated fixed assets are valued at their fair market value on the date donated. The total value recorded for general fixed assets is offset by a "Reserve for General Fixed Assets". When properties are retired or otherwise disposed of, the asset and the reserve are adjusted accordingly. Assets recorded in the General Fixed Assets Account Group may also be recorded in the Current Fund and General Capital Fund. The values recorded in the General Fixed Assets Account Group and the Current Fund and the General Capital Fund may not always agree due to differences in valuation methods, timing of recognition of assets, and the recognition of infrastructure. Fixed assets are reviewed for impairment.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 2: Long-Term Debt

Summary of Park Commission Debt

The Local Bond Law governs the issuance of bonds to finance general Commission capital expenditures. All bonds are retired in serial installments within the statutory period of usefulness. All bonds issued by the County on behalf of the Commission are general obligation bonds. The County of Morris's full faith and credit and taxing power have been pledged to the payment of the general obligation principal and interest where such principal and interest is not funded by other sources.

	December 31,		
	2021	2020	2019
Serial Bonds Payable	$ 7,861,000.00	$ 8,327,000.00	$ 8,188,000.00
Green Acres Loans Payable	11,342.56	33,691.89	55,600.85
Net Bonds and Loans Issued	$ 7,872,342.56	$ 8,360,691.89	$ 8,243,600.85

Summary of Commission Debt Outstanding - Current Year

	Balance 12/31/2020	Additions	Retirements	Balance 12/31/2021
Serial Bonds:				
Park Capital Fund	$ 8,327,000.00	$ 1,235,000.00	$ 1,701,000.00	$ 7,861,000.00
Loans Payable:				
Park Capital Fund:				
Green Trust Loans	33,691.89		22,349.33	11,342.56
Total	$ 8,360,691.89	$ 1,235,000.00	$ 1,723,349.33	$ 7,872,342.56

Summary of Commission Debt Outstanding - Prior Year

	Balance 12/31/2019	Additions	Retirements	Balance 12/31/2020
Serial Bonds:				
Park Capital Fund	$ 8,188,000.00	$ 1,581,000.00	$ 1,442,000.00	$ 8,327,000.00
Loans Payable:				
Park Capital Fund:				
Green Trust Loans	55,600.85		21,908.96	33,691.89
Total	$ 8,243,600.85	$ 1,581,000.00	$ 1,463,908.96	$ 8,360,691.89

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 2: Long-Term Debt (Cont'd)

Summary of Park Commission Debt (Cont'd)

Park Serial Bonds

Purpose	Interest Rate	Maturity Date	Amount
Park Bonds 2012	2.000%	12/15/2022	$ 265,000.00
Park Bonds 2015A	4.000%	5/1/2022	335,000.00
	5.000%	5/1/2023	340,000.00
	5.000%	5/1/2024	280,000.00
			955,000.00
Park Bonds 2016	4.000%	10/15/2022-2023	340,000.00
	4.000%	10/15/2024	171,000.00
	2.000%	10/15/2025	180,000.00
	2.000%	10/15/2026	180,000.00
			871,000.00
Park Bonds 2017	3.000%	1/15/2021-2025	810,000.00
			810,000.00
Park Bonds 2018	3.000%	1/15/2022-2024	645,000.00
	4.000%	1/15/2025-2026	460,000.00
			1,105,000.00
Park Bonds 2019	3.000%	2/1/2022	255,000.00
	4.000%	2/1/2023-2026	1,020,000.00
			1,275,000.00
Park Bonds 2020	2.000%	2/1/2022	255,000.00
	2.000%	2/1/2023	260,000.00
	3.000%	2/1/2024	270,000.00
	3.000%	2/1/2025	275,000.00
	3.000%	2/1/2026	285,000.00
			1,345,000.00
Park Bonds 2021	0.500%	2/1/2022	195,000.00
	2.000%	2/1/2023	200,000.00
	2.000%	2/1/2024	205,000.00
	2.000%	2/1/2025	210,000.00
	2.000%	2/1/2026	210,000.00
	2.000%	2/1/2027	215,000.00
			1,235,000.00
		Total Serial Bonds	$ 7,861,000.00

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 2: Long-Term Debt (Cont'd)

Schedule of Annual Debt Service for the Next Five Years and Thereafter for Bonded Debt

Years	Principal	Interest	Total
2022	$ 1,890,000.00	$ 226,842.06	$ 2,116,842.06
2023	1,640,000.00	168,715.00	1,808,715.00
2024	1,596,000.00	113,065.00	1,709,065.00
2025	1,360,000.00	62,725.00	1,422,725.00
2026	1,160,000.00	23,975.00	1,183,975.00
2027	215,000.00	2,150.00	217,150.00
	$ 7,861,000.00	$ 597,472.06	$ 8,458,472.06

Green Acres Loans Payable

On January 16, 1985, the County became the first local unit in the State to be approved for the Green Acres Trust Program. The program was developed by the New Jersey Department of Environmental Protection to provide low interest loans to local governments for the acquisition, preservation and improvement of land for recreation.

Through December 31, 2021, the County has borrowed funds under three separate projects, two of which were retired in 2013. The loan balance for the remaining project as of the end of the year is as follows:

Green Acres Loans Payable

Patriots Path/Schooley's Mountain	$ 11,342.56

Payments of principal and interest on the loan are required to be made once the funds earmarked for a specific project have been completely drawn down. Payments are to commence nine months after the final drawdown date and are to continue on a semi-annual basis over a period of 10 to 20 years. Interest, on the loan, is at the rate of 2% annually on the outstanding balance. The County has appropriated $11,343 in its 2022 budget to fund principal and interest payments for 2022 for the above project.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 3: Fund Balance Appropriated

Fund balance of $230,000.00 at December 31, 2021 has been appropriated as revenue in the 2022 Current Fund budget.

Note 4: Pension Plans

Commission employees participate in one of the two contributory, defined benefit public employee retirement systems: The State of New Jersey Public Employee's Retirement System (PERS) or the State of New Jersey Police and Firemen's Retirement System (PFRS).

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

The following represents the membership tiers for PERS:

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

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

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and are adjusted by the rate of return on the actuarial value of assets. Commission contributions to PERS amounted to $1,233,661.30 for 2021. The employee contribution rate was 7.50% effective July 1, 2018.

Special Funding Situation

Under N.J.S.A. 43:15A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is as follows: Chapter 366, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation are considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specified financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net pension liability that is associated with the local participating employer.

Pension Liabilities and Pension Expense

At June 30, 2020, the Commission's liability was $17,857,420 for its proportionate share of the net pension liability. The net pension liability, which includes certain component units of the County, was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019 which was rolled forward to June 30, 2020. The County's proportion of the net pension liability was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2020, the County's proportion was .907%, which was a decrease of 0.019% from its proportion measured as of June 30, 2019. The County has rolled forward the net pension liability with no adjustments. The State of New Jersey Public Employees' Retirement System (PERS)' valuation cycle is July 1 instead of December 31. The roll forward methodology puts them a year in arrears in terms of valuation.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Pension Liabilities and Pension Expense (Cont'd)

The Division of Local Government Services, Department of Community Affairs, State of New Jersey is permitting municipalities and counties to include the June 30, 2020 pension information in the Notes to the Financial Statements as the June 30, 2021 pension information has not been released as of the date of this audit.

Additionally, the State's proportionate share of the net pension liability attributable to the Commission is $762,853 as of June 30, 2020. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019 which was rolled forward to June 30, 2020. The State's proportionate share of the net pension liability associated with the Commission was based on a projection of the Commission's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined.

For the year ended December 31, 2021, the Commission recognized actual pension expense in the amount of $1,233,661.30.

Actuarial Assumptions

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

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

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

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

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2020 are summarized in the following table:

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

Discount Rate

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

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Sensitivity of the Commission's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	June 30, 2020		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
Commission's proportionate share of the Net Pension Liability	$ 22,429,716	$ 17,857,420	$ 13,904,578

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

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

Plan Description

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

Benefits Provided

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

The following represents the membership tiers for PFRS:

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

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

B. Police and Firemen's Retirement System (PFRS) (Cont'd)

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. The Local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability by employer for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Special Funding Situation

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

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

B. Police and Firemen's Retirement System (PFRS) (Cont'd)

Special Funding Situation (Cont'd)

Commission contributions to PFRS amounted to $1,609,760 for the year ended December 31, 2021. During the fiscal year ended June 30, 2020, the State of New Jersey contributed $89,759 to the PFRS for normal pension benefits on behalf of the Commission, which is less than the contractually required contribution of $132,196.

The employee contributions for PFRS are 10.00% of employees' annual compensation, as defined.

