

**SCHOOL DISTRICT
OF**

COLLINGSWOOD

**Collingswood Board of Education
Collingswood, New Jersey**

**Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2019**

**Comprehensive Annual
Financial Report**

of the

Collingswood Board of Education

Collingswood, New Jersey

For the Fiscal Year Ended June 30, 2019

**Prepared by
Collingswood Board of Education
Finance Department**

Collingswood School District

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Introductory Section



Collingswood Public Schools



It's Where You Want to Learn

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SCOTT A. OSWALD, Ed.D.
Superintendent of Schools

BETH ANN COLEMAN
Business Administrator/Board Secretary

November 8, 2019

Honorable President and
Members of the Board of Education
Collingswood School District
County of Camden
Collingswood, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Collingswood School District (District) for the fiscal year ended June 30, 2019, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a roster of officials and consultants. The financial section includes the general purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. Code of federal regulations, cost principals, and audit requirements for federal awards (uniform guidance): and the State of New Jersey Circular OMB15-08. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws, regulations, findings and recommendations, are included in the single audit section of this report.

1. REPORTING ENTITY AND ITS SERVICES

Collingswood School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No. 14. All funds and account groups of the District are included in this report. The Collingswood Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels PreK through 12. These include regular, vocational, and English as a Second Language for limited English speakers and special education for disabled youngsters. The District completed the 2018-19 fiscal year with an enrollment of 2,114 students, which is 121 students more than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last five years.

<u>Fiscal Year</u>	<u>Average Daily Enrollment Student Enrollment</u>	<u>Percent Change</u>
2014-2015	1,864	-1.1%
2015-2016	1,942	4%
2016-2017	1,955	.6%
2017-2018	1,993	2%
2018-2019	2,114	6%

2. ECONOMIC CONDITION AND OUTLOOK

The Borough of Collingswood continues to remain focused on its goal of maintaining existing ratables while examining ways to attract new ventures. Neighborhood redevelopment efforts continue to provide resources for community members to maintain their properties. The Borough uses the business improvement districts to provide funding for professional services to make the business districts a competitive environment. The program to convert multi-family dwellings back to sing-family homes continues to promote long-term family community commitment. The Haddon Avenue merchant area is thriving and includes a variety of dining and shopping opportunities. This area has become know throughout south Jersey and attracts nonresidents as well as residents to experience the restaurants and shopping opportunities. The continued efforts of the Borough suggest preservation of a standard of living the community has come to expect.

3. MAJOR INITIATIVES

The Collingswood Public School District will pursue the following initiatives during the 2018-2019 school year:

District:

- The board of education will continue to review cost saving measures and potential for shared services. The Collingswood Public Schools provide:
 - Custodial and Maintenance services to Oaklyn
 - Child Study Team services to Oaklyn
 - Technology services to Oaklyn
 - Administrative services to Oaklyn
 - Business office services to Oaklyn
 - Curriculum and Professional Development services to Oaklyn
 - As needed Maintenance services to the following school districts:
 - Bellmawr
 - Clementon
 - Haddon Township
 - Mount Ephraim
 - Audubon
 - Stratford
 - Brooklawn
 - Woodlynne

Collingswood continues to explore areas for sharing services in the area in order to limit our tax impact on the citizens while continuing to provide services and programming for our pupils.

We will continue to optimize our resources to encourage the effective use of technology and energy-efficient/sustainable practices.

In October 2018, to meet the needs of the parents in Collingswood, the District applied for and received funding for full day preschool under the Preschool Expansion Aid funding from the New Jersey Department of Education. In January 2019, Collingswood welcomed 42 preschoolers.

The district applied for and received funding to expand Pre-K into 19-20 and serve 112 additional children.

Looking forward, we shall:

- Continue to offer STEM- centered, problem solving courses.
- Continue to maintain our facilities.
- Implement trauma informed practices.

4. INTERNAL ACCOUNTING CONTROLS

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District management.

As part of the District's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5. BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the Borough of Collingswood. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount as amended for the fiscal year is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end either are canceled or are included as reappropriations of fund balance in the subsequent year. Those amounts to be reappropriated are reported as reservations of fund balance at June 30, 2019.

6. ACCOUNTING SYSTEM AND REPORTS

The District's account records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements," Note 1.

7. CASH MANAGEMENT

The investment policy of the District is guided in large part by state statute as detailed in “Notes to the Financial Statements,” Note 2. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey where the funds are secured in accordance with the Act.

8. RISK MANAGEMENT

The Board carries various forms of insurance, including but not limited to, general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

9. OTHER INFORMATION


Independent Audit:

State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Inverso & Stewart, CPAs, was selected by the Board’s finance committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations, cost principles, and audit requirements for federal awards (uniform guidance); and State of New Jersey Circular OMB15-08. The auditor's report on the general purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

10. ACKNOWLEDGEMENTS

We would like to express our appreciation to everyone involved in the audit process. The audit was completed in a timely manner without inconveniences or interruptions to the regular operation of the business office. We value the efforts of our Finance Committee as they work with District administrators in the preparation of the budget and the hard work and dedication of the entire Board as they seek to provide fiscal accountability to the citizens and taxpayers of Collingswood.

Respectfully submitted,



Scott A. Oswald
Superintendent of Schools

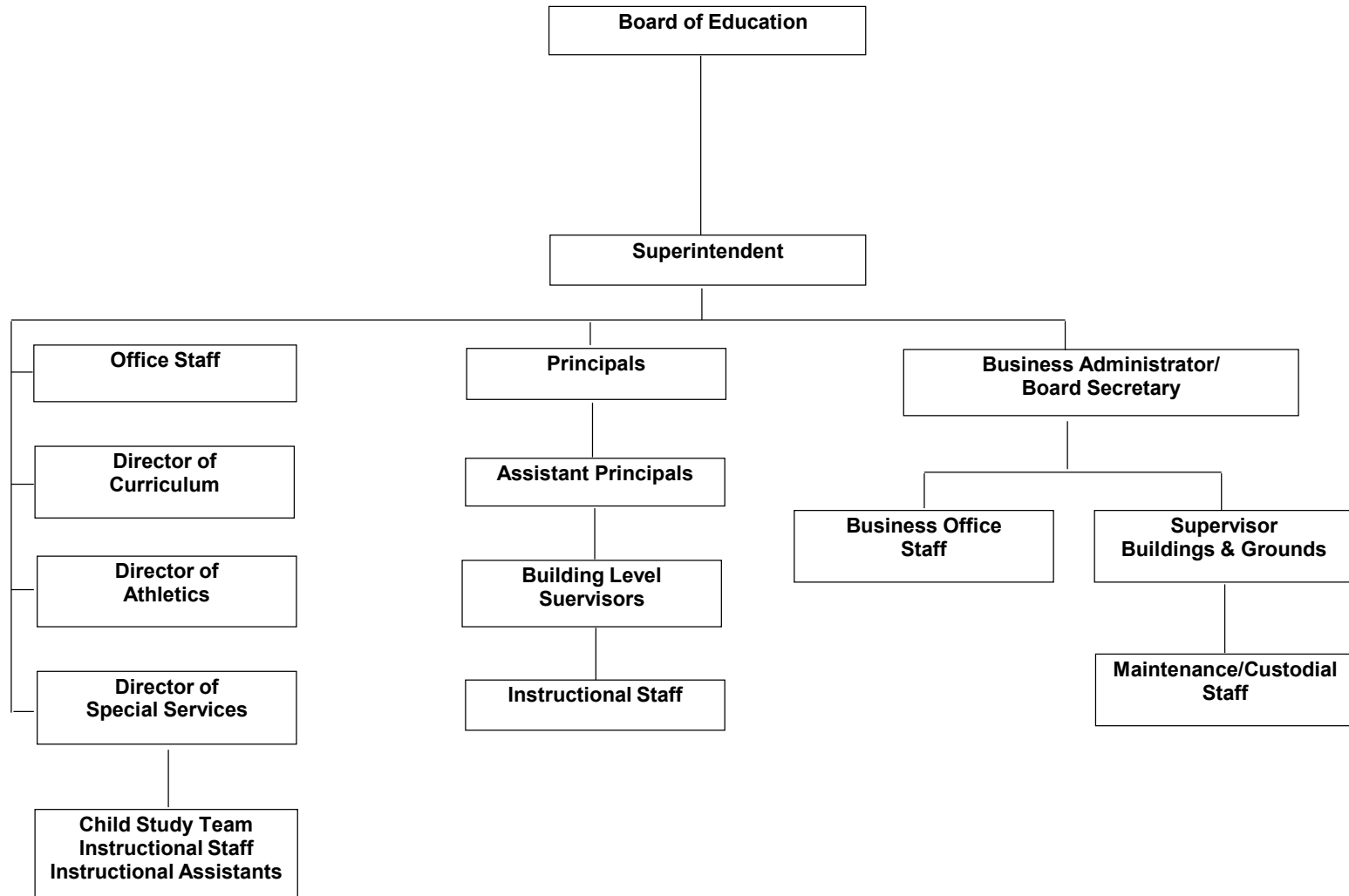


Beth Ann Coleman
Board Secretary/Business Administrator

SAO/BAC:ch

COLLINGSWOOD BOARD OF EDUCATION

Organizational Chart



COLLINGSWOOD SCHOOL DISTRICT

Roster of Officials

June 30, 2019

Members of the Board of Education:

Term Expires

Fiona Henry, President	2020
Regan Kaiden, Vice President	2021
Dr. Raymond Becker	2019
Kimberly Brooks	2020
Clinton Conner	2019
Antonina Miller	2020
Mary Severino	2021
Christine Sheridan-Cella	2021
Jason Waugh	2019

Members of the Board of Education - Sending Districts:

William Stauts, Oaklyn	2019
Carlos Poole, Woodlynne	2019

Other Officials:

Scott A. Oswald, Superintendent
Beth Ann Coleman, Business Administrator/Board Secretary
Joseph Betley, Esq. Solicitor
Inverso & Stewart LLC, Auditors
Garrison Architects, Architects

**COLLINGSWOOD SCHOOL DISTRICT
Consultants and Advisors**

Audit Firm

Inverso & Stewart, LLC
651 Route 73 North, Suite 402
Marlton, NJ 08053

Attorney

Capehart & Scatchard, P.A.
Joseph Betley, Esq.
8000 Midlantic Drive
Mount Laurel, NJ 08054

Architect

Garrison Architects
713 Creek Road
Bellmawr, NJ 08031

Official Depository

1st Colonial National Bank
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Financial Section

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INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Collingswood School District
County of Camden
Collingswood, New Jersey

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Collingswood School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Collingswood School District, in the County of Camden, State of New Jersey, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the School District's proportionate share of the net pension liability, and schedule of the School District's contributions, schedule of the State's proportionate share of the net OPEB liability associated with the School District and changes in the total OPEB liability and related ratios as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Collingswood School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, statistical section, and schedule of expenditures of federal awards are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey and are not a required part of the basic financial statements. The accompanying schedules of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost principles, and Audit Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and State of New Jersey Circular 15-08-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated November 8, 2019 on my consideration of the Collingswood School District's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Collingswood School District's internal control over financial reporting and compliance.

INVERSO & STEWART, LLC

Certified Public Accountants



Robert P. Inverso

Certified Public Accountant

Public School Accountant No. CS001095

Marlton, New Jersey
November 8, 2019

INVERSO & STEWART, LLC
Certified Public Accountants

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 New Jersey Society of CPAs

**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 AUDITOR'S REPORT

The Honorable President and Members
 of the Board of Education
 Collingswood School District
 County of Camden
 Collingswood, New Jersey

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial statement audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Collingswood School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued my report thereon dated November 8, 2019.

Internal Control Over Financial Reporting

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

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

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Collingswood School District’s financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Public School Accountant No. CS001095

Marlton, New Jersey
November 8, 2019

Required Supplementary Information - Part I

Management's Discussion and Analysis

**Collingswood School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019**

As management of the Board of Education of the Borough of Collingswood, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2019. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets of the School District did not exceed its liabilities at the close of the most recent fiscal year by \$8,763,710 (*net position*) due to the adoption and presentation of GASB 68.
- Governmental activities have an unrestricted net position deficit of \$11,306,116. The accounting treatments in the governmental funds for compensated absences payable, and the last state aid payment, the state statute that prohibits school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance and the adoption and presentation of GASB 68 are responsible for this deficit balance.
- The total net position of the School District increased by \$216,069 or 2.41% from the prior fiscal year-end balance. The majority of the increase is due the payment of long-term debt obligations, revaluation of fixed assets and the change in net pension liability.
- Fund balance of the School District's governmental funds decreased by \$748,075 resulting in an ending fund balance of \$4,423,925. This decrease was primarily due to a decrease in tuition revenues received.
- Business-type activities have unrestricted net position of \$168,351 which may be used to meet the School District's ongoing obligations of the food service operations.
- The School District's long-term obligations decreased by \$2,472,037 which is the net result of the required payment on long-term obligations, change in compensated absences and the change in net pension liability.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components: 1) District-wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-wide Financial Statements

The *district-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The district-wide financial statements include the statement of net position and the statement of activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets and liabilities is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the district-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover all or most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund. Business-type activities consolidate the Food Service Fund and the After School Program Fund.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with finance-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds account for essentially the same information reported in the governmental activities of the district-wide financial statements. However, unlike the district-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financing requirements in the near term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund, Special Revenue Fund and the Debt Service Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the district-wide financial statements. The School District maintains one type of proprietary fund - the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the district-wide financial statements, only in more detail.

