SUSSEX BOROUGH
RESOLUTION #2021-148R

CORRECTIVE ACTION PLAN AUDIT YEAR 2020

WHEREAS, the 2020 Annual Audit Report was delivered on and regulations promulgated by the Local Fiscal Affairs Law, N.J.S.A. 40A:5 requires that the Chief Financial Officer prepare a Corrective Action Plan covering all findings and recommendations in the audit report; and

WHEREAS, N.J.S.A. 40A:5 further requires approval of the Corrective Action Plan within 60 days of audit receipt by the Borough Council;

NOW, THEREFORE, BE IT RESOLVED by the Governing Body, of the Borough of Sussex that the Corrective Action Plan for the 2020 Annual Audit Report prepared by the Borough Chief Financial Officer and attached hereto as "Appendix A" be approved.

CERTIFICATION: I hereby certify the foregoing to be a true and correct copy of a resolution duly adopted by the Governing Body of the Borough of Sussex, in the County of Sussex, New Jersey, at a meeting held on November 16, 2021.

Antoinette Smith, Municipal Clerk
Borough of Sussex

BOROUGH OF SUSSEX CORRECTIVE ACTION PLAN YEAR – 2020

Finding/Comment #1

The Borough does not maintain an adequate segregation of duties within the Treasury Department.

Recommendation

That adequate segregation of duties within the Treasury Department be maintained.

Corrective Action

Duties of personnel will be reviewed to determine whether or not more adequate segregation of duties can be provided within budget constraints and the limited number of employees qualified to perform other accounting functions.

Implementation Date: On going

Comment #2

In some instances, purchases were not properly encumbered.

Recommendation

That all purchases be properly encumbered.

Corrective Action

Every effort will be made to properly encumber purchases.

Implementation Date: Current

Comment #3

There are cash deficits in ordinances over 5 years old in the Water/Sewer Capital Fund.

Recommendation

That cash deficits in ordinances over 5 years old be raised in future budgets.

Corrective Action

Cash deficits in ordinances over 5 years old will be raised in future budgets.

Implementation Date: 2022 Budget