Pension Liabilities and Pension Expense

At June 30, 2020, the Commission's liability for its proportionate share of the net pension liability was $7,516,154. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019 which was rolled forward to June 30, 2020. The Commission's proportion of the net pension liability was based on a projection of the Commission's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2020, the Commission's proportion was .0582%, which was a decrease of .0022% from its proportion measured as of June 30, 2019. The Commission has rolled forward the net pension liability as of June 30, 2020 with no adjustments. The State of New Jersey Police and Firemen's Retirement System (PFRS)' valuation cycle is July 1 instead of December 31. The roll forward methodology puts them a year in arrears in terms of valuation. The Division of Local Government Services, Department of Community Affairs, State of New Jersey is permitting municipalities to include the June 30, 2020 pension information in the Notes to the Financial Statements as the June 30, 2021 pension information has not been released as of the date of this audit.

Additionally, the State's proportionate share of the net pension liability attributable to the Commission is $1,166,473 as of June 30, 2020. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019 which was rolled forward to June 30, 2020. The State's proportionate share of the net pension liability associated with the Commission was based on a projection of the Commission's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2019, the State's proportion was .0582%, which was a decrease of .0022% from its proportion measured as of June 30, 2019 which is the same proportion as the Commission's. The Commission has rolled forward the net pension liability as of June 30, 2020 with no adjustments. The State of New Jersey Police and Firemen's Retirement System (PFRS)' valuation cycle is July 1 instead of December 31. The roll forward methodology puts them a year in arrears in terms of valuation.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

B. Police and Firemen's Retirement System (PFRS) (Cont'd)

Pension Liabilities and Pension Expense (Cont'd)

Commission's Proportionate Share of the Net Pension Liability	$	7,516,154
State's Proportionate Share of the Net Pension Liability Associated with the Commission		1,166,473
Total Net Pension Liability	$	8,682,627

For the year ended December 31, 2021, the Commission recognized total pension expense of $1,069,760.

Actuarial Assumptions:

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	3.25% - 15.25% based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For healthy annuitants, post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries, the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

B. Police and Firemen's Retirement System (PFRS) (Cont'd)

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PFRS' target asset allocation as of June 30, 2019 are summarized in the table on the following page.

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

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 4: Pension Plans (Cont'd)

B. Police and Firemen's Retirement System (PFRS) (Cont'd)

Discount Rate – PFRS

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

Sensitivity of the Total Net Pension Liability (including the State's proportionate share of the net pension liability attributable to the Commission) to Changes in the Discount Rate

The following presents the total net pension liability (including the State's proportionate share of the net pension liability attributable to the Commission) as of June 30, 2020 calculated using the discount rate as disclosed above, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2020		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
Commission's proportionate share of the NPL and the State's proportionate share of the Net Pension Liability associated with the Commission	$ 11,546,107	$ 8,682,627	$ 6,304,289

Pension Plan Fiduciary Net Position - PFRS

Detailed information about the PFRS's fiduciary net position is available in the separately issued PFRS financial statements.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 5: Accrued Sick and Vacation Benefits

The Commission permits employees to accrue a limited amount of unused vacation and sick pay, which may be taken as time off or paid upon retirement or separation at an agreed-upon rate. Employees will be reimbursed for accumulated sick time between 30% to 50% of the present day value of accumulated sick time up to a maximum of between $10,000 and $12,000 in accordance with the respective contractual agreements of the various Commission employees.

Employees are also permitted to accumulate into the next calendar year any unused earned annual vacation time which is not taken for granted by reason of the pressure of work. Accumulation after one calendar year shall not be permitted.

It is estimated that the current cost of such unpaid compensation would approximate $379,143.68. This amount is not reported either as an expenditure or a liability. It is expected that the cost of such unpaid compensation would be included in the Commission's budget operating expenditures in the year in which it is used.

Note 6: Cash and Cash Equivalents and Investments

Cash and cash equivalents include change funds, amounts in deposits, money market accounts, and short-term investments with original maturities of three months or less.

Investments are stated at cost. The Commission classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB requires disclosure of the level of custodial credit risk assumed by the Commission in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk – In accordance with its cash management plan, the Commission ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk – The Commission limits its investments to those authorized in its cash management plan which are those permitted under state statue as detailed on the following page.

Custodial Credit Risk – The Commission's policy with respect to custodial credit risk requires that the Commission ensure that Commission funds are only deposited in financial institutions in which NJ municipalities are permitted to invest their funds.

Deposits:

New Jersey statutes permit the deposit of public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, or by any other agency of the United States that insures deposits or the State of New Jersey Cash Management Fund.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 6: Cash and Cash Equivalents and Investments (Cont'd)

Deposits: (Cont'd)

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

> The market value of the collateral must equal 5% of the average daily balance of collected public funds on deposit, and
>
> In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

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

Investments:

New Jersey statutes permit the Commission to purchase the following types of securities:

(1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;

(2) Government money market mutual funds;

(3) 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 obligation bears a fixed rate of interest not dependent on any index or other external factor;

(4) Bonds or other obligations of the local unit or bonds or other obligations of school districts of which the local unit is a part or within which the school district is located;

(5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law" P.L. 1983, c. 313 (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 Local Government Services in the Department of Community Affairs for investment by local units;

(6) Local government investment pools;

(7) 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); or

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 6: Cash and Cash Equivalents and Investments (Cont'd)

Investments: (Cont'd)

(8) Agreements for the repurchase of fully collateralized securities if:

(a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983 c.313 (C.40A:5A-1 et seq.);

(b) the custody of collateral is transferred to a third party

(c) the maturity of the agreement is not more than 30 days;

(d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and

(e) a master repurchase agreement providing for the custody and security of collateral is executed.

As of December 31, 2021, cash and cash equivalents of the Morris County Park Commission consisted of the following:

Fund	Cash on Hand	Checking Accounts	Totals
Current Fund	$ 10,250.00	$ 14,933,202.17	$ 14,943,452.17
Federal and State Grant Fund		19,119.18	19,119.18
General Capital Fund		3,214,360.65	3,214,360.65
Park Improvement Trust Fund		2,683,126.36	2,683,126.36
Park Trust Fund		1,531,033.87	1,531,033.87
Restricted Trust Funds		267,526.92	267,526.92
	$ 10,250.00	$ 22,648,369.15	$ 22,658,619.15

During the period ended December 31, 2021, the Commission did not hold any investments. The carrying amount of the Morris County Park Commission's cash and cash equivalents at December 31, 2021, was $22,648,369.15 and the bank balance was $23,188,200.40.

Note 7: Risk Management

The Commission manages its risks through a combination of insurance pool membership and self-insurance.

The Commission is a member of the Morris County Insurance Fund. The Fund provides its members with Liability, Property, and Automobile Insurance. The Fund is a risk-sharing public entity risk pool that is both an insured and self-administered group of governmental entities established for the purpose of providing low-cost insurance coverage for their respective members in order to keep local property taxes at a minimum.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 7: Risk Management (Cont'd)

As a member of the Fund, the Commission could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund's liabilities.

The Fund can declare and distribute dividends to members upon approval of the Insurance Commissioners. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body.

The December 31, 2021 audit report for the Fund is not filed as of the date of this report. Summarized, selected financial information for the year ended December 31, 2020 for the Fund is as follows on the following page:

	2020
Total Assets	$ 10,116,536
Net Position	$ 5,135,181
Total Revenue	$ 3,681,723
Total Expenses	$ 5,471,525
Changes in Net Position	$ (1,789,802)
Members Dividends	$ -0-

Financial statements for the Fund are available at office of the Morris County Treasurer:

County of Morris
Administration & Records Building
4th Floor, CN 900
Morristown, NJ 07963

Note 8: Health Benefits Insurance

The County currently maintains medical health care insurance with Cigna through a fully insured arrangement. Prescription is maintained through self-insurance. As of December 31, 2021, the County has $14,002,741 in contracts payable and a 2021 appropriation reserve amount of $11,680,718 to pay any run-off reserves.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 9: Interfund Receivables and Payables

The following interfund balances remained on the balance sheet at December 31, 2021.

Fund	Interfund Receivable	Interfund Payable
Current Fund	$ 273,571.66	$ 5,764,337.29
Federal and State Grant Fund	1,000.00	391,675.99
Park Improvement Trust Fund	5,884,759.93	
Park Trust Fund		3,318.31
	$ 6,159,331.59	$ 6,159,331.59

The interfund receivable in the Trust Fund is for cash advanced to the Current Fund and Federal and State Grant Fund at year end. The interfund receivable in the Current Fund is for cash advanced to the Federal and State Grant Fund.

Note 10: Commitments and Contingencies

Various suits and claims arising in the ordinary course of the Commission's operations are pending against the Commission. The ultimate effect of such litigation cannot be ascertained at this time since they are currently in various stages of discovery. In the opinion of management, the ultimate outcome of these lawsuits will not have a material adverse effect on the Commission's financial position and operations as of December 31, 2021.