The School District's enterprise funds (Food Service Fund, Summer Theater and Flip Tech) are listed individually and are considered to be major funds.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the district-wide financial statements because the resources of those funds are not available to support the School District's programs.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also contains other supplementary information and schedules required by the New Jersey Audit Program, issued by the New Jersey Department of Education.

District-wide Financial Analysis

The assets of the School District are classified as current assets and capital assets. Cash, investments, receivables, inventories and prepaid expenses are current assets. These assets are available to provide resources for the near-term operations of the School District. The majority of the current assets are the results of the tax levy and state aid collection process.

Capital assets are used in the operations of the School District. These assets are land, buildings, improvements, equipment and vehicles. Capital assets are discussed in greater detail in the section titled, Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits, unearned revenues, and current debt obligations. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year 2019. Long-term liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year 2019.

The assets of the primary government activities did not exceed liabilities by \$9,013,039 with an unrestricted deficit balance of \$11,306,116. As mentioned earlier, deficit unrestricted net position is primarily due to the accounting treatment for compensated absences payable, accrued interest payable, the last two state aid payments and the adoption of GASB 68. The net position of the primary government does not include internal balances.

A deficit net investment in land, improvements, buildings, equipment and vehicles of \$2,420,772 which provide the services to the School District's 2,114 public school students, represents 26.86% of the School District's deficit net position. Net position of \$4,713,849 have been restricted as follows:

Reserved for future budget appropriation	\$ 1,210,654
Reserved for encumbrances	\$ 59,147
Designated for subsequent budget	\$ 2,800,874
Capital reserve	\$ 393,049
Maintenance	<u>\$ 250,125</u>
Total	\$ 4,713,849

**Collingswood School District
Comparative Summary of Net Assets
As of June 30, 2019 and 2018**

	2019	2018	2019	2018	2019	2018
ASSETS						
Current assets	\$ 5,106,838	\$ 5,616,312	\$ 185,430	\$ 183,764	\$ 5,292,268	\$ 5,800,076
Capital assets	9,034,228	8,824,025	80,978	98,416	9,115,206	8,922,441
Total assets	<u>14,141,066</u>	<u>14,440,337</u>	<u>266,408</u>	<u>282,180</u>	<u>14,407,474</u>	<u>14,722,517</u>
Deferred Outflows of						
Resources	2,343,148	3,435,603			2,343,148	3,435,603
Defeasance losee	<u>144,941</u>				<u>144,941</u>	<u>-</u>
LIABILITIES						
Current liabilities	2,035,012	1,789,990	17,079	14,910	2,052,091	1,804,900
Noncurrent liabilities	<u>20,201,040</u>	<u>22,693,077</u>			<u>20,201,040</u>	<u>22,693,077</u>
Total Liabilities	<u>22,236,052</u>	<u>24,483,067</u>	<u>17,079</u>	<u>14,910</u>	<u>22,253,131</u>	<u>24,497,977</u>
Deferred Inflows of						
Resources	<u>3,406,142</u>	<u>2,639,922</u>			<u>3,406,142</u>	<u>2,639,922</u>
Net Position	<u>\$ (9,013,039)</u>	<u>\$ (9,247,049)</u>	<u>\$ 249,329</u>	<u>\$ 267,270</u>	<u>\$ (8,763,710)</u>	<u>\$ (8,979,779)</u>
Net Position Consists of:						
Net investment in						
Capital Assets	(2,420,772)	(3,470,975)	80,978	98,416	(2,339,794)	(3,372,559)
Restricted Assets	4,713,849	5,495,421			4,713,849	5,495,421
Unrestricted Assets	<u>(11,306,116)</u>	<u>(11,271,495)</u>	<u>168,351</u>	<u>168,854</u>	<u>(11,137,765)</u>	<u>(11,102,641)</u>
Net Position	<u>\$ (9,013,039)</u>	<u>\$ (9,247,049)</u>	<u>\$ 249,329</u>	<u>\$ 267,270</u>	<u>\$ (8,763,710)</u>	<u>\$ (8,979,779)</u>

Governmental Activities

Governmental activities increased the net position of the School District by \$234,010 during the current fiscal year. The increase in net assets for governmental activities is due to the following:

- Results of operations in the General Fund of (\$748,075)
- Repayment of Long Term Debt of \$840,000
- Increase in Compensated Absences of \$24,061
- Net Pension differences of (\$34,180)

Business-type Activities

Business-type activities decreased the School District's net position by \$17,941. Key elements of the increase in net position for business-type activities are as follows:

- The Food Service had a net loss of \$18,521
- The Summer Theater had a net gain of \$580

Collingswood School District
Comparative Schedule of Changes in Net Assets
As of and for the Fiscal Year Ended June 30, 2019 and 2018

	Governmental Activities		Business-Type Activites		District-Wide	
	2019	2018	2019	2018	2019	2018
Revenues:						
Charges for services	\$ 6,415,433	\$ 5,031,214	\$ 266,579	\$ 238,902	\$ 6,682,012	\$ 5,270,116
Operating Grants and contributions	16,439,633	18,680,520	424,994	429,866	16,864,627	19,110,386
Property taxes	17,347,976	17,037,697			17,347,976	17,037,697
State aid - unrestricted	10,639,679	10,540,727			10,639,679	10,540,727
Other revenues	370,341	596,078	690	300	371,031	596,378
Total Revenues	51,213,062	51,886,236	692,263	669,068	51,905,325	52,555,304
Expenses:						
Governmental Activities:						
Instruction	17,386,138	16,356,656			17,386,138	16,356,656
Tuition	645,776	505,079			645,776	505,079
Related Services	4,473,931	3,994,223			4,473,931	3,994,223
Administrative Services	2,559,035	2,460,305			2,559,035	2,460,305
Operations and Maintenance	3,917,646	3,553,923			3,917,646	3,553,923
Transportation	569,659	580,995			569,659	580,995
Employee benefits	20,730,545	23,466,471			20,730,545	23,466,471
Special Schools	237,282	291,824			237,282	291,824
Interest on debt	445,863	471,713			445,863	471,713
Other	13,177	39,320			13,177	39,320
Business-Type Activities:						
Food Service			692,422	638,343	692,422	638,343
Summer Theater			17,782	17,494	17,782	17,494
Flip Tech			-	5,441	-	5,441
Total Expenses	50,979,052	51,720,509	710,204	661,278	51,689,256	52,381,787
Increase (Decrease) in Net Position before transfers	234,010	165,727	(17,941)	7,790	216,069	173,517
Transfers						
Change in Net Position	234,010	165,727	(17,941)	7,790	216,069	173,517
Net Position, July 1	(9,247,049)	(9,412,776)	267,270	259,480	(8,979,779)	(9,153,296)
Net Position, June 30	\$ (9,013,039)	\$ (9,247,049)	\$ 249,329	\$ 267,270	\$ (8,763,710)	\$ (8,979,779)

Financial Analysis of the Governmental Funds

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds - The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the School District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$4,423,925 a decrease of \$748,075 in comparison with the prior year. The decrease is due to decreased tuition income.

The unassigned fund balance for the School District at the end of the fiscal year includes a combination of an unassigned fund balance deficit for the General Fund of \$289,924. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed (1) as restricted cash reserved for future capital outlay expenditures \$393,049, (2) maintenance reserve \$250,125, (3) appropriated as a revenue source in the subsequent year's budget \$2,029,604, (4) reserved for encumbrances \$59,147 (5) reserved for future budget appropriation in accordance with state statute \$1,981,924.

The general fund is the chief operating fund of the School District. As discussed earlier, the deficit balance in the unreserved fund balance is due, primarily, to the accounting treatment of the last state aid payment as discussed in Note 19 of the notes to the basic financial statements, and state statutes that prohibit New Jersey school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance.

General Fund Budgetary Highlights

At the end of the current fiscal year, unassigned fund balance (budgetary basis) of the general fund was \$711,806, while total fund balance (budgetary basis) was \$5,425,655. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance (budgetary basis) and total fund balance (budgetary basis) to total general fund expenditures. Actual (budgetary basis) expenditures of the General Fund including other financing uses amounted to \$39,939,283. Unassigned fund balance (budgetary basis) represents 1.78% of expenditures while total fund balance (budgetary basis) represents 13.58% of that same amount.

Capital Asset and Debt Administration

The School District's investment in capital assets for its governmental and business-type activities as of June 30, 2019, totaled \$9,115,206 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, improvements, buildings, equipment and vehicles. There was an increase in the District's investment in capital assets for the current fiscal year of \$192,765 or 2.16%. The increase is due to an increase improvements and equipment net of accumulated depreciation.

Collingswood School District Capital Asset (net of accumulated depreciation) June 30, 2019 and 2018

	Governmental Activities		Business-Type Activities		District-Wide	
	2019	2018	2019	2018	2019	2018
Land	\$ 390,040	\$ 390,040	\$ -	\$ -	\$ 390,040	\$ 390,040
Construction in Progress					-	-
Site Improvements	596,920	626,800			596,920	626,800
Building and Building Improvements	6,957,946	6,891,906			6,957,946	6,891,906
Equipment	929,546	826,063	80,978	98,416	1,010,524	924,479
Vehicles	159,776	89,216			159,776	89,216
Net Assets	<u>\$ 9,034,228</u>	<u>\$ 8,824,025</u>	<u>\$ 80,978</u>	<u>\$ 98,416</u>	<u>\$ 9,115,206</u>	<u>\$ 8,922,441</u>

Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Long-term debt – During the fiscal year ended June 30, 2019, the School District had \$11,455,000 in serial bonds payable, \$382,798 in compensated absences and \$9,223,242 in net pension liability.

State statutes limit the amount of general obligation debt that the District may issue. At the end of the current fiscal year, the legal debt limit was \$42,706,411 with a remaining borrowing capacity of \$31,251,411.

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7, 9 and 14) of this report.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered and incorporated into the preparation of the School District's budget for the 2019-2020 fiscal year.

- The Board of Education is determined to continue to offer a lean and efficient budget while meeting the needs of our community.
- The Board of Education continues to review cost saving measures and potential for shared services. The Collingswood Public Schools provide:
 - Custodial and Maintenance services to Oaklyn
 - Child Study Team services to Oaklyn
 - Technology services to Oaklyn
 - Administrative services to Oaklyn
 - Business office services to Oaklyn
 - Maintenance services to our neighboring districts on a time and materials basis as requested. Those Districts include; Mount Ephraim, Clementon, Bellmawr, Stratford, Haddon Township, Brooklawn and Audubon.

In October 2018, Collingswood applied for and was approved by the New Jersey Department of Education for Preschool Expansion. In January 2019, Collingswood welcomed pupils into 11 new classes. Collingswood expects to continue its expansion in to 20-21.

In the November 2019 general election, the community passed a separate proposal to the school district budget in the amount of \$225,000. The funds represent a permanent increase in the district's tax levy and are to be used to provide mental health services to our pupils.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Collingswood School District Business Administrator, 200 Lees Avenue, Collingswood, New Jersey, 08108, telephone number (856) 962-5720.

Basic Financial Statements

District-Wide Financial Statements

COLLINGSWOOD SCHOOL DISTRICT
Statement of Net Position
June 30, 2019

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and cash equivalents	\$ 3,457,938	\$ 151,036	\$ 3,608,974
Restricted cash and cash equivalents	643,174		643,174
Receivables, net	1,005,726	20,312	1,026,038
Inventory		14,082	14,082
Capital assets, net (Note 5)	9,034,228	80,978	9,115,206
Total Assets	14,141,066	266,408	14,407,474
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows of resources from pensions	2,343,148		2,343,148
Defeasance loss	144,941		144,941
Total deferred outflows of resources	2,488,089	-	2,488,089
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:			
	16,629,155	266,408	16,895,563
LIABILITIES:			
Payable to state government	42,560		42,560
Unearned revenue	228,262	17,079	245,341
Accounts payable			
Related to pensions	457,969		457,969
Other	409,242		409,242
Other liabilities	2,849		2,849
Accrued interest payable	34,130		34,130
Noncurrent liabilities:			
Due within one year	860,000		860,000
Due beyond one year	20,201,040		20,201,040
Total Liabilities	22,236,052	17,079	22,253,131
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflows of resources from pensions	3,406,142		3,406,142
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:			
	25,642,194	17,079	25,659,273
NET POSITION:			
Net investment in capital assets	(2,420,772)	80,978	(2,339,794)
Restricted for:			
Capital projects	393,049		393,049
Other purposes	4,320,800		4,320,800
Unrestricted (Deficit)	(11,306,116)	168,351	(11,137,765)
Total Net Position	\$ (9,013,039)	\$ 249,329	\$ (8,763,710)