Amounts received or receivable from grantors, principally the federal and state governments are subject to regulatory requirements and adjustments by the agencies. Any disallowed claims, including amounts previously recognized by the Commission as revenue would constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantors cannot be determined at this time, although Commission officials expect such amounts, if any, to be immaterial.

Note 11: Accounts Payable and Accrued Expenses:

Payables as of December 31, 2021 were:

	Current Fund
Vendors	$ 22,755.18

Note 12: Deferred Compensation

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, which is administered by Great-West, permits participants to defer a portion of their salary until future years. Amounts deferred under the plan are not available to employees until termination, retirement, death or unforeseeable emergency.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 13: Open Space Trust Fund

On December 22, 1992, the Morris County Open Space and Farmland Preservation Trust Fund (the "Trust Fund") was created. Collection of funds for the Trust Fund commenced on July 1, 1993 with a tax equal to one-half cent per $100 of the total county equalized real property valuation. The County Freeholders review the tax rate annually and may set the tax anywhere from $.00 to $.05. The levies for 2021 and 2020 were respectively $.01 and $.01.

15% of the Trust Fund is allocated to the Morris County Park Commission.

Note 14: Economic Dependency

The Commission receives a substantial amount of its support from the county, federal and state governments. A significant reduction in the level of support, if this were to occur, may have an effect on the Commission's programs and activities.

Note 15: Post Retirement Benefits Other Than Pensions (OPEB)

General Information about the Commission's OPEB Plan

Plan Description and Benefits Provided

The Commission provides post-retirement benefits, as follows, to Commission employees who meet the following criteria:

1. Retire after 25 or more years of service with a New Jersey State Retirement System and with at least 15 years of service with the Commission;

2. Retire after attainment of age 62 with at least 15 or more years of service with the Commission and/or County of Morris, for employees hired on or before November 1, 2012 (or later for certain collective bargaining agreements); or

3. Retire under a disability retirement from the New Jersey State Retirement System.

Benefits are provided to the retiree and, if the retiree was hired prior to a certain date, the spouse as well depending on the employee's union affiliation or whether the employee is not affiliated with a union. If the spouse is covered, benefits continue to the surviving spouse after the death of the retiree.

Certain employees hired after certain dates are not eligible for postretirement healthcare benefits. This depends on the union the employee is affiliated with or whether the employee is not affiliated with a union.

Medical benefits are provided thru fully insured plans with CIGNA. There are two plans offered to retirees: a PPO plan and an HMO plan. Effective January 1, 2020, prescription drug benefits changed to fully insured coverage with Cigna. There is a 3-tier co-pay of $1/$20/$35 for retail and$2/$40/$70 for mail-order. Medical benefits coordinate with Medicare. Medicare is primary and the County plan is secondary for retirees eligible for Medicare. Medicare eligible retirees and dependents are required to enroll in Medicare Part B. The County reimburses eligible Medicare retirees and spouses for the full cost of the Medicare Part B premium.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 15: Post Retirement Benefits Other Than Pensions (OPEB) (Cont'd)

General Information about the Commission's OPEB Plan (Cont'd)

Plan Description and Benefits Provided (Cont'd)

Contributions

The Commission's portion of postretirement benefits is funded on a pay-as-you-go basis from the Current Fund operating budget. During 2021, the Commission had approximately 119 employees who met eligibility requirements and recognized expenses of approximately $2,601,141.

Any employee who retirees after satisfying the eligibility requirements who had less than 20 years of NJ State Retirement System service as of June 28, 2011, shall be required to contribute toward the cost of postretirement healthcare. The retiree contributions are based on a percentage of the postretirement healthcare cost. The contribution percentages vary based on coverage tier and pension amounts, based on the below table:

Retirees Share of Benefit Related Costs			
Pension Range	Single	Pension Range	Member/Spouse
less than $20,000	4.50%	less than $25,000	3.50%
$20,000- $24,999.99	5.50%	$25,000- $29,999.99	4.50%
$25,000- $29,999.99	7.50%	$30,000- $34,999.99	6.00%
$30,000- $34,999.99	10.00%	$35,000- $39,999.99	7.00%
$35,000- $39,999.99	11.00%	$40,000- $44,999.99	8.00%
$40,000- $44,999.99	12.00%	$45,000- $49,999.99	10.00%
$45,000- $49,999.99	14.00%	$50,000- $54,999.99	15.00%
$50,000- $54,999.99	20.00%	$55,000- $59,999.99	17.00%
$55,000- $59,999.99	23.00%	$60,000- $64,999.99	21.00%
$60,000- $64,999.99	27.00%	$65,000- $69,999.99	23.00%
$65,000- $69,999.99	29.00%	$70,000- $74,999.99	26.00%
$70,000- $74,999.99	32.00%	$75,000- $79,999.99	27.00%
$75,000- $79,999.99	33.00%	$80,000- $84,999.99	28.00%
$80,000- $94,999.99	34.00%	$85,000- $99,999.99	30.00%
$95,000 and over	35.00%	$100,000 and over	35.00%

Employees Covered by Benefit Terms

As of January 1, 2020, there were a total of 238 active employees and retirees, reflecting the sum of 119 active employees and 119 retirees and surviving spouses.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 15: Post Retirement Benefits Other Than Pensions (OPEB) (Cont'd)

Total OPEB Liability

The Commission's OPEB liability of $127,053,184 was measured as of December 31, 2021 and was determined by an actuarial valuation as of January 1, 2021.

Actuarial Assumptions and Other Inputs

The total OPEB liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Discount Rate	2.75% at December 31, 2019 2.15% at December 31, 2020
Salary Increases	3.00% per year
Inflation Assumptions	2.50% per year

The selected discount rate was based on the Bond Buyer 20 Bond GO Index as of the measurement date, which represents the average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA.

Health Care Trend Rates	Year	Pre 65 Medical *	Post 65 Medical *	Prescription Drug	Medicare Part B
Year 1 Trend	2021	5.40%	4.50%	6.50%	5.00%
Ultimate Trend	2026 & Later	4.50%	4.50%	4.50%	5.00%
Grading per Year		0.10% to 0.20%	None	0.25% to 0.50%	None

* - The ultimate trends for Pre 65 Medical and Prescription Drug are reached in 2026.

Mortality rates were based on the following:

Pre-Retirement: U.S. Public Pension Plan Mortality (2010) Headcount-Weighted Healthy Employee Male/Female Mortality Projected with Scale MP-2021.

Post-Retirement: U.S. Public Pension Plan Mortality (2010) Headcount-Weighted Healthy Annuitant Male/Female Mortality Projected with Scale MP-2021.

Disabled: U.S. Public Pension Plan Mortality (2010) Headcount-Weighted Disabled Employee Male/Female Mortality Projected with Scale MP-2021.

MORRIS COUNTY PARK COMMISSION
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Note 15: Post Retirement Benefits Other Than Pensions (OPEB) (Cont'd)

Changes in the Total OPEB Liability

	Total OPEB Liability
Balance at January 1, 2021	$ 121,348,916
Changes for Year:	
Service Cost	2,565,097
Interest Cost	2,636,189
Benefit Payments	(2,601,141)
Actuarial Assumption Changes	3,104,123
Actuarial Demographic Gain	
Net Changes	5,704,268
Balance at December 31, 2021	$ 127,053,184

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the Commission as well as what the Commission's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage lower (1.05 percent) or 1 percentage higher (3.05 percent) than the current discount rate:

	December 31, 2021		
	1% Decrease (1.05%)	Discount Rate (2.05%)	1% Increase (3.05%)
Total OPEB Liability	$ 152,830,886	$ 127,053,184	$ 104,826,904

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the total OPEB liability of the Commission as well as what the Commission's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage lower or 1 percentage higher than the valuation healthcare cost trend rates:

	December 31, 2021		
	1% Decrease	Valuation Healthcare Trend Rates	1% Increase
Total OPEB Liability	$ 103,740,001	$ 127,053,184	$ 157,951,014

Note 15: Post Retirement Benefits Other Than Pensions (OPEB) (Cont'd)

OPEB Expense

For the year ended December 31, 2021, the Commission's OPEB expense was $7,282,375 as determined by the actuarial valuation.

MORRIS COUNTY PARK COMMISSION

SUPPLEMENTARY DATA

MORRIS COUNTY PARK COMMISSION
OFFICALS IN OFFICE AND SURETY BONDS
YEAR ENDED DECEMBER 31, 2021

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

Name	Title	Amount of Bond	Name of Corporate or Personal Surety
Stuart Lasser	President		
Richard Seabury, III	Vice-President		
Julie C. Baron	Member		
Betty Cass-Schmidt	Member		
William Cogger	Member		
Douglas Gabel	Member		
Edward G. McCarthy	Member		
Matthew Tal	Member		
Vacant	Member		
Beti Bauer	Acting Treasurer	$ 1,000,000.00 *	Great American
David D. Helmer	Executive Director	$ 1,000,000.00 *	Great American
Richard Vitale	Deputy Executive Director	$ 1,000,000.00 *	Great American
John Suminski	Park Counsel		

* The Morris County Park Commission maintains a blanket bond for coverage of all employees in the amount of $1,000,000.

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2021
CURRENT FUND

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF CASH

	Ref.		
Balance December 31, 2020	A		$ 12,733,648.98
Increased by Receipts:			
Rents		$ 487,366.89	
County Appropriation		13,375,000.00	
Golf Course Revenue		10,745,662.00	
Other Revenue		5,673,433.92	
Interest Earned on Investments		19,518.98	
Other Receivables:			
Due from Golf Courses		1,086,504.78	
Due County of Morris		51,383.35	
Due to Billy Casper Golf - Sales tax		770,208.78	
Due State of New Jersey - Sales Tax		2,355.56	
Appropriation Refunds		801,303.05	
Reservations - VSI Holding Account		49,466.99	
Reservations - Refundable Deposits		43,382.50	
Gift Certificates Sold:			
Golf Course		146,191.75	
All Sites		632.00	
			33,252,410.55
			45,986,059.53
Decreased by Disbursements:			
2021 Appropriation Expenditures		27,043,924.81	
2020 Appropriation Reserve Expenditures		1,002,900.19	
Due State of New Jersey - Sales Tax		1,382.73	
Due to Billy Casper Golf - Sales tax		871,862.82	
Due County of Morris		62,260.85	
Reservations - Refundable Deposits		31,742.00	
Gift Certificates Sold:			
All Sites		250.00	
Reservations - VSI Holding Account		86,964.21	
Due from Park Improvement Trust		250,000.00	
Due to Park Trust Fund - Interfund Returned		7,068.29	
Due From Federal and State Grant Fund:			
Appropriated Reserves		258,061.34	
Due from Golf Courses		1,047,022.54	
Commission Liability		265,911.43	
Change Fund		200.00	
			30,929,551.21
Balance December 31, 2021	A		$ 15,056,508.32

MORRIS COUNTY PARK COMMISSION
FEDERAL AND STATE GRANT FUND
SCHEDULE OF CASH

	Ref.	
Balance December 31, 2020	A	$ 7,519.59
Increased by Receipts:		
Federal and State Grants Receivable		441,494.62
		449,014.21
Decreased by Disbursements:		
Federal and State Grant Fund Expenditures		429,895.03
Balance December 31, 2021	A	$ 19,119.18

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF CHANGE FUNDS

	Ref.	
Balance December 31, 2020	A	$ 10,050.00
Increase in Change Funds		200.00
Balance December 31, 2021	A	$ 10,250.00

Analysis of Balance December 31, 2021

Berkshire Valley Golf Course	$ 1,500.00
Cooper Grist Mill	200.00
Flanders Valley Golf Course	3,000.00
Fosterfields Living Historical Farm	500.00
Great Swamp Outdoor Education Center	200.00
Historic Speedwell	300.00
Horticultural Education	200.00
Pinch Brook Gold Course	1,500.00
Pyramid Mountain	200.00
Sunrise Lake	250.00
Sunset Valley Golf Course	1,500.00
William G. Mennen Sports Arena	900.00
	$ 10,250.00

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF GOLF MERCHANDISE INVENTORY
YEAR ENDED DECEMBER 31, 2021

(NOT APPLICABLE)

MORRIS COUNTY PARK COMMISSION
CURRENT FUND
SCHEDULE OF 2020 APPROPRIATION RESERVES
YEAR ENDED DECEMBER 31, 2021

	Balance Dec. 31, 2020	Balance After Modification	Paid or Charged	Balance Lapsed
Salaries and Wages:	$2,738,661.09	$2,738,661.09	$2,487,955.63	$ 250,705.46
Other Expenses:				
Administration	570,819.58	570,819.58	537,407.57	33,412.01
Development	12,411.43	12,411.43	7,055.00	5,356.43
Information Technology Services	37,422.59	37,422.59	31,545.09	5,877.50
Visitor Services	144,773.39	144,773.39	118,325.91	26,447.48
Berkshire Valley Golf Course/Shops	101,928.72	101,928.72	64,857.51	37,071.21
Flanders Valley Golf Course/Shops	130,838.87	130,838.87	86,233.85	44,605.02
Pinch Brook Golf Course/Shops	17,121.07	17,121.07	6,886.93	10,234.14
Sunset Valley Golf Course/Shops	56,469.24	56,469.24	33,686.02	22,783.22
Lee's County Park Marina	26,178.74	26,178.74	5,531.79	20,646.95
William G. Mennen Sports Arena	677,866.02	677,866.02	569,924.30	107,941.72
Buildings and Construction	231,504.99	231,504.99	132,487.53	99,017.46
Engineering	15,284.17	15,284.17	1,002.93	14,281.24
Horticulture	124,048.74	124,048.74	15,340.12	108,708.62
Park Maintenance	354,419.68	354,419.68	46,174.08	308,245.60
Horticulture Education	34,087.76	34,087.76	4,799.65	29,288.11
Environmental Education	22,495.63	22,495.63	2,927.55	19,568.08
Historic Sites	70,235.17	70,235.17	19,696.30	50,538.87
Natural Resource Education	13,547.56	13,547.56	2,409.85	11,137.71
Park Police	132,913.00	132,913.00	104,759.58	28,153.42
	$5,513,027.44	$5,513,027.44	$4,279,007.19	$1,234,020.25

Analysis of Balance at December 31, 2020

	Ref.	
Unencumbered	A	$5,407,106.13
Encumbered	A	105,921.31
		$5,513,027.44

Cash Disbursed	$1,002,900.19
Anticipated Revenue	3,276,107.00
	$4,279,007.19

MORRIS COUNTY PARK COMMISSION
FEDERAL AND STATE GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE

	Balance Dec. 31, 2020	2021 Budget Revenue Realized	Cash Received	Transferred from Unappropriated Reserve	Cancelled	Balance Dec. 31, 2021
Body Armor Replacement Grant:						
2020		$ 2,341.48	$ 2,341.48			
Park Alliance - 2012	$ 3,177.00					$ 3,177.00
New Jersey Historical Commission:						
2020	85,786.00		85,786.00			
2021		135,786.00	101,839.50			33,946.50
Recreation Trails Grant:						
2011	24,700.00				$ 24,700.00	
Friends of Frelinghuysen Arboretum		24,200.00	7,444.93	$ 2,000.00	630.07	14,125.00
New Jersey Historical Trust:						
Historic Trust Preservation - 2019	313,787.00					313,787.00
Historic Trust Preservation - 2020	212,363.00		58,900.00			153,463.00
NJDOT Transportation Alternative Program:						
2017	669,000.00					669,000.00
2018	219,441.00		170,052.64			49,388.36
Morris County Historic Speedwell	311,329.00					311,329.00
National Endowment for Humanities	10,000.00	10,000.00	10,000.00			10,000.00
New Jersey Green Acres		198,715.00				198,715.00
Friends of Speedwell Support		16,000.00	8,000.00			8,000.00
Green Acres Planning Incentive		750,000.00	245,960.00			504,040.00
FEMA - Hazard Mitigation Grant	144,900.00		129,577.36			15,322.64
Therapeutic Garden Grant		1,000.00	1,000.00			
Willowwood Hort Maintenance Support		7,000.00				7,000.00
	$ 1,994,483.00	$ 1,145,042.48	$ 820,901.91	$ 2,000.00	$ 25,330.07	$ 2,291,293.50
	A					A

Received in Open Space Trust Fund	$ 245,960.00
Received in Park Improvement Trust Fund	132,447.29
Received in Park Trust Fund	1,000.00
Received in Federal and State Grant Fund	441,494.62
	$ 820,901.91

MORRIS COUNTY PARK COMMISSION
FEDERAL AND STATE GRANT FUND
SCHEDULE OF APPROPRIATED RESERVES

	Balance Dec. 31, 2020	Prior Year Encumbrances Returned	Transferred from 2021 Budget	Cash Disbursed	Cancelled	Encumbered	Balance Dec. 31, 2021
Body Armor Grant:							
2019	$ 3,018.04						$ 3,018.04
2020			$ 2,341.48				2,341.48
Friends of Frelinghuysen Arboretum			24,200.00	$ 5,444.93	$ 630.07	$ 4,500.00	13,625.00
Dodge Foster Fields Grant:							
2013	2,000.00						2,000.00
New Jersey Historical Commission:							
2020	85,786.00			85,036.00	750.00		
2021			135,786.00	25,986.99			109,799.01
New Jersey Historical Trust:							
2019		$ 313,787.00		313,787.00			
2020	162,363.00	19,015.28		35,474.74		30,903.54	115,000.00
NJDOT Transportation Alternative Program:							
2017	669,000.00						669,000.00
2018		130,502.56		81,114.20		49,388.36	
Recreation Trails Grant	24,700.00				24,700.00		
Morris County - Historic Speedwell	311,329.00						311,329.00
National Endowment for Humanities		737.06	10,000.00	737.06		1,500.00	8,500.00
Friends of Speedwell Support			16,000.00				16,000.00
New Jersey Green Acres			198,715.00	143,245.38		55,469.62	
Therapeutic Garden Grant			1,000.00				1,000.00
Green Acres Planning Incentive			750,000.00	245,960.00			504,040.00
Willowwood Hort Maintenance Support			7,000.00				7,000.00
FEMA - Hazard Mitigation Grant	15,322.64						15,322.64
	$ 1,273,518.68	$ 464,041.90	$ 1,145,042.48	$ 936,786.30	$ 26,080.07	$ 141,761.52	$ 1,777,975.17
Ref.	A	A				A	A