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

COLLINGSWOOD SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 12,123,288	\$ 6,415,433	\$ 715,761	\$ -	\$ (4,992,094)	\$ -	\$ (4,992,094)
Special Education	3,504,519		399,503		(3,105,016)		(3,105,016)
Other instruction	1,758,331				(1,758,331)		(1,758,331)
Support Services:							
Tuition	645,776				(645,776)		(645,776)
Student & instruction related services	4,473,931		367,353		(4,106,578)		(4,106,578)
General administrative services	762,457				(762,457)		(762,457)
School administrative services	1,337,230				(1,337,230)		(1,337,230)
Central administrative services	459,348				(459,348)		(459,348)
Plant operations and maintenance	3,917,646		46,705		(3,870,941)		(3,870,941)
Pupil transportation	569,659				(569,659)		(569,659)
Unallocated employee benefits	20,730,545		14,910,311		(5,820,234)		(5,820,234)
Special schools	12,590				(12,590)		(12,590)
Transfer to charter schools	224,692				(224,692)		(224,692)
Interest on long-term debt	445,863				(445,863)		(445,863)
Unallocated	13,177				(13,177)		(13,177)
Total Governmental Activities	<u>50,979,052</u>	<u>6,415,433</u>	<u>16,439,633</u>	<u>-</u>	<u>(28,123,986)</u>	<u>-</u>	<u>(28,123,986)</u>
Business-Type Activities:							
Food Service	692,422	248,217	424,994			(19,211)	(19,211)
Summer Theater	17,782	18,362				580	580
Flip Tech						-	-
Total Business-Type Activities	<u>710,204</u>	<u>266,579</u>	<u>424,994</u>			<u>(18,631)</u>	<u>(18,631)</u>
Total Primary Government	<u>\$ 51,689,256</u>	<u>\$ 6,682,012</u>	<u>\$ 16,864,627</u>	<u>\$ -</u>	<u>(28,123,986)</u>	<u>(18,631)</u>	<u>(28,142,617)</u>
General Revenues:							
Taxes:							
Property taxes, levied for general purposes, net					16,058,813		16,058,813
Taxes levied for debt service					1,289,163		1,289,163
Federal and State aid not restricted					10,639,679		10,639,679
Investment Earnings					2,080	690	2,770
Miscellaneous Income					368,261		368,261
Transfers							
Total general revenues, special items, extraordinary items and transfers					<u>28,357,996</u>	<u>690</u>	<u>28,358,686</u>
Change in Net Position					234,010	(17,941)	216,069
Net Position -- July 1, 2018					<u>(9,247,049)</u>	<u>267,270</u>	<u>(8,979,779)</u>
Net Position -- June 30, 2019					<u>\$ (9,013,039)</u>	<u>\$ 249,329</u>	<u>\$ (8,763,710)</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

Fund Financial Statements

COLLINGSWOOD SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2019

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets:					
Cash and cash equivalents	\$ 3,457,938	\$ -	\$ -	\$ -	\$ 3,457,938
Receivables, net:					
State aid	165,164	67,833			232,997
Federal		281,330			281,330
Other governmental units	52,728				52,728
Other accounts receivable	28,644				28,644
Interfund	427,328	9,756			437,084
Restricted assets:					
Cash and cash equivalents	643,174				643,174
Total Assets	<u>\$ 4,774,976</u>	<u>\$ 358,919</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,133,895</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	240,435	168,807			409,242
Intergovernmental payable - State		42,560			42,560
Interfund payable	9,756	17,301			27,057
Unearned revenues	98,011	130,251			228,262
Other liabilities	2,849				2,849
Total Liabilities	<u>351,051</u>	<u>358,919</u>			<u>709,970</u>
Fund Balances:					
Restricted for:					
Capital reserve	393,049				393,049
Maintenance reserve	250,125				250,125
Excess surplus	1,210,654				1,210,654
Excess surplus - designated for subsequent year's expenditures	2,029,604				2,029,604
Assigned to:					
Year-end encumbrances	59,147				59,147
Designated for subsequent year's budget	771,270				771,270
Unassigned	(289,924)				(289,924)
Total Fund Balances	<u>4,423,925</u>				<u>4,423,925</u>
Total Liabilities and Fund Balances	<u>\$ 4,774,976</u>	<u>\$ 358,919</u>	<u>\$ -</u>	<u>\$ -</u>	

Amounts reported for governmental activities in the statement of net position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$33,389,199 and the accumulated depreciation is \$24,354,971.	9,034,228
The difference between the reacquisition price and the net carrying value of old debt (bonds payable) IS reported as a deferred outflow of resources.	144,941
Accounts payable related to the April 1, 2020 required PERS contribution that is not to be liquidated with current financial resources.	(457,969)
The District's proportionate share of net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows of resources are recognized in the government-wide statements and include:	
Deferred Outflows of resources from Pensions	2,343,148
Net Pension Liability	(9,223,242)
Deferred Inflows of resources from Pensions	(3,406,142)
	(10,286,236)
The following long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds:	
General Obligation Bonds	(11,455,000)
Accrued Interest Payable	(34,130)
Compensated Absences Payable	(382,798)
	(11,871,928)
Net Position of Governmental Activities	<u>\$ (9,013,039)</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

COLLINGSWOOD SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2019

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local sources:					
Local tax levy	\$ 16,058,813	\$ -	\$ -	\$ 1,289,163	\$ 17,347,976
Tuition charges	6,415,433	-	-	-	6,415,433
Interest earned	2,080	-	-	-	2,080
Miscellaneous	368,261	-	-	-	368,261
Total local sources	22,844,587	-	-	1,289,163	24,133,750
Local Sources	-	1,867	-	-	1,867
State sources	16,274,470	653,213	-	-	16,927,683
Federal sources	72,151	961,399	-	-	1,033,550
Total Revenues	39,191,208	1,616,479	-	1,289,163	42,096,850
EXPENDITURES:					
Current expense:					
Regular instruction	10,991,471	715,761	-	-	11,707,232
Special education instruction	3,105,016	399,503	-	-	3,504,519
Other instruction	1,758,331	-	-	-	1,758,331
Support services and undistributed costs:					
Tuition	645,776	-	-	-	645,776
Student & instruction related services	4,106,578	367,353	-	-	4,473,931
General administrative services	706,458	-	-	-	706,458
School administrative services	1,337,230	-	-	-	1,337,230
Central administrative services	459,348	-	-	-	459,348
Plant operations and maintenance	3,243,416	-	-	-	3,243,416
Pupil transportation	569,659	-	-	-	569,659
Unallocated employee benefits	11,464,996	87,157	-	-	11,552,153
Capital outlay	1,313,722	46,705	-	-	1,360,427
Special schools	12,590	-	-	-	12,590
Transfer to charter schools	224,692	-	-	-	224,692
Redemption of principal	-	-	-	840,000	840,000
Interest	-	-	-	449,163	449,163
Total Expenditures	39,939,283	1,616,479	-	1,289,163	42,844,925
Excess (deficiency) of revenues over (under) expenditures	(748,075)	-	-	-	(748,075)
Other Financing Sources (Uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	(748,075)	-	-	-	(748,075)
Fund balance - July 1, 2018	5,172,000	-	-	-	5,172,000
Fund balance - June 30, 2019	\$ 4,423,925	\$ -	\$ -	\$ -	\$ 4,423,925

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

COLLINGSWOOD SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2019

Total net change in fund balances - governmental funds (from B-2) \$ (748,075)

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Governmental Funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Depreciation expense	\$ (559,993)	
Fixed assets additions	<u>770,196</u>	210,203

Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 840,000

Deferred loss on refunding arising from the issuance of the refunding school bonds is recorded as a deferred outflow of resources. It is amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense. (13,177)

Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This amount is the net effect of the difference in the treatment of interest on long-term debt. 3,300

Net differences between pension system contributions recognized in the fund statement of revenues, expenditures and changes in fund balances and the statement of activities. (34,180)

In the statement of activities, certain operating expenses, (e.g. compensated absences) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+) (24,061)

Change in Net Position of Governmental Activities \$ 234,010

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

COLLINGSWOOD SCHOOL DISTRICT
Statement of Net Position
Proprietary Funds
June 30, 2019

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Food Service	Summer Theater	Flip Tech	Maintenance Services
ASSETS:				
Current assets:				
Cash and cash equivalents	\$ 134,150	\$ 16,886	\$ -	\$ 407,960
Intergovernmental receivables:				
State Aid	323	-	-	-
Federal Aid	19,989	-	-	-
Other	-	-	-	4,313
Inventories	14,082	-	-	-
Total current assets	<u>168,544</u>	<u>16,886</u>	<u>-</u>	<u>412,273</u>
Noncurrent Assets:				
Equipment	275,456	-	-	-
Less - accumulated depreciation	<u>(194,478)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Noncurrent Assets	<u>80,978</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>249,522</u>	<u>16,886</u>	<u>-</u>	<u>412,273</u>
LIABILITIES:				
Current liabilities:				
Interfund payable	-	-	-	409,825
Accounts payable	-	-	-	2,448
Unearned revenue	7,029	10,050	-	-
Total Liabilities	<u>7,029</u>	<u>10,050</u>	<u>-</u>	<u>412,273</u>
NET POSITION:				
Net investment in capital assets	80,978	-	-	-
Unrestricted	<u>161,515</u>	<u>6,836</u>	<u>-</u>	<u>-</u>
Total Net Position	<u>\$ 242,493</u>	<u>\$ 6,836</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

COLLINGSWOOD SCHOOL DISTRICT
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2019

	Business-Type Activities			Governmental
	Enterprise Funds			Activities
	Food Service	Summer Theater	Flip Tech	Internal Service Funds Maintenance Funds
Operating Revenues:				
Charges for services:				
Daily sales - reimbursable programs	\$ 117,688	\$ -	\$ -	\$ -
Daily sales - non-reimbursable programs	126,149	-	-	-
Maintenance services	-	-	-	889,646
Miscellaneous	-	18,362	-	-
Special functions	4,380	-	-	-
Total Operating Revenues	<u>248,217</u>	<u>18,362</u>	<u>-</u>	<u>889,646</u>
Operating Expenses:				
Cost of sales-Reimbursable	227,769	-	-	-
Cost of sales-Nonreimbursable	59,539	-	-	-
Salaries	222,868	10,725	-	-
Personal services - employee benefits	47,821	-	-	-
Supplies	39,820	2,982	-	-
Purchased services	34,889	4,075	-	-
Other costs	42,278	-	-	889,646
Depreciation	17,438	-	-	-
Total Operating Expenses	<u>692,422</u>	<u>17,782</u>	<u>-</u>	<u>889,646</u>
Operating Income (Loss)	<u>(444,205)</u>	<u>580</u>	<u>-</u>	<u>-</u>
Nonoperating Revenues (Expenses):				
State sources:				
State school lunch program	6,600	-	-	-
Federal sources:				
National school lunch program	279,168	-	-	-
National school breakfast program	95,886	-	-	-
Food distribution program	43,340	-	-	-
Interest on investments	690	-	-	-
Total Nonoperating Revenues (Expenses)	<u>425,684</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position	(18,521)	580	-	-
Net Position - July 1, 2018	<u>261,014</u>	<u>6,256</u>	<u>-</u>	<u>-</u>
Net Position - June 30, 2019	<u>\$ 242,493</u>	<u>\$ 6,836</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

COLLINGSWOOD SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Food Service	Summer Theater	Flip Tech	Maintenance Funds
Cash Flows from Operating Activities:				
Cash receipts from customers	\$ 249,955	\$ 28,352	\$ -	\$ 893,642
Cash receipts from vendor	-	60	-	-
Cash payments to employees for services	(270,689)	(10,725)	-	(772,610)
Cash payments to suppliers for goods and services	(360,713)	(7,057)	(1,338)	-
Net cash used by operating activities	(381,447)	10,630	(1,338)	121,032
Cash Flows from Noncapital Financing Activities:				
Cash received from state sources	6,612	-	-	-
Cash received from federal sources	378,021	-	-	-
Net cash provided by noncapital financing activities	384,633	-	-	-
Cash Flows Used by Capital and Related Financing Activities:				
Purchase of equipment	-	-	-	-
Cash Flow Provided by Investing Activities:				
Interest on cash equivalents	690	-	-	-
Net increase (decrease) in cash and cash equivalents	3,876	10,630	(1,338)	121,032
Cash and cash equivalents - July 1, 2018	130,274	6,256	1,338	286,928
Cash and cash equivalents - June 30, 2019	<u>\$ 134,150</u>	<u>\$ 16,886</u>	<u>\$ -</u>	<u>\$ 407,960</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (444,205)	\$ 580	\$ -	\$ -
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:				
Depreciation	17,438	-	-	-
Commodities	43,340	-	-	-
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	-	-	-	3,996
(Increase) decrease in inventory	243	-	-	-
(Increase) decrease in interfund receivable	-	(8,280)	-	-
Increase (decrease) in interfund payable	-	-	-	116,132
Increase (decrease) in unearned revenue	1,737	1,770	-	-
Increase (decrease) in accounts payable	-	-	(1,338)	904
Net cash provided by (used for) operating activities	<u>\$ (381,447)</u>	<u>\$ (5,930)</u>	<u>\$ (1,338)</u>	<u>\$ 121,032</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

COLLINGSWOOD SCHOOL DISTRICT
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2019