Cash Disbursed in Current Fund	$ 258,061.34
Cash Disbursed in Open Space Trust Fund	245,960.00
Cash Disbursed in Park Improvement Trust Fund	2,869.93
Cash Disbursed in Federal and State Grant Fund	429,895.03
	$ 936,786.30

MORRIS COUNTY PARK COMMISSION
FEDERAL AND STATE GRANT FUND
SCHEDULE OF UNAPPROPRIATED RESERVES
FOR THE YEAR ENDING DECEMBER 31, 2021

	Balance Dec. 31. 2020	Transfer to 2021 Budget Revenue
Dodge Grant - Foster Fields	$ 2,000.00	$ 2,000.00
	$ 2,000.00	$ 2,000.00
	A	

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2021
GENERAL CAPITAL FUND

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF CASH

	Ref.		
Balance December 31, 2020	B		$ 3,102,384.21
Increased by Receipts:			
Capital Improvement Fund		$ 63,000.00	
Serial Bond Proceeds		1,235,000.00	
			1,298,000.00
			4,400,384.21
Decreased by Disbursements:			
Improvement Authorization Expenditures			1,186,023.56
Balance December 31, 2021	B		$ 3,214,360.65

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
ANALYSIS OF CAPITAL CASH

			Receipts		Disbursements			
		Balance or Dec. 31, 2020	Serial Bonds	Budget Appropriation	Improvement Authorizations	Transfers To	Transfers From	Balance Dec. 31, 2021
Fund Balance		$ 217,661.62				$ 3,822.78		$ 221,484.40
Capital Improvement Fund				$ 63,000.00			$ 63,000.00	
Improvement Authorizations:	Ord. No.							
Improvements of Morris County Park Commission Facilities	209	300.00					300.00	
Various Capital Projects Under the Jurisdiction of Morris County Park Commission	215	1,792.74					1,792.74	
Various Paving Projects for the Morris County Park Commission	217	4,422.50						4,422.50
Paving Projects at Various Locations at the Morris County Park Commission Locations	219	4,720.00						4,720.00
Various Paving Projects at Morris County Park Commission	220	4,451.08						4,451.08
Purchase and Upgrades of Various Vehicle and Equipment	221	1,730.04					1,730.04	
Renovation Costs of Pavilion at Lee's Park Marina	222	149,700.00						149,700.00
Renovation of the Pavilion at Lee's County Park Marina	223	323,444.03						323,444.03
Resurfacing and Improvements of Park Systems Roadways, Parking Areas, and Paved Trails	224	23,526.31			$ 1,550.00			21,976.31
Purchase of Vehicles and Equipment for Park System Operations	225	3,224.68			2,439.40			785.28
Purchase of Various Vehicles and Equipment	226	11,012.14			3,163.48			7,848.66
Final Phase of the Renovation of the Pavilion at Lee's Park Marina	228	324,000.00						324,000.00
Purchase of Various Vehicles and Equipment	229	44,761.52			6,078.24			38,683.28
Paving Projects at Various Locations at the Office of the Clerk of the Board	230	83,217.66						83,217.66
Replace Vehicles & Equipment	231	207,303.90			66,776.47			140,527.43
Renovate Lee's Park Pavilion	232	236,667.31						236,667.31
Paving Projects Various Parks	233	88,332.69						88,332.69
Paving Projects Various Parks	234	343,955.75			177,309.71			166,646.04
Replace Vehicles & Equipment	235	1,028,160.24			758,595.97			269,564.27
Paving Projects Various Locations	236		$ 286,000.00		16,175.76	15,000.00		284,824.24
Replace Vehicles & Equipment	237		949,000.00		153,934.53	48,000.00		843,065.47
		$ 3,102,384.21	$ 1,235,000.00	$ 63,000.00	$ 1,186,023.56	$ 66,822.78	$ 66,822.78	$ 3,214,360.65

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2021

Ord. No.	Improvement Description	2021 Authorizations	Serial Bonds Issued
236	Paving Projects Various Locations	$ 286,000.00	$ 286,000.00
237	Replace Vehicles & Equipment	949,000.00	949,000.00
		$ 1,235,000.00	$ 1,235,000.00

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

	Ordinance			Balance, Dec. 31, 2020	2021 Authorizations				Balance, Dec. 31, 2021
	No.	Date	Appropriation	Funded	Capital Improvement Fund	Deferred Charges to Future Taxation - Unfunded	Expended	Cancelled	Funded
Improvement of Morris County Park Commission Facilities	209	05/27/09	$ 1,400,000.00	$ 300.00				$ 300.00	
Various Capital Projects Under the Jurisdiction of Morris County Park Commission	215	06/13/12	1,300,000.00	1,792.74				1,792.74	
Various Paving Projects for the Morris County Park Commission	217	04/24/13	406,509.00	4,422.50					$ 4,422.50
Paving Projects at Various Locations at the Morris County Park Commission Locations	219	06/25/14	300,000.00	4,720.00					4,720.00
Various Paving Projects at Morris County Park Commission	220	06/24/15	300,000.00	4,451.08					4,451.08
Purchase and Upgrades of Various Vehicle and Equipment	221	06/24/15	750,000.00	1,730.04				1,730.04	
Renovation Costs of Pavilion at Lee's Park Marina	222	06/24/15	150,000.00	149,700.00					149,700.00
Renovation of the Pavilion at Lee's County Park Marina	223	09/14/16	325,000.00	323,444.03					323,444.03
Resurfacing and Improvements of Park Systems Roadways, Parking Areas, and Paved Trails	224	09/14/16	400,000.00	23,526.31			$ 1,550.00		21,976.31
Purchase of Vehicles and Equipment for Park System Operations	225	09/14/16	1,000,000.00	3,224.68			2,439.40		785.28
Purchase of Various Vehicles and Equipment	226	02/22/17	1,015,000.00	11,012.14			3,163.48		7,848.66
Final Phase of Renovation of the Pavilion at Lee's Park Marina	228	02/22/17	325,000.00	324,000.00					324,000.00
Purchase of Various Vehicles and Equipment	229	04/25/18	1,401,000.00	44,761.52			6,078.24		38,683.28
Paving Projects at Various Locations at the Office of the Clerk of the Board	230	05/07/18	401,000.00	83,217.66					83,217.66
Replace Vehicles & Equipment	231	05/06/19	1,251,000.00	207,303.90			66,776.47		140,527.43
Renovate Lee's Park Pavilion	232	05/06/19	326,000.00	236,667.31					236,667.31
Paving Projects Various Parks	233	05/06/19	301,000.00	88,332.69					88,332.69
Paving Projects Various Parks	234	04/14/20	401,000.00	343,955.75			177,309.71		166,646.04
Replace Vehicles & Equipment	235	04/14/20	1,261,000.00	1,028,160.24			758,595.97		269,564.27
Paving Projects Various Locations	236	03/24/21	301,000.00		$ 15,000.00	$ 286,000.00	16,175.76		284,824.24
Replace Vehicles & Equipment	237	03/24/21	997,000.00		48,000.00	949,000.00	153,934.53		843,065.47
				$ 2,884,722.59	$ 63,000.00	$ 1,235,000.00	$ 1,186,023.56	$ 3,822.78	$ 2,992,876.25
			Ref.	B					B

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

Increased by:		
Received from County in 2021	$	63,000.00
Decreased by:		
Appropriated to Finance Improvement Authorizations	$	63,000.00

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE

Purpose	Date of Issue	Amount of Original Issue	Maturity of Bonds Outstanding December 31, 2021 Date	Maturity of Bonds Outstanding December 31, 2021 Amount	Interest Rate	Balance Dec. 31, 2020	Issued	Matured	Balance Dec. 31, 2021
Park Bonds 2012*	12/17/2012	$ 2,875,000.00	12/15/2022	$ 265,000.00	2.000%	$ 555,000.00		$ 290,000.00	$ 265,000.00
Park Bonds 2015A	12/30/2015	2,250,000.00	5/1/2022	335,000.00	4.000%	1,290,000.00		335,000.00	955,000.00
			5/1/2023	340,000.00	5.000%				
			5/1/2024	280,000.00	5.000%				
Park Bonds 2016A*	10/25/2017	1,641,000.00	10/15/2022	170,000.00	4.000%	1,041,000.00		170,000.00	871,000.00
			10/15/2023	170,000.00	4.000%				
			10/15/2024	171,000.00	4.000%				
			10/15/2025	180,000.00	2.000%				
			10/15/2026	180,000.00	2.000%				
Park Bonds 2017	7/18/2017	1,560,000.00	1/15/2022	200,000.00	3.000%	1,010,000.00		200,000.00	810,000.00
			1/15/2023	200,000.00	3.000%				
			1/15/2024	200,000.00	3.000%				
			1/15/2025	210,000.00	3.000%				
Park Bonds 2018	7/11/2018	1,715,000.00	1/15/2022	215,000.00	3.000%	1,320,000.00		215,000.00	1,105,000.00
			1/15/2023	215,000.00	3.000%				
			1/15/2024	215,000.00	3.000%				
			1/15/2025	230,000.00	4.000%				
			1/15/2026	230,000.00	4.000%				
Park Bonds 2019*	5/6/2019	1,787,000.00	2/1/2022	255,000.00	3.000%	1,530,000.00		255,000.00	1,275,000.00
			2/1/2023	255,000.00	4.000%				
			2/1/2024	255,000.00	4.000%				
			2/1/2025	255,000.00	4.000%				
			2/1/2026	255,000.00	4.000%				

B-7
1 of 2

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS PAYABLE
(Continued)

Purpose	Date of Issue	Amount of Original Issue	Maturity of Bonds Outstanding December 31, 2021 Date	Amount	Interest Rate	Balance Dec. 31, 2020	Issued	Matured	Balance Dec. 31, 2021
Park Bonds 2020	7/2/2020	$ 1,581,000.00	2/1/2022	$ 255,000.00	2.000%	$ 1,581,000.00		$ 236,000.00	$ 1,345,000.00
			2/1/2023	260,000.00	2.000%				
			2/1/2024	270,000.00	3.000%				
			2/1/2025	275,000.00	3.000%				
			2/1/2026	285,000.00	3.000%				
Park Bonds 2021	4/15/2021	1,235,000.00	2/1/2022	195,000.00	0.500%		$1,235,000.00		1,235,000.00
			2/1/2023	200,000.00	2.000%				
			2/1/2024	205,000.00	2.000%				
			2/1/2025	210,000.00	2.000%				
			2/1/2026	210,000.00	2.000%				
			2/1/2027	215,000.00	2.000%				
* - Callable Bonds						$ 8,327,000.00	$1,235,000.00	$1,701,000.00	$ 7,861,000.00
					Ref.	B			B

B-7
2 of 2

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULE OF GREEN ACRES LOANS PAYABLE

	Ref.		
Balance December 31, 2020	B	$	33,691.89
Decreased by:			
Loan Repayments in 2021			22,349.33
Balance December 31, 2021	B	$	11,342.56

SCHEDULE OF PRINCIPAL PAYMENTS
OUTSTANDING DECEMBER 31, 2021

Patriots Path/Schooley's Mountain Department of Environmental Protection Loan:

Payment Number	Date	Interest Rate		Principal Amount
39	1/24/2022	2.00%	$	11,342.56

MORRIS COUNTY PARK COMMISSION
GENERAL CAPITAL FUND
SCHEDULES OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2021

Ord. No.	Improvement Description	2021 Authorizations	Bonds Issued
236	Paving Projects Various Locations	$ 286,000.00	$ 286,000.00
237	Replace Vehicles & Equipment	949,000.00	949,000.00
		$ 1,235,000.00	$ 1,235,000.00

MORRIS COUNTY PARK COMMISSION
COUNTY OF MORRIS
2021
TRUST AND OTHER RESTRICTED FUNDS

MORRIS COUNTY PARK COMMISSION
PARK IMPROVEMENT TRUST FUND
SCHEDULE OF CASH

	Ref.		
Balance December 31, 2020	C		$ 1,266,493.61
Increased by:			
2021 Tax Assessment		$ 2,420,000.00	
Additional 2021 Tax Assessment		20,145.36	
Due from Current Fund:			
Interfund Returned		250,000.00	
Due Federal and State Grant Fund:			
Interfund Advanced		132,447.29	
			2,822,592.65
			4,089,086.26
Decreased by:			
Reserve for Park Improvement Trust Account		1,403,089.97	
Due Federal and State Grant Fund:			
Interfunds Advanced		2,869.93	
			1,405,959.90
Balance December 31, 2021	C		$ 2,683,126.36

MORRIS COUNTY PARK COMMISSION
PARK TRUST FUND
SCHEDULE OF CASH
(Continued)

	Ref.		
Balance December 31, 2020	C		$ 1,426,523.55
Receipts:			
Branching Out		$ 110.00	
Enviromental Education Trust		5.00	
Equipment and Vehicle Replacement		92,755.17	
Henry Tubbs		7,831.40	
Horticulture Educational Programming		10,154.00	
IMLA Sensory Tools Project		2,500.00	
Loantaka Brook Reservation		38,000.00	
Park Maintenance - Temporary Access Agreements		3,840.00	
Recreational Programming		250.00	
River Park Business Escrow		4,000.00	
Scherer Garden Trust		150.00	
Interfund Due Current:			
Interfund Advanced		2,318.31	
Prior Year Interfund Returned		4,749.98	
Interfund Due Grant Fund:			
Interfund Returned		1,000.00	
			167,663.86
			1,594,187.41
Disbursements:			
Donations: All Park Facilities		254.20	
Environmental Education Trust		4,375.00	
Equipment & Vehicle Replacement		21,926.19	
Frelinghuysen Arboretum		1,155.00	
Friends of Frelinghuysen Arboretum		2,000.00	
Henry Tubbs		24,937.64	
Land Diversions		865.22	
Memorial Donations		1,781.29	
Mt. Hope Miner's Church		333.00	
Promotional Public Programs		1,700.00	
Pyramid Mountain		243.51	
Trail Recreation		135.00	
Willowwood - Cheyenne Paintings		3,447.49	
			63,153.54
Balance December 31, 2021	C		$ 1,531,033.87

MORRIS COUNTY PARK COMMISSION
RESTRICTED TRUST FUNDS
SCHEDULE OF CASH
(Continued)

	Ref.	
Balance December 31, 2020	C	$ 332,041.87
Receipts:		
Deposits		8,879.06
		340,920.93
Disbursements:		
Maintenance and Improvements		73,394.01
Balance December 31, 2021	C	$ 267,526.92

MORRIS COUNTY PARK COMMISSION
PARK IMPROVEMENT TRUST FUND
SCHEDULE OF RESERVE FOR PARK IMPROVEMENTS

Account Number	Description	Balance Dec. 31, 2020	Budget Transfers	Prior Year Encumbrances	Disbursements	Current Year Encumbrances	Balance Dec. 31, 2021
Q-701	Restoration of Historic Cooper Mill Including the Flume, Waterwheel, Power System and Stone Wall	$ 18,320.94	$ (20,000.00)	$ 64,850.00		$ 61,000.00	$ 2,170.94
Q-702	Seek Design Proposal and Permits for Stream Stabilization to Protect Drakes Brook			7,400.53		7,400.53	
Q-703	Construction of a Heated Restroom & Shower Facility in the Tent Camping Area at MDR	31,871.38	125,000.00	340,462.79	$ 12,389.15	472,750.00	12,195.02
Q-704	Restore the Main Stable and Hayloft and Renovate Office/Residence of the Seaton Hackney Stables	48,501.56	(20,000.00)				28,501.56
Q-705	Bamboo Brook Garden Restoration	897.72		95,976.00	527.27	95,976.00	370.45
Q-707	Design and Construction of Recreation Fields at Staffing Rock Rill Reservation	34,301.45	25,000.00	50,000.00	2,500.00	50,000.00	56,801.45
Q-708	Improvements to Cultural Center at Lewis Morris Park	4,152.26	10,000.00	75,000.00	1,904.93	83,500.00	3,747.33
Q-710	Reconstruction of Park Roadways and Parking Areas	220,836.57	200,000.00	17,289.30	42,668.97	26,575.11	368,881.79
Q-712	Improvement of Dams and Lake Desiltation	30,183.53	25,000.00	21,200.00	15,300.00	40,900.00	20,183.53
Q-713	Renovations to Carriage House at the Arboretum	28,036.23	50,000.00	25,000.00	2,685.38	98,000.00	2,350.85
Q-715	Playground Improvements at Various Parks	61,043.80		707.64	1,791.77	50,707.64	9,252.03
Q-716	Improvements at Mennen Sports Arena	15,093.53	150,000.00	51,810.80	55,298.00	140,690.80	20,915.53
Q-717	Recreation Trail Improvements	18,261.31	483,000.00	161,529.32	159,888.01	433,293.39	69,609.23
Q-718	Utility Systems Upgrade	125,679.74	(50,000.00)	57,300.00	34,756.35	57,300.00	40,923.39
Q-719	Roof Repairs and Renovations	71,428.09	225,000.00	127,000.00	134,686.49	244,000.00	44,741.60
Q-720	Park System Sign Replacement Program	5,237.61	(25,000.00)	191,015.00	9,863.17	99,015.00	62,374.44
Q-722	Golf Shop Renovations	51,564.17		31,818.64	20,831.87	26,818.64	35,732.30
Q-724	Water Well Improvements/Closures	24,291.24	25,000.00	53,500.00	47,406.20	45,000.00	10,385.04
Q-725	Lee's County Park Marina Boat Slip Renovation	10,886.93	450,000.00	348,645.10	36,528.62	770,737.50	2,265.91
Q-727	Pyramid Mountain Visitors Center	52,116.50	(30,000.00)	10,000.00	1,636.63		30,479.87
Q-728	Alternate Power Supply Installation	105,169.28	(50,000.00)	50,140.00	8,333.62	40,140.00	56,835.66
Q-729	Willow wood Stone Cottage	35,644.52	25,000.00	171,797.00	23,372.05	205,486.00	3,583.47
Q-732	Irrigation System at Sunset Valley Golf Course	11,985.80					11,985.80
Q-734	PBGC Water and Tee Improvement	25,000.00					25,000.00
Q-735	Irrigation System at Flanders Golf Course	99,630.56					99,630.56
Q-737	Golf Maintenance Facility Improvements	81,702.35	(25,000.00)	15,000.00	29,304.97		42,397.38
Q-738	Park Maintenance Facility Improvements	1,200.16	(50,000.00)	222,000.00	650.00	68,000.00	104,550.16
Q-740	Lewis Morris Park - Sunrise Lake	21,406.24	25,000.00	80,000.00	132.01	80,000.00	46,274.23
Q-741	Fosterfields Renovations	144,200.98		224,591.78	48,659.33	288,130.38	32,003.05