	<u>Trust Funds</u>			<u>Agency Funds</u>
	<u>Unemployment Compensation Trust</u>	<u>Flexible Benefit Trust</u>	<u>Private Purpose Scholarship Fund</u>	
ASSETS:				
Cash and cash equivalents	\$ 831,995	\$ 14,586	\$ 179,484	\$ 223,117
Total Assets	<u>831,995</u>	<u>14,586</u>	<u>179,484</u>	<u>223,117</u>
LIABILITIES:				
Payroll deductions and withholdings	869	-	-	-
Accounts payable	157	-	-	-
Due to student groups	<u>-</u>	<u>-</u>	<u>-</u>	<u>223,117</u>
Total Liabilities	<u>1,026</u>	<u>-</u>	<u>-</u>	<u>\$ 223,117</u>
NET POSITION:				
Held in trust for unemployment claims and other purposes	<u>\$ 830,969</u>			
Held in trust for claims		<u>\$ 14,586</u>		
Reserved for scholarships			<u>\$ 179,484</u>	

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

COLLINGSWOOD SCHOOL DISTRICT
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2019

	<u>Unemployment Compensation Trust</u>	<u>Flexible Benefit Trust</u>	<u>Private Purpose Scholarship Fund</u>
ADDITIONS:			
Contributions:	\$ 37,709	\$ 36,600	\$ 25,910
Total Contributions	37,709	36,600	25,910
Interest earned on investments	12,952	34	639
Total Additions	<u>50,661</u>	<u>36,634</u>	<u>26,549</u>
DEDUCTIONS:			
Claims paid	21,398	34,732	-
Scholarships awarded	<u>-</u>	<u>-</u>	<u>33,588</u>
Total Deductions	<u>21,398</u>	<u>34,732</u>	<u>33,588</u>
Change in Net Position	29,263	1,902	(7,039)
Net Position - July 1, 2018	<u>801,706</u>	<u>12,684</u>	<u>186,200</u>
Net Position - June 30, 2019	<u>\$ 830,969</u>	<u>\$ 14,586</u>	<u>\$ 179,161</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity - The Collingswood School District (“School District”) is a Type II district located in the County of Camden, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board of Education is comprised of nine members elected to three-year terms. These terms are staggered so that three member’s terms expire each year. The purpose of the School District is to provide educational services for resident students in grades K through 12. In addition, the School District provides educational services for students in grades 9 through 12 received from the Oaklyn School District and the Woodlynn School District, on a tuition basis. The School District has an approximate enrollment at June 30, 2019 of 2,114 students.

The primary criteria for including activities within the School District’s reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards* is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School district over which the Board exercises operating control.

Component Units – GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit*, provide guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statements No. 14 and No. 39. In addition, GASB Statement No. 61, provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government’s management determines that it would be misleading to exclude them. GASB Statement No. 80, *Blending Requirements for Certain Component Units* - an Amendment of GASB Statement No. 14 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criteria requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Basis of Presentation

The basic financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

The School District's basic financial statements consists of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Statements - The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The statement of net position presents the financial condition of the governmental and business-type activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for the business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Government-wide Statements (Continued) - Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements - During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type. The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

General Fund - The general fund is the general operating fund of the School District and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the School District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey aid, district taxes and appropriated fund balance. Expenditures are those which result in the acquisition of or additions to capital assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment.

Special Revenue Fund - The special revenue fund is used to account for and report the proceeds of specific revenues sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Projects Fund - The capital projects fund is used to account and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from New Jersey Economic Development Authority grants, temporary notes or serial bonds which are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

Debt Service Fund - The debt service fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Proprietary Funds - Proprietary funds are used to account for the School District's ongoing activities, which are similar to those in the private sector.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Funds (Continued)

Enterprise Funds – The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that all costs (expenses, including depreciation) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the School District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The School District’s enterprise funds are:

Food Service Fund - This fund accounts for the financial transactions related to the food service operations.

Summer Theater - This fund accounts for the financial transactions related to the summer theater program.

All proprietary funds are accounted for on a cost of services or “capital maintenance” measurement focus. This means that all assets and all liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (net position) is segregated into investment in capital assets, net of related debt, and unrestricted net, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total position.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	12 Years
Light Trucks and Vehicles	4 Years
Heavy Trucks and Vehicles	6 Years

Internal Service Fund – The internal service fund has been established to account for the financing of maintenance services provided by the Collingswood School District for use by other school districts, as well as for the Collingswood School District itself. Services are provided on a cost-reimbursement basis.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into two classifications: trust funds and agency funds. Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds (i.e. payroll and student activities). They are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District has five fiduciary funds; an unemployment compensation trust fund, a private purpose scholarship fund, a flexible spending trust fund, a student activity fund, and a payroll fund.

Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net position.

Fund Financial Statements – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e. revenues and other financing sources) and uses (i.e. expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus (Continued)

Fund Financial Statements (Continued) - Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e. revenues) and decreases (i.e. expenses) in net total position. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined and "available" means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days after fiscal year end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include Ad Valorem (property) taxes, grants, entitlements, and donations. Ad Valorem (Property) Taxes are susceptible to accrual, as under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The School District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year since the revenue is both measurable and available. The School District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of restricted formula aids recorded in the special revenue fund, revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end; tuition, grants, fees, and rentals.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year is reported in the operating statement as an expense. Unused donated commodities are reported as unearned revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets/Budgetary Control - Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:23A-16.2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the one or more June state aid payments for budgetary purposes only and the special revenue fund. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

The accounting records of the special revenue fund are maintained on the budgetary basis. The budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The budget, as detailed on Exhibit C-1, Exhibit C-2 and Exhibit I-3, includes all amendments to the adopted budget, if any.

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances – governmental funds. Note that the School District does not report encumbrances outstanding at year end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the one or more June state aid payments.

Encumbrances - Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Encumbrances are a component of fund balance at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services. Open encumbrances in governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, and all eligibility and time requirements satisfied are reflected on the balance sheet as unearned grant revenue at fiscal year-end.

The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year end.

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. N.J.S.A. 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash, Cash Equivalents and Investments (Continued) -N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act (GUDPA), a multiple financial institution collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

Tuition Receivable - Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Tuition Payable - Tuition charges for the fiscal years ended June 30, 2019 and 2018 were based on rates established by the receiving school district. These rates are subject to change when the actual costs have been determined.

Inventories - Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out basis.

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed, and is not recorded since any amounts are considered immaterial to the basic financial statements.

Inventories recorded in the government-wide financial statements and in the proprietary fund types are recorded as expenditures when consumed rather than when purchased.

Prepaid Expenses - Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2019.

In the governmental fund types, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Deferred Outflows/Inflows of Resources – In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Short-Term Interfund Receivables / Payables - Short-term interfund receivables / payables represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund in the School District and that are due within one year. These amounts are eliminated in the governmental and business-type columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Capital Assets - General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued) - Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and the proprietary fund statement of net position.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of \$2,000.00. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land and Improvements	10-20 years	N/A
Buildings and Improvements	10-50 years	N/A
Furniture and Equipment	5-20 years	12 years
Vehicles	5-10 years	4-6 years

Bond Defeasances – In the government-wide financial statements, gains or losses on bond refundings represent the difference between the price required to repay previously issued debt and the net carrying amount of the retired debt, and are recorded as either a deferred outflow or deferred inflow of resources. In subsequent years, these amounts are amortized on a straight-line basis as a component of interest expense over the shorter of the life of the old or new debt.

Accrued Salaries and Wages - Certain School District employees, who provide services to the School District over the ten-month academic year, have the option to have their salaries evenly disbursed during the twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account.

Compensated Absences - Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the School District and its employees, is accrued as the employees earn the rights to the benefits. Compensated absences that relate to future services, or that are contingent on a specific event that is outside the control of the School District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

Unearned Revenue – Unearned Revenue arises when assets are recognized before revenue recognition criteria have been satisfied and are recorded as a liability until the revenue is both measurable and the School District is eligible to realize the revenue.

Accrued Liabilities and Long-Term Obligations - All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accrued Liabilities and Long-Term Obligations (Continued) - However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the fund financial statements when due.

Net Position - Net position represents the difference between the summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into the following three components:

Net investment in capital assets - This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

Restricted - Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or law or regulations of other governments.

Unrestricted - Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Fund Balance - The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's classifications, and policies for determining such classifications, are as follows:

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The "not in spendable form" criteria includes items that are not expected to be converted to cash, such as inventories and prepaid amounts. The School District had no nonspendable fund balance at June 30, 2019.

Restricted - This fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed - This fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision making authority, which for the School District is the Board of Education. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action imposing the commitment.

Assigned - This fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the Business Administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes.

Unassigned - This fund balance classification is the residual classification for the General Fund. It represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance (Committed) – When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is the School District’s policy to spend restricted fund balances first. Likewise, when an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

Operating and Non-Operating Revenues and Expenses - Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for the food service program and maintenance service fees for the internal service fund. Non-operating revenues principally consist of interest income earned on various interest bearing accounts and federal and state subsidy reimbursements for the food service program.

Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. There are no non-operating expenses.

Interfunds – Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed.

Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Recently Issued Accounting Pronouncements - In January 2017, the GASB issued Statement 84, *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. The adoption of this Statement will not have any effect on the District’s financial reporting.

In June 2017, the GASB issued Statement 87, *Leases*. This Statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. The adoption of this Statement may have an effect on the District’s financial reporting.

In June 2018, the GASB issued Statement 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. This Statement also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019. The adoption of this Statement will not have any effect on the District’s financial reporting.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Recently Issued Accounting Pronouncements (Continued)

In August 2018, the GASB issued Statement No. 90, *Majority Equity Interests – an Amendment of GASB Statements No. 14 and No. 61*. This Statement is designed to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. This Statement also requires that a component unit in which a government has a 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. The adoption of this Statement will not have any effect on the District's financial reporting.

In May 2019, the GASB issued Statement 91, *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation: establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. The adoption of this Statement will not have any effect on the District's financial reporting.

2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk refers to the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School district in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings of funds that pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized. Of the School District's amount on deposit of \$6,621,988 as of June 30, 2019, \$602,582 was insured under FDIC and the remaining balance of \$6,019,406 was collateralized under GUDPA.

3. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the New Jersey Department of Education, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

3. CAPITAL RESERVE ACCOUNT (continued)

The activity of the capital reserve for the July 1, 2018 to June 30, 2019 fiscal year is as follows:

Balance July 1, 2018		\$ 1,141,094
Increased by:		
Interest Earned	\$ 1,955	
Transfer per Board Resolution	<u>-</u>	
		<u>1,955</u>
Decreased by:		
Budget Appropriation		<u>750,000</u>
Balance June 30, 2019		<u><u>\$ 393,049</u></u>

The June 30, 2019 capital reserve balance does not exceed the LRFPP balance of local support costs of uncompleted projects.

4. ACCOUNTS RECEIVABLES

Accounts receivables at June 30, 2019 consisted of other governmental units and governmental grants. All receivables are considered collectible in full due to the stable condition of the other governmental units, State programs and the current fiscal year guarantee of federal funds.

Accounts receivable at June 30, 2019 for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

	General Fund	Special Revenue Fund	Enterprise Fund	Internal Service Fund	Total
Intergovernmental					
State	\$ 165,164	\$ 67,833	\$ 323	\$ -	\$ 233,320
Federal		281,330	19,989		301,319
Other	<u>81,373</u>			<u>4,314</u>	<u>85,687</u>
Total	<u><u>\$ 246,537</u></u>	<u><u>\$ 349,163</u></u>	<u><u>\$ 20,312</u></u>	<u><u>\$ 4,314</u></u>	<u><u>\$ 620,326</u></u>

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

5. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2019, was as follows:

	<u>Balance June 30, 2018</u>	<u>Additions/ Adjustments</u>	<u>Deletions/ Adjustments</u>	<u>Balance June 30, 2019</u>
Governmental Activities:				
Land	\$ 390,040	\$ -	\$ -	\$ 390,040
<hr/>				
Total capital assets not being Depreciated	390,040			390,040
Land Improvements	1,710,885	35,025	(235,005)	1,510,905
Building and Improvements	24,985,396	396,516	(662,500)	24,719,412
Vehicles	325,403	101,234	(36,406)	390,231
Equipment	6,176,117	237,421	(34,927)	6,378,611
Total Historical Cost	<u>33,587,841</u>	<u>770,196</u>	<u>(968,838)</u>	<u>33,389,199</u>
Less Accumulated Depreciation:				
Land Improvements	(1,084,085)	(64,905)	235,005	(913,985)
Building and Improvements	(18,093,490)	(330,476)	662,500	(17,761,466)
Vehicles	(236,187)	(30,674)	36,406	(230,455)
Equipment	(5,350,054)	(133,938)	34,927	(5,449,065)
Total Accumulated Depreciation	<u>(24,763,816)</u>	<u>(559,993)</u>	<u>968,838</u>	<u>(24,354,971)</u>
<hr/>				
Governmental Activities Capital Assets, Net	<u>\$ 8,824,025</u>	<u>\$ 210,203</u>	<u>\$ -</u>	<u>\$ 9,034,228</u>
<hr/>				
Business-Type Activities:				
Equipment	275,456			275,456
Less - Accumulated Depreciation	<u>(177,040)</u>	<u>(17,438)</u>		<u>(194,478)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 98,416</u>	<u>\$ (17,438)</u>	<u>\$ -</u>	<u>\$ 80,978</u>

Depreciation expense in the amount of \$559,993 was charged to governmental functions as follows:

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 391,995
General Administration	55,999
Plant operations and maintenance	83,999
Unallocated	<u>28,000</u>
Total depreciation expense	<u>\$ 559,993</u>

6. INVENTORY

Inventory in the food service fund at June 30, 2019 consisted of the following:

Food	\$ 10,849
Supplies	<u>3,233</u>
	<u>\$ 14,082</u>

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

7. LONG-TERM OBLIGATIONS

During the fiscal year ended June 30, 2019, the following changes occurred in long-term obligations:

	<u>Principal Outstanding June 30, 2018</u>	<u>Additions</u>	<u>Reductions</u>	<u>Principal Outstanding June 30, 2019</u>	<u>Due Within One Year</u>
Governmental Activities:					
Compensated Absences	\$ 358,737	\$ 24,061	\$ -	\$ 382,798	\$ -
General Obligation Bonds	12,295,000	-	840,000	11,455,000	860,000
Net Pension Liability	10,879,340		1,656,098	9,223,242	-
	<u>\$ 23,533,077</u>	<u>\$ 24,061</u>	<u>\$ 2,496,098</u>	<u>\$ 21,061,040</u>	<u>\$ 860,000</u>

Bonds Payable - Bonds and loans are authorized in accordance with State law by the voters of the School District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the School District are as follows:

2012 Refunding School Bonds dated December 1, 2012 in the amount of \$11,455,000 due in annual installments through June 1, 2030, bearing interest rates of 2.50 % to 5.00%.