MORRIS COUNTY PARK COMMISSION
PARK IMPROVEMENT TRUST FUND
SCHEDULE OF RESERVE FOR PARK IMPROVEMENTS
(Continued)

Account Number	Description	Balance Dec. 31, 2020	Transfers	Prior Year Encumbrances	Disbursements	Current Year Encumbrances	Balance Dec. 31, 2021
Q-742	Great Swamp OES	$ 945.81		$ 518,613.70	$ 46,510.00	$ 445,303.70	$ 27,745.81
Q-743	Frelinghuysen Arboretum Site and Garden Improvements	68,435.82	$ 260,000.00	305,987.44	143,988.81	479,862.02	10,572.43
Q-744	Garden Restorations	42,057.53	25,000.00	70,000.00	(603.25)	110,373.48	27,287.30
Q-745	Picnic Shelters	167,873.81		155,000.00	10,818.13	307,483.64	4,572.04
Q-746	Pinch Brook Golf Course Improvements	159,401.54	50,000.00	91,751.04	22,100.73	121,386.04	157,665.81
Q-747	Berkshire Valley Golf Course Improvements	64,546.57	50,000.00	85,075.86	34,310.25	129,660.00	35,652.18
Q-748	Flanders Valley Golf Course Improvements	115,146.33	75,000.00	61,000.00	65,481.20	156,751.00	28,914.13
Q-749	Sunset Valley Golf Course Improvements	46,793.91	50,000.00	29,873.35	32,387.43	86,708.35	7,571.48
Q-750	Campground Improvements - MDR	11,057.86	25,000.00	6,443.00	7,614.99	27,863.27	7,022.60
Q-751	Kay Center Improvements	2,727.55		85,000.00		85,000.00	2,727.55
Q-752	Natural Resources Improvements	68,312.65	300,000.00	107,476.09	97,483.48	256,958.74	121,346.52
Q-753	Improvements to Craigmeur	49,962.80		50.00	122.38	50.00	49,840.42
Q-754	Mount Hope Miners Church	288,881.37	(200,000.00)	7,913.00		38,122.00	58,672.37
Q-755	Historic Speedwell Improvement	49,731.09	25,000.00	162,993.20	1,055.00	211,538.20	25,131.09
Q-756	Safety and Security Improvements	3,890.41		130,315.00	53,204.08	68,780.00	12,221.33
Q-757	Central Park Improvements	248.05	125,000.00	69,225.00	22,243.75	169,056.25	3,173.05
Q-758	ADA Improvements	129,472.56	(25,000.00)	9,000.00		9,000.00	104,472.56
Q-759	Park System Facility and Grounds Improvements	56,206.02	150,000.00	238,199.48	175,258.20	77,899.48	191,247.82
		$ 2,704,336.13	$ 2,458,000.00	$ 4,627,950.06	$ 1,403,089.97	$ 6,267,217.16	$ 2,119,979.06
	Ref.	C		C		C	C

C-3
2 of 2

MORRIS COUNTY PARK COMMISSION
PARK TRUST FUND
SCHEDULE OF RESERVE FOR PARK TRUST

Park Trust Fund:	Balance Dec. 31, 2020	Increased By: Cash Receipts	Increased By: Encumbrances Returned	Decreased By: Cash Disbursed	Decreased By: Encumbrances Payable	Balance Dec. 31, 2021
Accumulated Absence Liability			$ 75,000.00		$ 75,000.00	
Braille Trail Fund	$ 855.20					$ 855.20
Branching Out	388.91	$ 110.00				498.91
Butterfly Garden Fund	829.25					829.25
Clark Crescent Garden	2,205.08					2,205.08
Columbia Gas Transmission	3,900.00					3,900.00
Community Foundation of New Jersey	1,664.36					1,664.36
Cottage Gift Shop	1,190.48					1,190.48
Donations: All Park Facilities	2,684.00		254.20	$ 254.20		2,684.00
Memorial Donations	19,698.51					19,698.51
Dorothy Marie McCoy Memorial Donations	1,000.00					1,000.00
Egers Memorial Garden	1,689.02					1,689.02
Environmental Education Trust	69,649.88	5.00		4,375.00		65,279.88
Equipment and Vehicle Replacement	210,311.33	92,755.17	40,640.00	21,926.19	52,431.51	269,348.80
Farm House Preservation	200.00					200.00
Friends of Fosterfield	5,000.00					5,000.00
Frelinghuysen Arboretum	230,469.21			1,155.00		229,314.21
Friends of the Frelinghuysen Arboretum	4,790.59		554.07	2,000.00	554.07	2,790.59
Giralda Farms Stewardship	18,611.18		18,175.00		18,175.00	18,611.18
Golf Now Contributions	2,512.56					2,512.56
Green Vest Conservation Easement	16,620.00					16,620.00
Hammond Wildflower Trail	13,439.39					13,439.39
Henderson Scholarship	7,086.96					7,086.96
Henry Tubbs	95,180.68	7,831.40	31,979.00	24,937.64	33,299.00	76,754.44
Historic Sites Auction Proceeds	4,651.16					4,651.16
Horticulture Educational Programming	31,056.91	10,154.00				41,210.91

C-4
1 of 2

MORRIS COUNTY PARK COMMISSION
PARK TRUST FUND
SCHEDULE OF RESERVE FOR PARK TRUST
(Continued)

Park Trust Fund:	Balance Dec. 31, 2020	Increased By: Cash Receipts	Increased By: Encumbrances Returned	Decreased By: Cash Disbursed	Decreased By: Encumbrances Payable	Balance Dec. 31, 2021
Institute of Museum and Library Services - Sensory Tools Project	$ 1,000.00	$ 2,500.00				$ 3,500.00
Jonathan Woods	5,508.53		$ 18,175.00		$ 18,175.00	5,508.53
Land Diversions	31,595.00			$ 865.22		30,729.78
Loantaka Brook Reservation - Posunka		38,000.00	40,000.00		40,000.00	38,000.00
Memorial Donations	33,316.30			1,781.29		31,535.01
Natural Resource -PSE&G	25,709.13					25,709.13
Natural Resource Restoration	24,714.24			333.00		24,381.24
Park Maintenance - Temporary Access Agreements		3,840.00				3,840.00
Promotional Public Programs	19,577.43		16,529.43	1,700.00	16,529.43	17,877.43
Pyramid Mountain	60,270.50			243.51		60,026.99
Recreational Programming	250.68	250.00	43,599.53		43,599.53	500.68
Restoration of The Willowwood Conservatory	11,670.00					11,670.00
River Park Business Escrow		4,000.00				4,000.00
Ruth Gilbert Memorial Fund	11,448.82					11,448.82
Scherer Garden Trust	29,737.41	150.00				29,887.41
Storm Recovery			35,898.42		35,898.42	
Trail Recreation	10,975.54			135.00		10,840.54
Utility Improvement Incentive			31,277.39		31,277.39	
Whole Foods Program Support	155.02					155.02
Willowwood	17,578.23					17,578.23
Willowwood - Cheyenne Paintings	50,000.00			3,447.49		46,552.51
	$ 1,079,191.49	$ 159,595.57	$ 352,082.04	$ 63,153.54	$ 364,939.35	$ 1,162,776.21
Ref.	C					C