As of June 30, 2019, principal and interest due on bonds outstanding is as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 860,000	\$ 415,563	\$ 1,275,563
2021	910,000	381,162	1,291,162
2022	910,000	344,763	1,254,763
2023	955,000	308,362	1,263,362
2024	1,010,000	270,163	1,280,163
2025-2029	5,635,000	664,662	6,299,662
2030	1,175,000	32,313	1,207,313
	<u>\$ 11,455,000</u>	<u>\$ 2,416,988</u>	<u>\$ 13,871,988</u>

As of June 30, 2019 the School District had no authorizations to issue additional bonded debt.

Compensated Absences - Compensated absences will be paid from the fund from which the employees' salaries are paid.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

8. OPERATING LEASES

At June 30, 2019, the School District had operating lease agreements in effect for copy machines. Total rental payments for such leases were \$44,232 for the fiscal year ended June 30, 2019. The future minimum lease payments for these leases are as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Amount</u>
2020	\$ 35,710
2021	22,515
2022	20,944
2023	9,221
2024	<u>2,292</u>
	<u>\$ 90,682</u>

9. PENSION PLANS

Description of Plans – Substantially all of the School District's employees participate in one of the following pension plans which have been established by State statute, and are administered by the New Jersey Division of Pensions and Benefits (Division): the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS). In addition, several School District employees participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan. This plan is administered by Prudential Financial for the Division. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State of New Jersey, Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625-0295.

Teachers' Pension and Annuity Fund (TPAF) (Continued)

Plan Description - The Teachers' Pension and Annuity Fund is a cost-sharing multiple-employer defined benefit pension plan, with a special funding situation, which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. The State of New Jersey (the "State") is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF's designated purpose is to provide retirement, death and disability, and medical benefits to qualified members. Membership in the TPAF is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, who have titles that are unclassified, professional and certified. The TPAF's Board of Trustees is primarily responsible for the administration of the TPAF.

Vesting and Benefit Provisions – The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

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 21, 2010
4	Members who were eligible to enroll on or after May 21, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

9. PENSION PLANS

Teachers' Pension and Annuity Fund (TPAF) (Continued)

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for their respective tier.

Contributions - The contribution requirements of plan members are determined by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the member contribution rate was 7.50% in State fiscal year 2019. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over the several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, *Accounting and Financial Reporting for Pensions*.

The School District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2019 because of the 100.00% special funding situation with the State of New Jersey.

Based on the most recent TPAF measurement date of June 30, 2018, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2019 was \$2,282,547 and was paid by April 1, 2019. School District employee contributions to the pension plan during the fiscal year ended June 30, 2019 were \$1,302,396.

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

At June 30, 2019, the School District was not required to report a liability for its proportionate share of the net pension liability because of a 100% special funding situation by the State of New Jersey.

For the year ended June 30, 2018, the School District recognized pension expense of \$5,600,015 and revenue of \$5,600,015 for support provided by the State. Although the School District does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the School District.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

9. PENSION PLANS

Teachers' Pension and Annuity Fund (TPAF) (Continued)

The collective amounts are the total of all New Jersey local governments participating in the TPAF plan.

	<u>06/30/18</u>	<u>06/30/17</u>
Collective deferred outflows of resources	\$ 12,473,998,870	\$ 14,160,879,257
Collective deferred inflows of resources	16,180,773,643	11,800,239,661
Collective net pension liability (Nonemployer – State of New Jersey)	63,617,852,031	67,423,605,859
State's portion of the net pension liability that was associated with the School District	96,060,916	100,060,916
State's portion of the net pension liability that was associated with the School District as a percentage of the collective net pension liability	.1509967917%	.1490516325%

Actuarial assumptions – The total pension liability for the June 30, 2018 measurement date was determined by an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate:	2.25%
Salary Increases:	
2011-2026	1.55- 4.55%
Thereafter	2.00 – 5.45%
Investment Rate of Return:	7.00%

Pre-retirement mortality rates were based on the RP-2006 Employee White Collar Mortality Tables, set back 3 years for males and 5 years for females, projected on a generational basis from a base year of 2006 using a 60-year average of improvement rates based on Social Security data from 1953 to 2013. Post-retirement mortality rates were based on the RP-2006 Healthy Annuitant Collar Mortality Tables, with adjustments as described in the latest experience study, projected on a generational basis from a base year of 2006 using a 60-year average of improvement rates based on Social Security data from 1953 to 2013. Disability mortality rates were based on the RP-2006 Disabled Retiree Mortality Tables with rates adjusted by 90%. No mortality improvement is assumed for disabled retiree mortality.

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2012 to June 30, 2015.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2017) 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 produced 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.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

9. PENSION PLANS

Teachers' Pension and Annuity Fund (TPAF) (Continued)

Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2018 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	05.00%	05.51%
Cash Equivalents	05.50%	01.00%
U.S. Treasuries	03.00%	01.87%
Investment Grade Credit	10.00%	03.78%
High Yield	02.50%	06.82%
Global Diversified Credit	05.00%	07.10%
Credit Oriented Hedge Funds	01.00%	06.60%
Debt Related Private Equity	02.00%	10.63%
Debt Related Real Estate	01.00%	06.61%
Private Real Asset	02.50%	11.83%
Equity Related Real Estate	06.25%	09.23%
U.S. Equity	30.00%	08.19%
Non-U.S. Developed Markets Equity	11.50%	09.00%
Emerging Markets Equity	06.50%	11.64%
Buyouts/Venture Capital	08.25%	13.08%
	<u>100.00%</u>	

Discount rate. The discount rate used to measure the State's total pension liability was 4.86% as of June 30, 2018. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.87% as of June 30, 2018, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers (State of New Jersey) will be made based on the contribution rate in the most recent fiscal year. The state contributed 50% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2040. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2040, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the School District's proportionate share of the net pension liability to changes in the discount rate. As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2018, the pension plans measurement date, attributable to the School District is \$0.00, and the State of New Jersey's proportionate share of the net pension liability, attributable to the School District, using a discount rate of 4.86%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.25%) or 1 percentage point higher (5.25%) that the current rat

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019**

9. PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF) (Continued)

	1% Decrease (3.25%)	Current Discount Rate (4.25%)	1% Increase (5.25%)
District's proportionate share of the net pension liability	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	<u>113,542,179</u>	<u>96,060,916</u>	<u>81,569,375</u>
	<u>\$ 113,542,179</u>	<u>\$ 96,060,916</u>	<u>\$ 81,569,375</u>

Detailed information about the pension plan's sensitivity of the collective net pension liability to changes in the discount rate is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

Public Employees' Retirement System (PERS)

Plan Description - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS designated purpose is to provide retirement, death and disability, and medical benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the School District, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS.

Vesting and Benefit Provisions - The vesting and benefit provisions are set by N.J.S.A. 43:15A and 43:3B. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except medical benefits, which vest after 25 years of service or under the disability provisions of PERS

The following represents the membership tiers for PERS:

Tier	Definition
1	Members who were enrolled prior to July 1, 2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 21, 2010
4	Members who were eligible to enroll on or after May 21, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for their respective tier.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Contributions - The contribution requirements of plan members are determined by N.J.S.A 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, effective October 1, 2011, the active member contribution rate was increased to 6.5%. An additional 1.0% increase is being phased-in over seven years beginning on July 1, 2012. The member contribution rate was 7.50% in State fiscal year 2019. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The rate for members who are eligible for the Prosecutors Part of PERS (Chapter 336, P.L. 2001) increased from 8.5% of base salary to 10%. Employers' contribution amounts are based on an actuarially determined rate. The School District's contribution amounts are based on an actuarially determined rate which included the normal cost and unfunded accrued liability.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2019 was 13.62% of the School District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2018, the School Districts contractually required contribution to the pension plan for the fiscal year ended June 30, 2019 was \$465,941 and was paid by April 1, 2019. School District employee contributions to the pension plan during the fiscal year ended June 30, 2019 were \$252,134.

The School District is billed annually for its normal contribution plus any accrued liability. The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

<u>Fiscal Year</u>	<u>Normal Contributions</u>	<u>Accrued Liability</u>	<u>Non Contributory Life</u>	<u>Long Term Disability</u>	<u>Total Liability Paid by District</u>
2019	\$ 58,226	\$ 386,528	\$ 21,187	\$ 2,307	\$ 468,248
2018	56,986	354,867	21,104	6,875	439,832
2017	66,408	337,959	20,181	-	424,548

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

At June 30, 2019, the School District reported a liability of \$9,223,242 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. The School District's proportion of the of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

Public Employees' Retirement System (PERS) (Continued)

For the year ended June 30, 2019, the School District recognized pension expense of \$500,123. At June 30, 2019, the School District reported a liability of \$9,223,242 for its proportionate share of the PERS net pension liability and deferred outflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 175,889	\$ 47,558
Changes of assumptions	1,519,838	2,949,102
Net Difference between projected and actual earnings on pension plan investments		86,514
Changes in proportion	189,452	322,968
District contributions subsequent to the measurement date	457,969	
Total	\$ 2,343,148	\$ 3,406,142

\$457,969 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2019, the plan measurement date is June 30, 2019) will be recognized as a reduction of the net liability in the year ended June 30, 2019.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2020	\$ (74,842)
2021	(223,774)
2022	(629,206)
2023	(383,289)
2024	(209,852)
Total	\$ (1,520,963)

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	-	5.63
Changes of assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
Net Difference between projected and actual earnings on pension plan investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	5.00
Changes in proportion		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57

Additional Information

Collective balances at June 30, 2018 and 2017 are as follows:

	<u>6/30/2018</u>	<u>6/30/2017</u>
Collective deferred outflows of resources	\$ 4,684,852,302	\$ 6,424,455,842
Collective deferred inflows of resources	\$ 7,646,736,226	\$ 5,700,625,981
Collective net pension liability	\$ 19,689,501,539	\$ 23,278,401,588
School District's Proportion	.0468434515%	.0467357705%

Actuarial assumptions – The total pension liability for the June 30, 2018 measurement date was determined by an actuarial valuation as of July 1, 2017, which was rolled forward to June 30, 2018.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

- Inflation rate: 2.25%
- Salary Increases:
 - Through 2026: 1.65-4.15% based on age
 - Thereafter: 2.65-5.15% based on age
- Investment Rate of Return: 7.00%

Pre-retirement mortality rates were based on the RP-2000 Employee Pre-retirement Mortality Table for male and female active employees. For State employees, mortality tables are set back 4 years for males and females. For local employees, mortality tables are set back 2 years for males and 7 years for females. In addition, the tables provide for future improvements in mortality from the base year of 2013 using a generational approach based on the Conduent modified 2014 projection scale. Post-retirement mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality Tables (set back 1 year for males and females) for service retirements and beneficiaries of former members. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from 2012 to 2013 using Projection Scale AA and using a generational approach based on the Conduent 2014 projection scale thereafter. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disables Mortality Table (set back 3 years for males and set forward 1 year for females).

The actuarial assumptions used in the July 1, 2017 valuation were based on the results of an actuarial experience study for the period July 1, 2011 to June 30, 2014. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2018) 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's target asset allocation as of June 30, 2018 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	05.00%	05.51%
Cash Equivalents	05.50%	01.00%
U.S. Treasuries	03.00%	01.87%
Investment Grade Credit	10.00%	03.78%
High Yield	02.50%	06.82%
Global Diversified Credit	05.00%	07.10%
Credit Oriented Hedge Funds	01.00%	06.60%
Debt Related Private Equity	02.00%	10.63%
Debt Related Real Estate	01.00%	06.61%
Private Real Asset	02.50%	11.83%
Equity Related Real Estate	06.25%	09.23%
U.S. Equity	30.00%	08.19%
Non-U.S. Developed Markets Equity	11.50%	09.00%
Emerging Markets Equity	06.50%	11.64%
Buyouts/Venture Capital	08.25%	13.08%
	<u>100.00%</u>	

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Discount rate. The discount rate used to measure the State's total pension liability was 5.66% as of June 30, 2018. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.87% as of June 30, 2018, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The state employer contributed 50% of the actuarially determined contributions and the local employers contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2046. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2046, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the School District's proportionate share of the net pension liability to changes in the discount rate. The following presents the School District's proportionate share of the net pension liability measured as of June 30, 2018, calculated using the discount rate of 5.66%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.66%) or 1 percentage point higher (6.66%) than the current rate:

	1% Decrease (4.66%)	Current Discount Rate (5.66%)	1% Increase (6.66%)
School District's proportionate share of the net pension liability	\$ 11,597,164	\$ 9,223,242	\$ 7,231,673

Pension Plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

Fiscal Year	Total Liability	School District
2019	\$ 12,532	\$ 12,532
2018	13,041	13,041
2017	9,564	9,564

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description and Benefits Provided

The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In Fiscal Year 2018, the State paid PRM benefits for 148,401 State and local retirees.