C-4
2 of 2

MORRIS COUNTY PARK COMMISSION
RESTRICTED TRUST FUND
SCHEDULE OF RESERVE FOR RESTRICTED TRUST FUNDS

	Ref.	Total	Park Police Trust Fund	Caroline Foster Trust
Balance December 31, 2020	C	$ 332,041.87	$ 87,871.68	$ 244,170.19
Increased by:				
Miscellaneous Revenue		8,879.06	8,879.06	
		340,920.93	96,750.74	244,170.19
Decreased by:				
Maintenance and Improvements		73,394.01	73,394.00	0.01
Balance December 31, 2021	C	$ 267,526.92	$ 23,356.74	$ 244,170.18

MORRIS COUNTY PARK COMMISSION

PART II

SINGLE AUDIT

YEAR ENDED DECEMBER 31, 2021

MORRIS COUNTY PARK COMMISSION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2021

Name of Federal Agency or Department	Name of Program	State Account Number	Assistance Listing Number	Grant Award Amount	Grant Period From	Grant Period To	Current Year Receipts	Current Year Expenditures	Total Cumulative Expenditures	Amounts Provided to Subrecipients
U.S. Department of Homeland Security - Federal Emergency Management Agency - (Passed through the NJ Department of Law and Public Safety)	Disaster Grants-Hazard Mitigation Program	FEMA-DR-4086-NJ-627-R	97.039	$144,900.00	3/27/2018	3/27/2021	$ 129,577.36		$ 129,577.36	
Total U.S. Department of Homeland Security							129,577.36		129,577.36	
U.S. Department of Transportation - (Passed through the NJ Department of Highway Traffic Safety)	Patriot's Path on Great Greenway Project	2018-DT-DLA-505	20.205	219,441.00	3/21/2018	4/30/2021	170,052.64	$ 81,114.20	170,052.64	
Total U.S. Department of Transportation							170,052.64	81,114.20	170,052.64	
Total Federal Awards							$ 299,630.00	$81,114.20	$ 299,630.00	$ -0-

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

MORRIS COUNTY PARK COMMISSION
SCHEDULE OF EXPENDITURES OF STATE AWARDS
YEAR ENDED DECEMBER 31, 2021

Name of State Agency or Department	Name of Program	State Account No.	Grant Award Amount	Grant Period From	Grant Period To	Current Year Receipts	Current Year Expenditures	Total Cumulative Expenditures
Department of Law and Public Safety	Body Armor Grant	718-066-1020-001-6120	$ 2,341.48	1/1/2020	13/21/22	$ 2,341.48		
Total Department of Law and Public Safety						2,341.48		
New Jersey Historic Trust	Historical Trust	8049-001	325,267.00	1/1/2019	12/31/2021		$ 313,787.00	$323,067.00
		F000-6110	212,363.00	1/1/2020	12/31/2021	58,900.00	35,474.74	66,459.46
Total New Jersey Historic Trust						58,900.00	349,261.74	389,526.46
Department of State	General Operating Support Grant	100-074-2540-105-077700	85,786.00	1/1/2019	12/31/2021	85,786.00	85,036.00	85,036.00
			135,786.00	1/1/2020	12/31/2022	101,839.50	25,986.99	25,986.99
Total Department of State						187,625.50	111,022.99	111,022.99
Department of Enviromental Protection	Green Acres Planning Incentive	N/A	750,000.00	1/1/2021	12/31/2022	245,960.00	245,960.00	245,960.00
Total Department of Enviromental Protection						245,960.00	245,960.00	245,960.00
Total State Awards						$494,826.98	$ 706,244.73	$746,509.45

N/A - Not Available

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

MORRIS COUNTY PARK COMMISSION
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
YEAR ENDED DECEMBER 31, 2021

Note 1: BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards (the "Schedules) includes the federal and state grant activity of the Morris County Park Commission under programs of the federal and state governments for the year ended December 31, 2021. The information in these schedules is presented in accordance with the requirements of the 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's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operation of the Commission, they are not intended to and do not present the financial position, changes in fund balance or cash flows of the Commission.

Note 2: SUMMARY OF SIGINFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through identifying numbers are presented where available**.** The Commission has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Note 3: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

Note 4: GREEN ACRES LOANS PAYABLE

At December 31, 2021, the County had $11,342.56 of Green Acres Loans Payable outstanding which are recorded in the Park Capital Fund. The project which related to the loan is completed and there were no current year receipts or expenditures on the outstanding loan.

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 Members
of the Park Commission
Morris County Park Commission
Morristown, New Jersey

We have audited in accordance with auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division"), and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements - *regulatory basis* - of the various funds of the Morris County Park Commission, in the County of Morris (the "Commission") as of and for the years ended December 31, 2021 and 2020, and the related notes to the financial statements and have issued our report thereon dated June 15, 2022**.** These financial statements have been prepared in accordance with accounting practices prescribed or permitted by the Division, to demonstrate compliance with the Division's regulatory basis of accounting, and the budget laws of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America. That qualified report also indicated that we did not audit the general fixed assets account group.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Commission'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 Commission's internal control. Accordingly, we do not express an opinion on the effectiveness of the Commission'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 Commission'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 the 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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Commission's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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.*

Purpose of this Report

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

Mount Arlington, New Jersey
June 15, 2022

Nisivoccia LLP
NISIVOCCIA LLP

John J. Mooney
John J. Mooney
Certified Public Accountant
Registered Municipal Accountant No. 560

MORRIS COUNTY PARK COMMISSION
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED DECEMBER 31, 2021

Summary of Auditors' Results:

- The Independent Auditors' Report expresses a qualified opinion on the Commission's financial statements prepared in accordance with accounting practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey to demonstrate compliance with the Division's regulatory basis of accounting and the budget laws of New Jersey, as the general fixed assets account group was not audited.

- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standard*s.

- No instances of noncompliance material to the financial statements of the Commission which would be required to be reported in accordance with *Government Auditing Standard*s, were disclosed during the audit.

- The Commission was not subject to the single audit provisions of the Uniform Guidance and New Jersey's OMB Circular 15-08 for the year ended December 31, 2021 as both state and federal grant expenditures were less than the single audit thresholds of $750,000 identified in the Uniform Guidance and NJOMB 15-08.

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

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- Not Applicable since federal expenditures were below the Single Audit threshold.

Findings and Questioned Costs for State Awards:

- Not Applicable since federal expenditures were below the Single Audit threshold.

MORRIS COUNTY PARK COMMISSION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2021

The Commission had no findings or questioned costs in the year ended December 31, 2020.

MORRIS COUNTY PARK COMMISSION

PART III

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2021

MORRIS COUNTY PARK COMMISSION
COMMENTS AND RECOMMENDATIONS

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

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

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

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

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

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

Effective July 1, 2020 and thereafter, the bid thresholds in accordance with N.J.S.A. 40A:11-3 are $17,500 for a contracting unit without a qualified purchasing agent and $44,000 for a contracting unit with a qualified purchasing agent.

The governing body of the Commission has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Commission Attorney's opinion should be sought before a commitment is made.

MORRIS COUNTY PARK COMMISSION
COMMENTS AND RECOMMENDATIONS
(Continued)

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

The minutes indicated that bids were requested by public advertising per N.J.S.A. 40A:11-4. The minutes also indicated that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" and "Extraordinary Unspecifiable 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. None were noted.

New Jersey Administrative Code Accounting Requirements

The Division of Local Government Services has established three (3) accounting requirements which are prescribed by the New Jersey Administrative Code. They are as follows:

1. Maintenance of an encumbrance accounting system.

2. Fixed asset accounting and reporting system.

3. General ledger accounting and record system.

The Commission maintains encumbrance, fixed assets and general ledger accounting systems.

Confirming orders

During the course of our audit testing, we noted several instances where purchases were made, or services were rendered prior to the preparation/approval of purchase orders.

Recommendation

It is recommended that purchase orders are prepared/approved prior to the purchase of goods or services to ensure the availability of funds.

Management's Response

All purchase orders will be prepared/approved prior to the purchase of goods or services to ensure the availability of funds.

Status of Prior Year Comments and Recommendations

The prior year recommendation regarding purchase orders being prepared prior to the purchase of goods or services was not resolved and is included as a recommendation in the current year.

MORRIS COUNTY PARK COMMISSION
SUMMARY OF RECOMMENDATIONS

1. It is recommended that purchase orders are prepared/approved prior to the purchase of goods or services to ensure the availability of funds.

* * * * * * *