The State funds post-retirement medical benefits on a “pay-as-you-go” basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2018, the State contributed \$1.909 billion to pay for pay-as-you-go PRM benefit costs incurred by covered retirees. The increase in the State’s pay-as-you-go contribution between Fiscal Year 2017 and Fiscal Year 2018 is attributed to rising health care costs, an increase in the number of participants qualifying for State-paid PRM benefits at retirement and larger fund balance utilization in Fiscal Year 2017 than in Fiscal Year 2018. The Fiscal Year 2019 Appropriations Act includes \$1.921 billion as the State’s contribution to fund pay-as-you-go PRM costs.

In accordance with the provisions of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. As such, the Fiscal Year 2017 total State OPEB liability to provide these benefits has been remeasured to \$97.1 billion, an increase of \$60.6 billion or 166 percent from the previous year’s \$36.5 billion liability booked in accordance with GASB Statement No. 45. For Fiscal Year 2018, the total OPEB liability for the State is \$90.5 billion, a decrease of \$6.6 billion or 7 percent from the remeasured total OPEB liability in Fiscal Year 2017.

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA’s proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State’s level and is not specific to the school district. Note that actual numbers will be published in the NJ State’s CAFR (<https://www.nj.gov/treasury/omb/publications/archives.shtml>)

Actuarial assumptions and other imputes - The total nonemployer OPEB liability as of the June 30, 2017 was determined by an actuarial valuation as of June 30, 2016, which was rolled forward to June 30, 2017. The total nonemployer OPEB liability as of June 30, 2016 was determined by an actuarial valuation as of June 30, 2016. The actuarial assumptions vary for each plan member depending on the pension plan the member enrolled in.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation	2.50%		
	TPAF/ABP	PERS	PFRS
Salary Increases			
Through 2026	1.55 - 4.55%	2.15 - 4.15%	2.10 - 8.98%
	based on years of service	based on age	based on age
Thereafter	2.00 - 5.45%	3.15 - 5.15%	3.10 - 9.98%
	based on years of service	based on age	based on age

Preretirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Employee Male/Female mortality table with fully generational mortality improvement projections from the central year using the MP-2017 scale. Postretirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Annuitant Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale. Disability mortality was based on the RP-2006 Headcount-Weighted Disabled Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale.

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of actuarial experience studies for the periods July 1, 2012 – June 30, 2015, July 1, 2011 – June 30, 2014 and July 1, 2010 – June 30, 2013 for TPAF, PFRS, and PERS, respectively.

100% of all retirees who currently have healthcare coverage are assumed to continue with that coverage. 100% of active members are considered to participate in the Plan upon retirement, having a coverage blend of 85% and 15% in PPO and HMO, respectively.

Health Care Trend Assumptions - For pre-Medicare preferred provider organization (PPO) and health maintenance organization (HMO) medical benefits, the trend rate is initially 5.8% and decreases to a 5.0% long-term trend rate after eight years. For self-insured post-65 PPO and HMO medical benefits, the trend rate is 4.5%. For the Medicare Part B reimbursement, the trend rate is 5.0%. The Medicare Advantage trend rate is 4.5% and will continue in all future years.

Discount Rate - The discount rate for June 30, 2018 and 2016 was 3.87%. This represent the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

The percentage of the premium for which the retirees will be responsible will be determined based on the retiree’s annual retirement benefit and level of coverage.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Changes in the Total Nonemployer OPEB Liability

The table below summarizes the State's proportionate share of the change in the total nonemployer OPEB liability associated with the School District:

	Total OPEB Liability
Balance as of June 30, 2017	\$ 84,698,989
Changes for the years'	
Service Cost	2,858,832
Interest	3,101,337
Changes of benefit terms	
Differences between expected and actual experience	(7,903,838)
Changes in assumptions	(8,326,173)
Gross Benefit Payments	(1,940,124)
Contributions from the Non-employer	N/A
Contributions from the Member	67,054
Net Investment Income	N/A
Administrative Expense	N/A
Net Changes	\$ (12,142,912)
Balance at 06/30/2018	\$ 72,556,077

Sensitivity of the total nonemployer OPEB liability to changes in the discount rate - The following presents the total nonemployer OPEB liability as of June 30, 2018, respectively, associated with the School District, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage-point lower or 1percentage-point higher than the current rate:

	1% Decrease (2.87%)	Discount Rate (3.87%)	1% Increase (4.87%)
State of New Jersey's Proportionate Share of the Total Nonemployer OPEB Liability Associated with the School District	\$ 85,776,053	\$ 72,556,077	\$ 62,047,561

Sensitivity of the total nonemployer OPEB liability to changes in the healthcare cost trend rate - The following presents the total nonemployer OPEB liability as of June 30, 2018, associated with the School District, respectively, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage-point lower or 1percentage-point higher than the current rate:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the Total Nonemployer OPEB Liability Associated with the School District	\$ 87,780,961	\$ 72,556,077	\$ 59,018,268

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:

For the year ended June 30, 2019, the School District recognized \$2,247,930 in OPEB expense and revenue, in the government-wide financial statements, for the State’s proportionate share of the OPEB Plan’s OPEB Expense, associated with the School District. This expense and revenue was based on the OPEB Plan’s June 30, 2018 measurement date.

In accordance with GASBS No. 75, the School District’s proportionate share of the OPEB liability is zero. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the School District.

At June 30, 2019, the State’s proportionate share of the total nonemployer OPEB liability’s deferred outflows of resources and deferred inflows of resources, associated with the School District, from the following sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and		
actual experiences	\$ -	\$ 7,043,188
Changes of assumptions	-	16,263,815
Total	\$ -	\$ 23,307,003

Amounts reported as deferred outflows of resources and deferred inflows of resources related to State’s proportionate share of the total nonemployer OPEB Liability, associated with the School District, will be recognized in OPEB expense as follows:

For the year ended:	
2019	\$ (2,872,008)
2020	(2,872,008)
2021	(2,872,008)
2022	(2,872,008)
2023	(2,872,008)
Therafter	(8,946,963)
Total	\$ (23,307,003)

Detailed information about the pension plan’s sensitivity of the collective net pension liability to changes in the discount rate is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019**

11. ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2018, the School District has recognized as revenues and expenditures on-behalf payments made by the state for normal retirement costs, post-retirement medical costs and long-term disability insurance related to TPAF, in the fund statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, post-retirement medical costs and long-term disability insurance were \$3,070,509, \$1,392,778, and \$4,049, respectively. In addition, \$1,239,606 on-behalf payments were made by the state for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

12. RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters.

Property and Liability Insurance - The School District maintains commercial insurance coverage for property, liability, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

Joint Insurance Pool - The School District is a member of the New Jersey Burlington County Joint Insurance Fund, a public entity risk pool currently operating as a common risk management and insurance program. Insurance coverage as provided by the Fund can be found in the Statistical Section of this Comprehensive Annual Financial Report

Annual contributions to the Fund are determined by the Fund's Board of Trustees. The School District is jointly and personally liable for claims insured by the Fund and its members during the period of its membership, including liability for supplemental assessments, if necessary. The Fund's Board of Trustees may authorize refunds to its members in any fund year for which contributions exceed the amount necessary to fund all obligations for that year.

New Jersey Unemployment Compensation Insurance - The School District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the School District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The School District is billed quarterly for amounts due to the State.

The following is a summary of School District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the School District's expendable trust fund for the current and previous two fiscal years:

<u>Fiscal Year</u>	<u>Interest Earned</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2019	\$ 12,952	\$ 37,709	\$ 21,398	\$ 830,969
2018	7,791	35,295	19,106	801,706
2017	4,176	34,389	11,524	777,726

13. DEFERRED COMPENSATION

The School District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans, available to all permanent School District employees, permit participants to defer a portion of their current salary to future years. Participation in the plans is optional. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs. The plan assets are held in trust for the benefit of the employee and are administered by a third party therefore they are not reflected on the financial statements of the School District.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019**

14. COMPENSATED ABSENCES

The School District accounts for compensated absences (e.g. unused vacation, sick leave) as directed by Governmental Accounting Standards Board Statement No. 16 (GASB 16), "Accounting for Compensated Absences". A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

School District employees are granted varying amounts of vacation and sick leave in accordance with the School District's personnel policy. Upon termination, employees are paid for accrued vacation. The School District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the School District for the unused sick leave in accordance with the School District's agreements with the various employee unions.

The liability for vested compensated absences is recorded within those funds as the benefits accrued to the employees. As of June 30, 2019, the liability for compensated absences in the governmental activities fund type was \$382,798.

15. INTERFUND RECEIVABLES/PAYABLES

Interfund receivables/payables are recorded to cover temporary cash shortages and/or timing differences in the respective funds. There are no interfund balances that are not expected to be repaid by June 30, 2020. The following interfund receivables/payables were recorded on the various balance sheets as of June 30, 2019:

Fund	Interfunds Receivable	Interfunds Payable
General Fund	\$ 427,328	\$ 9,756
Special Revenue Fund	9,756	17,301
Proprietary Fund	-	409,825
Fiduciary Fund	-	202
	\$ 437,084	\$ 437,084

16. CONTINGENCIES

The School District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School District may be required to reimburse the grantor government.

At June 30, 2018, significant amounts of grant expenditures have not been audited by the granting agency, but the School District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the School District. Additionally, unearned revenues are recognized in those funds that have received grant monies in advance of future, reimbursable expenditures.

17. FLEXIBLE BENEFITS PROGRAM

The School District offers its employees a Flexible Benefits Program. The purpose of the program is to provide a tax incentive for plan participants incurring health premium expenses, dependent care expenses and other medical expenses not covered by other insurance. The School District, who is the plan administrator, has contracted with American Family Life Assurance Company (AFLAC) to act as its agent to furnish reimbursement services. The plan participants redirect a prescribed amount of their gross pay (tax-free) into a reimbursement account and then in-turn submit claims to AFLAC for repayment. Because of Internal Revenue Service regulations, if at the end of any plan year unexpended funds remain, these funds will be forfeited by the participants and returned to the School District.

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

17. FLEXIBLE BENEFITS PROGRAM (Continued)

The following is a summary of School District contributions, employee contributions, reimbursements to the plan participants for benefits paid and the ending balance of the School District's fiduciary fund for the current and prior two years.

<u>Fiscal Year</u>	<u>Interest Earned</u>	<u>Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2019	\$ 34	\$ 36,600	\$ 34,732	\$ 14,586
2018	80	24,102	20,943	12,684
2017	11	24,000	28,100	9,445

18. TAX ABATEMENTS

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

For a local school district board of education or board of school estimate that has elected to raise their minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

The Borough of Collingswood (Municipality) provides for long-term tax exemptions, as authorized by New Jersey State Statutes. N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. The exemptions provided by the Municipality are for affordable housing and other permitted purposes. Taxes abated include municipal, local school, and county taxes.

The municipality recognized revenue of \$1,687,884 from the annual service charge in lieu of payment of taxes in 2018. The assessed value on these tax exemption properties amounted to \$113,154,600 which would have resulted in 2018 taxes billed in full of \$3,147,816. A portion of the \$1,459,932 abatement would have been allocated to the District.

19. DEFICIT UNASSIGNED FUND BALANCE

The School District has a deficit unassigned fund balance of \$289,924 in the General Fund as of June 30, 2019 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenues, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable

Due to the timing difference of recording the June state aid payments, the general and special revenue fund balance deficit does not alone indicate that the School District is facing financial difficulties.

**Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019**

19. DEFICIT UNASSIGNED FUND BALANCE (Continued)

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the GAAP funds statements of \$289,924 is equal to or less than the June state aid payment.

20. DEFICIT UNRESTRICTED NET POSITION

As of June 30, 2019, a deficit of \$11,306,116 existed in the Unrestricted Net Position of the Governmental Activities. A reconciliation of Unreserved Fund Balance reported on Exhibit B-1 to Unrestricted Net Position reported on Exhibited A-1 as follows:

Balances, June 30, 2018:	
Fund Balance (Deficit)	
(Exclusive of Capital Projects and Debt Service Funds)	
Unassigned	\$ (289,924)
Add - Deferred Outflow of Resources	144,941
Liabilities:	
Accrued Interest Payable	(34,130)
Net Pension Differences	(10,744,205)
Compensated Absences	<u>(382,798)</u>
Unrestricted Net Position (Deficit)	<u>\$ (11,306,116)</u>

21. FUND BALANCES

RESTRICTED

As stated in Note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund:

Excess Surplus – In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict general fund, fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2019 is \$1,210,654 presented on the budgetary basis of accounting (Exhibit C-1). Additionally, \$2,029,604 of excess fund balance generated during the 2017-2018 fiscal year has been restricted and designated for utilization in the 2019-2020 budget.

Capital Reserve – As of June 30, 2019, the balance in the capital reserve account is \$393,049. The entire amount is restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan.

Maintenance Reserve Account – As of June 30, 2019, the balance in the maintenance reserve account is \$250,125. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

Collingswood School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2019

21. FUND BALANCES (CONTINUED)

ASSIGNED

As stated in Note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

General Fund:

Other Purposes – At June 30, 2019 the School District has \$59,147 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

Designated for Subsequent Year's Expenditures – The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2019, \$771,270 of general fund balance.

UNASSIGNED

As stated in Note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund – As of June 30, 2019, the unassigned fund balance of the general fund was a deficit of \$289,924. The deficit is a result of the delay in the recording of the payment of state aid until the following fiscal year (See Note 18).

22. LITIGATION

The District is involved in one legal proceeding. The outcome or potential liability exposure from this litigation is unknown at this time.

Required Supplementary Information - Part II

Budgetary Comparison Schedules

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local Tax Levy	\$ 16,058,813	\$ -	\$ 16,058,813	\$ 16,058,813	\$ -
Tuition - From Other LEA's	6,174,716	-	6,174,716	6,363,517	188,801
Tuition - From Individuals	130,000	-	130,000	51,916	(78,084)
Interest earned on maintenance reserve funds	475	-	475	125	(350)
Interest earned on capital reserve funds	2,100	-	2,100	1,955	(145)
Unrestricted misc. revenues	367,800	-	367,800	368,261	461
Total local sources	22,733,904	-	22,733,904	22,844,587	110,683
State sources:					
School choice aid	332,864	-	332,864	332,864	-
Categorical special education aid	1,012,100	-	1,012,100	1,012,100	-
Equalization aid	7,838,657	-	7,838,657	7,838,657	-
Categorical security aid	341,486	-	341,486	341,486	-
Adjustment aid	787,493	(4,186)	783,307	783,307	-
Categorical transportation aid	176,430	-	176,430	176,430	-
Extraordinary aid	24,000	-	24,000	51,159	27,159
Homeless Tuition Aid	-	-	-	52,858	52,858
On-behalf TPAF pension contri. (non-budgeted)	-	-	-	3,070,509	3,070,509
On-behalf TPAF post retirement medical (non-budgeted)	-	-	-	1,392,778	1,392,778
On-behalf TPAF - LTDI (non-budgeted)	-	-	-	4,049	4,049
Reimbursed TPAF social security contribution (non-budgeted)	-	-	-	1,239,606	1,239,606
Total state sources	10,513,030	(4,186)	10,508,844	16,295,803	5,786,959
Federal sources:					
Medicaid reimbursement	46,409	-	46,409	72,151	25,742
Total federal sources	46,409	-	46,409	72,151	25,742
TOTAL REVENUES	33,293,343	(4,186)	33,289,157	39,212,541	5,923,384
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers					
Preschool	240,025	(154,432)	85,593	85,592	1
Kindergarten	402,900	2,335	405,235	405,234	1
Grades 1-5	3,022,730	(21,677)	3,001,053	2,997,417	3,636
Grades 6-8	2,313,590	36,745	2,350,335	2,350,334	1
Grades 9-12	4,118,860	(102,777)	4,016,083	4,015,845	238
Regular Programs - Home Instruction:					
Salaries of teachers	36,000	2,801	38,801	38,801	-
Purchased professional - educ services	18,000	(11,340)	6,660	6,370	290
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction		35	35	35	-
Unused vacation payment to terminated/retired staff	50,000	(4,897)	45,103	27,424	17,679
Purchased professional - educ services	2,500	-	2,500	1,950	550
Purchased technical services	298,623	13,800	312,423	272,651	39,772
Other purchased services	124,050	26,770	150,820	147,944	2,876
General supplies	1,216,111	(505,908)	710,203	637,549	72,654
Textbooks	6,105	(855)	5,250	2,649	2,601
Other objects	4,110	-	4,110	1,676	2,434
Total - Regular Programs - Instruction	11,853,604	(719,400)	11,134,204	10,991,471	142,733

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Education Instruction:					
Behavioral Disabilities:					
General supplies	\$ -	\$ -	\$ -	\$ -	\$ -
Textbooks	-	-	-	-	-
Total multiple disabilities	-	-	-	-	-
Multiple Disabilities:					
Salaries of teachers	438,740	(20,277)	418,463	413,865	4,598
Other salaries for instruction	283,329	(29,254)	254,075	237,458	16,617
Purchased prof. educational services	157,684	221,500	379,184	358,020	21,164
Purchased technical services	6,000	-	6,000	1,716	4,284
General supplies	10,000	(8,109)	1,891	1,885	6
Textbooks	14,000	(10,896)	3,104	3,104	-
Total multiple disabilities	909,753	152,964	1,062,717	1,016,048	46,669
Resource room/resource center::					
Salaries of teachers	1,555,895	123,722	1,679,617	1,650,566	29,051
Other salaries for instruction	78,700	(77,490)	1,210	155	1,055
Purchased prof. educational services	180,000	20,000	200,000	200,000	-
General supplies	7,000	(50)	6,950	5,928	1,022
Textbooks	8,000	-	8,000	6,312	1,688
Total resource room/resource center	1,829,595	66,182	1,895,777	1,862,961	32,816
Autism:					
Salaries of teachers	-	-	-	-	-
Other salaries for instruction	-	-	-	-	-
Total autism	-	-	-	-	-
Preschool Disabilities - Part-Time:					
Salaries of teachers	82,548	(23,770)	58,778	56,734	2,044
Other salaries for instruction	63,283	(44,340)	18,943	11,106	7,837
Purchased prof. educational services	152,000	-	152,000	150,000	2,000
General Supplies	500	-	500	414	86
Total preschool disabilities - part-time	298,331	(68,110)	230,221	218,254	11,967
Home Instruction					
Salaries of teachers	36,000	(31,000)	5,000	-	5,000
Purchased prof. educational services	18,150	-	18,150	7,753	10,397
Total home instruction	54,150	(31,000)	23,150	7,753	15,397
Total Special Education - Instruction	3,091,829	120,036	3,211,865	3,105,016	106,849
Basic Skills/Remedial - Instruction					
Salaries of teachers	893,838	49,557	943,395	807,398	135,997
General supplies	14,605	-	14,605	14,285	320
Total basic skills/remedial - instruction	908,443	49,557	958,000	821,683	136,317
Bilingual Education - Instruction					
Salaries of teachers	141,500	4,350	145,850	144,185	1,665
General supplies	3,650	-	3,650	3,053	597
Total bilingual education - instruction	145,150	4,350	149,500	147,238	2,262

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Sponsored Cocurricular Act - Instruction:					
Salaries of teachers	\$ 124,700	\$ -	\$ 124,700	\$ 103,662	\$ 21,038
Purchased services	8,950	-	8,950	666	8,284
Supplies and materials	11,800	1,354	13,154	10,953	2,201
Other objects	10,250	-	10,250	4,798	5,452
Total school-sponsored cocurr. act. - instruc.	<u>155,700</u>	<u>1,354</u>	<u>157,054</u>	<u>120,079</u>	<u>36,975</u>
School-Sponsored Athletics - Instruction:					
Salaries of teachers	493,340	10,369	503,709	503,707	2
Purchased services	107,500	(5,000)	102,500	102,129	371
Supplies and materials	50,000	2,513	52,513	51,333	1,180
Other objects	10,000	-	10,000	9,491	509
Total school-sponsored athletics - instruc.	<u>660,840</u>	<u>7,882</u>	<u>668,722</u>	<u>666,660</u>	<u>2,062</u>
Before/After School Programs - Instruction:					
Salaries of teachers	4,500	(1,603)	2,897	2,671	226
Total school-sponsored athletics - instruc.	<u>4,500</u>	<u>(1,603)</u>	<u>2,897</u>	<u>2,671</u>	<u>226</u>
Total Instruction	<u>16,820,066</u>	<u>(537,824)</u>	<u>16,282,242</u>	<u>15,854,818</u>	<u>427,424</u>
Undistributed Expenditures - Instruction					
Tuition to other LEA's within the state - regular	22,000	43,945	65,945	65,857	88
Tuition to other LEA's within the state - special	22,000	53,600	75,600	65,701	9,899
Tuition to county voc. school district - regular	14,814	-	14,814	14,814	-
Tuition to CSSD & reg. day schools	354,520	61,926	416,446	409,252	7,194
Tuition to priv. sch. for the disabled in state	38,492	8,624	47,116	47,116	-
Tuition - state facilities	33,536	-	33,536	33,536	-
Tuition - other	-	9,500	9,500	9,500	-
Total undistributed expenditures - instruction	<u>485,362</u>	<u>177,595</u>	<u>662,957</u>	<u>645,776</u>	<u>17,181</u>
Attendance and Social Work:					
Salaries	34,000	(7,925)	26,075	26,075	-
Total attendance and social work	<u>34,000</u>	<u>(7,925)</u>	<u>26,075</u>	<u>26,075</u>	<u>-</u>
Health Services:					
Salaries	389,400	47,277	436,677	423,056	13,621
Purchased professional and tech. services	29,000	-	29,000	28,281	719
Other purchased services	200	-	200	200	-
Supplies and materials	7,873	842	8,715	7,287	1,428
Total health services	<u>426,473</u>	<u>48,119</u>	<u>474,592</u>	<u>458,624</u>	<u>15,968</u>
Speech, OT, PT & Related Services:					
Salaries	294,564	83,818	378,382	376,159	2,223
Purchased professional and educ. services	3,800	-	3,800	2,715	1,085
Supplies and materials	25,000	-	25,000	24,598	402
Total speech, ot, pt, & related services	<u>323,364</u>	<u>83,818</u>	<u>407,182</u>	<u>403,472</u>	<u>3,710</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Other Support Services Student - Extra:					
Salaries	\$ 164,054	\$ (68,969)	\$ 95,085	\$ 94,968	\$ 117
Purchased professional - educ. services	344,776	2,286	347,062	335,128	11,934
Total other support services student - extra	<u>508,830</u>	<u>(66,683)</u>	<u>442,147</u>	<u>430,096</u>	<u>12,051</u>
Guidance:					
Salaries of other professional staff	443,002	12,290	455,292	450,127	5,165
Salaries of secretarial and clerical assistants	83,100	1,945	85,045	83,300	1,745
Purchased professional - educ. services	7,857	-	7,857	6,616	1,241
Other purchased prof. and tech. services	36,650	(15,000)	21,650	11,316	10,334
Other purchased services	500	-	500	185	315
Supplies and materials	4,207	-	4,207	2,439	1,768
Other objects	750	-	750	533	217
Total guidance	<u>576,066</u>	<u>(765)</u>	<u>575,301</u>	<u>554,516</u>	<u>20,785</u>
Child Study Teams:					
Salaries of other professional staff	725,068	9,685	734,753	720,905	13,848
Salaries of secretarial and clerical assistants	77,800	2,562	80,362	80,055	307
Purchased professional - educ services	20,000	-	20,000	15,200	4,800
Miscellaneous purchased services	3,500	-	3,500	3,485	15
Supplies and materials	14,000	19,006	33,006	30,927	2,079
Other Objects	-	-	-	-	-
Total child study teams	<u>840,368</u>	<u>31,253</u>	<u>871,621</u>	<u>850,572</u>	<u>21,049</u>
Improvement of Instructional Services:					
Salaries of supervisor of instruction	510,873	72,792	583,665	563,183	20,482
Salaries of other professional staff	30,750	3,894	34,644	28,967	5,677
Salaries of secretarial and clerical assistants	10,120	553	10,673	9,055	1,618
Purchased professional - educ services	30,016	(6,600)	23,416	23,158	258
Supplies and materials	945	-	945	386	559
Total improvement of instructional services	<u>582,704</u>	<u>70,639</u>	<u>653,343</u>	<u>624,749</u>	<u>28,594</u>
Educational Media Services/School Library:					
Salaries	349,852	27,616	377,468	377,467	1
Supplies and materials	18,900	308	19,208	17,461	1,747
Total educational media services/school library	<u>368,752</u>	<u>27,924</u>	<u>396,676</u>	<u>394,928</u>	<u>1,748</u>
Instructional Staff Training Services:					
Salaries of supervisors of instruction	321,495	6,288	327,783	327,782	1
Salaries of secretarial and clerical assistants	10,770	553	11,323	9,055	2,268
Purchased professional - educ services	2,800	10,000	12,800	2,306	10,494
Other purchased services (400-500 series)	40,710	-	40,710	24,403	16,307
Total instructional staff training services	<u>375,775</u>	<u>16,841</u>	<u>392,616</u>	<u>363,546</u>	<u>29,070</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
General Administration:					
Salaries	\$ 318,637	\$ 13,200	\$ 331,837	\$ 324,623	\$ 7,214
Legal services	50,000	23,200	73,200	73,035	165
Audit fees	25,500	-	25,500	25,500	-
Other purchased professional services	49,239	52,401	101,640	101,577	63
Communications / telephone	74,250	(45,077)	29,173	29,133	40
BOE other purchased services	2,500	(2,100)	400	200	200
Other purchased services	105,785	22,252	128,037	125,285	2,752
General supplies	2,500	(500)	2,000	1,875	125
Miscellaneous expenditures	5,400	500	5,900	5,696	204
BOE membership dues and fees	20,009	-	20,009	19,534	475
Total general administration	653,820	63,876	717,696	706,458	11,238
School Administration:					
Salaries of principals/assist. principals	916,096	(45,450)	870,646	859,201	11,445
Salaries of secretarial and clerical assistants	439,500	13,360	452,860	443,545	9,315
Other purchased services	17,908	-	17,908	8,756	9,152
Supplies and materials	13,800	(1,829)	11,971	9,759	2,212
Other objects	16,097	-	16,097	15,969	128
Total school administration	1,403,401	(33,919)	1,369,482	1,337,230	32,252
Central Services:					
Salaries	364,370	1,216 #	365,586	364,485	1,101
Purchased professional services	9,269	1,700	10,969	10,749	220
Purchased technical services	35,800	23,450	59,250	49,002	10,248
Miscellaneous purchased services	5,325	-	5,325	814	4,511
Supplies	8,200	14,850	23,050	22,316	734
Miscellaneous expenditures	2,690	250	2,940	2,940	-
Total central services	425,654	41,466	467,120	450,306	16,814
Administrative Inform. Technology:					
Salaries	8,805	237	9,042	9,042	-
Total administrative inform. technology	8,805	237	9,042	9,042	-
Required Maintenance School Facilities:					
Salaries	637,620	211	637,831	634,331	3,500
Cleaning, repair, and maintenance services	132,850	(29,950)	102,900	82,288	20,612
General supplies	212,000	7,500	219,500	206,127	13,373
Other objects	2,800	475	3,275	2,651	624
Total required maintenance school facilities	985,270	(21,764)	963,506	925,397	38,109
Custodial Services:					
Salaries	1,211,401	(20,764)	1,190,637	1,190,633	4
Salaries of non-instructional aides	36,000	(33,966)	2,034	1,840	194
Purchased professional and tech. services	19,120	-	19,120	18,651	469
Cleaning, repair, and maintenance services	61,750	(10,620)	51,130	47,934	3,196
Other purchased property services	80,000	20	80,020	80,007	13
Insurance	106,700	22,273	128,973	128,873	100
General supplies	114,300	10,000	124,300	122,506	1,794
Energy (Natural Gas)	135,000	(2,200)	132,800	132,380	420
Energy (Electricity)	401,900	44,927	446,827	434,800	12,027
Other objects	10,200	(5,400)	4,800	4,082	718
Total custodial services	2,176,371	4,270	2,180,641	2,161,706	18,935

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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**COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2019**

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Care and Upkeep of Grounds					
Other objects	\$ 2,500	\$ -	\$ 2,500	\$ 671	\$ 1,829
Total care and upkeep of grounds	2,500	-	2,500	671	1,829
Security:					
Salaries	113,000	42,642	155,642	155,642	-
Purchased professional and tech. services	-	-	-	-	-
Total security	113,000	42,642	155,642	155,642	-
Total operation & maint. of plant services	3,277,141	25,148	3,302,289	3,243,416	58,873
Student Transportation Services:					
Salaries pupil trans. Other than bet home/school	1,600	-	1,600	128	1,472
Management fee - ESC trans. program	17,800	2,678	20,478	20,477	1
Contr serv - Aid in Lieu Payments - Charter School	18,000	(4,000)	14,000	13,500	500
Contr serv (bet. home and school) - Vendors	28,000	(22,000)	6,000	5,276	724
Contr. serv. (not bet. home & school) - Vendors	163,150	(30,100)	133,050	126,449	6,601
Contr. serv. (special ed. students.) - ESC	330,000	74,000	404,000	403,386	614
Misc. purchased services - transportation	500	-	500	443	57
Total student transportation services	559,050	20,578	579,628	569,659	9,969
Unallocated Benefits - Employee Benefits:					
Social security contributions	396,399	28,592	424,991	424,990	1
Other retirement contributions - PERS	455,313	-	455,313	444,561	10,752
Workmen's Compensation	159,500	-	159,500	153,050	6,450
Health benefits	5,020,545	(102,264)	4,918,281	4,660,465	257,816
Tuition reimbursement	51,000	-	51,000	50,500	500
Other employee benefits	264,606	(28,592)	236,014	24,488	211,526
Unused sick payment to terminated/retired staff	-	-	-	-	-
Total unallocated benefits - employee benefits	6,347,363	(102,264)	6,245,099	5,758,054	487,045
On-behalf TPAF pension contr. (non-budgeted)	-	-	-	3,070,509	(3,070,509)
On-behalf TPAF post retirement medical (non-budgeted)	-	-	-	1,392,778	(1,392,778)
On-behalf TPAF - LTDI (non-budgeted)	-	-	-	4,049	(4,049)
Reimbursed TPAF social security contr. (non-budgeted)	-	-	-	1,239,606	(1,239,606)
Total Undistributed Expenditures	17,196,928	395,938	17,592,866	22,533,461	(4,940,595)
Total General Current Expense	34,016,994	(141,886)	33,875,108	38,388,279	(4,513,171)
CAPITAL OUTLAY:					
Equipment:					
Grades 6-8	40,250	-	40,250	40,250	-
School sponsored and other instr. program	13,000	-	13,000	1,534	11,466
Required maintenance for school facilities	91,237	38,700	129,937	113,234	16,703
Non-instructional services	-	127,000	127,000	126,289	711
Total Equipment	144,487	165,700	310,187	281,307	28,880
Facilities Acquisition and Constr. Services					
Construction services	958,000	499,500	1,457,500	835,069	622,431
Supplies and materials	499,500	(499,500)	-	-	-
Assessment for Debt Service on SDA Funding	197,346	-	197,346	197,346	-
Total Facilities Acquisition and Constr. Serv.	1,654,846	-	1,654,846	1,032,415	622,431
Total Capital Outlay	1,799,333	165,700	1,965,033	1,313,722	651,311

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
SPECIAL SCHOOLS - SUMMER:					
Instruction:					
Salaries of teachers	\$ 11,336	\$ -	\$ 11,336	\$ 9,077	\$ 2,259
General supplies	4,200	-	4,200	3,513	687
Total summer school - instruction	15,536	-	15,536	12,590	2,946
Total Special Schools	15,536	-	15,536	12,590	2,946
Transfer to Charter School	283,627	(28,000)	255,627	224,692	30,935
TOTAL EXPENDITURES	36,115,490	(4,186)	36,111,304	39,939,283	(3,827,979)
Excess (Deficiency) of Revenues Over (Under) Expenditures:	(2,822,147)	-	(2,822,147)	(726,742)	2,095,405
Other Financing Sources:					
		-			-
Total other financing sources	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	(2,822,147)	-	(2,822,147)	(726,742)	2,095,405
Fund Balance - July 1, 2018	6,152,397		6,152,397	6,152,397	
Fund Balance - June 30, 2019	<u>\$ 3,330,250</u>	<u>\$ -</u>	<u>\$ 3,330,250</u>	<u>\$ 5,425,655</u>	<u>\$ 2,095,405</u>
Recapitulation of Fund Balance:					
Restricted Fund Balance:					
Capital reserve				\$ 393,049	
Maintenance reserve				250,125	
Excess surplus				1,210,654	
Excess surplus - designated for subsequent year's expenditures				2,029,604	
Assigned Fund Balance:					
Year-end encumbrances				59,147	
Unassigned - designated for subsequent year's expenditures				771,270	
Unassigned Fund Balance				711,806	
				5,425,655	
Last State Aid Payment not Recognized on a GAAP Basis				(1,001,730)	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 4,423,925</u>	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Budgetary Comparison Schedule
Special Revenue Fund
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources	\$ -	\$ 3,200	\$ 3,200	\$ 1,867	\$ (1,333)
State sources	86,000	738,313	824,313	653,213	(171,100)
Federal sources	802,396	358,887	1,161,283	961,399	(199,884)
Total Revenues	888,396	1,100,400	1,988,796	1,616,479	(372,317)
EXPENDITURES:					
Instruction:					
Salaries	363,694	178,377	542,071	465,262	76,809
Other Salaries	-	37,230	37,230	37,229	1
Purchased prof. - tech. serv.	24,000	207,719	231,719	205,553	26,166
Purchased prof. - educ. serv.	-	61,800	61,800	61,800	-
Other purchased services	241,000	25,028	266,028	170,440	95,588
Textbooks	8,000	(577)	7,423	6,719	704
General supplies	-	184,000	184,000	168,261	15,739
Other Objects	-	-	-	-	-
Total instruction	636,694	693,577	1,330,271	1,115,264	215,007
Support services:					
Salaries of supervisor of instruction	99,105	64,207	163,312	162,327	985
Salaries	128,597	9,543	138,140	135,833	2,307
Personal services - employee benefits	11,000	180,247	191,247	87,157	104,090
PEA Comm. Parent Inv.	-	18,937	18,937	14,144	4,793
PEA Master	-	27,875	27,875	17,475	10,400
Purchased professional - tech. services	-	12,550	12,550	10,517	2,033
Purchased professional - educ. services	-	11,500	11,500	2,500	9,000
Other purchased services	13,000	24,864	37,864	18,557	19,307
Travel	-	-	-	-	-
Supplies and materials	-	8,500	8,500	6,000	2,500
Total support services	251,702	358,223	609,925	454,510	155,415
Facilities acquisition and construction services:					
Instructional equipment	-	48,600	48,600	46,705	1,895
Noninstructional equipment	-	-	-	-	-
Total facilities acq. and const. services	-	48,600	48,600	46,705	1,895
Total Expenditures	888,396	1,100,400	1,988,796	1,616,479	372,317
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	\$ -	\$ -	\$ -	\$ -	\$ -

COLLINGSWOOD SCHOOL DISTRICT
Notes to Required Supplementary Information
Budgetary Comparison
For the Fiscal Year Ended June 30, 2019

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedules	\$ 39,212,541	\$ 1,616,479
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-	
State aid payment recognized for GAAP statements in current year, previously recognized for budgetary purposes.	980,397	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(1,001,730)	-
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 39,191,208</u>	<u>\$ 1,616,479</u>
 Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 39,939,283	\$ 1,616,479
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered in the prior year but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	-	-
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	-	-
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 39,939,283</u>	<u>\$ 1,616,479</u>

Required Supplementary Information - Part III
Schedules Related to Accounting and Reporting
For Pensions and
Other Post Employment Benefits

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees Retirement System
Last Six Fiscal Years

	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension liability (asset)	0.0468434515%	0.0467357705%	0.0477887017%	0.0484542968%	0.0504615815%	0.0464957527%
District's proportionate share of the net pension liability (asset)	\$ 9,223,242	\$ 10,879,340	\$ 14,153,643	\$ 10,877,019	\$ 9,447,788	\$ 8,886,262
District's covered-employee payroll	3,361,770	3,362,202	3,340,022	3,195,602	3,328,339	3,312,110
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	274.36%	323.58%	423.76%	340.37%	283.86%	268.30%
Plan fiduciary net position as a percentage of the total pension liability	40.45%	36.78%	31.20%	38.21%	42.74%	40.71%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Contributions
Public Employees Retirement System
Last Six Fiscal Years

	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Contractually required contribution	\$ 457,969	\$ 465,941	\$ 432,957	\$ 424,548	\$ 416,577	\$ 415,998
Contributions in relation to the contractually required contributions	<u>(457,969)</u>	<u>(465,941)</u>	<u>(432,957)</u>	<u>(424,548)</u>	<u>(416,577)</u>	<u>(415,998)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	3,361,770	3,362,202	3,340,022	3,195,602	3,328,339	3,312,110
Contributions as a percentage of covered-employee payroll	13.62%	13.86%	12.96%	13.29%	12.52%	12.56%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Six Fiscal Years

	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2015
District's proportion of the net pension liability (asset)	0.1509967917%	0.1490516325%	0.1469451357%	0.1427243362%	0.1420654688%	0.1404208352%
District's proportionate share of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>96,060,916</u>	<u>100,495,985</u>	<u>115,596,400</u>	<u>90,207,875</u>	<u>75,929,369</u>	<u>70,967,586</u>
Total	<u>\$ 96,060,916</u>	<u>\$ 100,495,985</u>	<u>\$ 115,596,400</u>	<u>\$ 90,207,875</u>	<u>\$ 75,929,369</u>	<u>\$ 70,967,586</u>
District's covered-employee payroll	\$ 17,365,254	\$ 16,284,322	\$ 15,587,259	\$ 15,475,631	\$ 15,143,415	\$ 15,069,574
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

COLLINGSWOOD SCHOOL DISTRICT
Required Supplementary Information
Schedule of the State's Proportionate Share of the Net OPEB Liability Associated with the District
and Changes in the Total OPEB Liability and Related Ratios
Public Employee's Retirement System and Teachers' Pension and Annuity Fund
Current and Last Fiscal Year

	June 30, 2019	June 30, 2018
State's proportion of the net OPEB liability (asset) associated with the District	0.16%	0.16%
District's proportionate share of the net OPEB liability	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the District	\$ 72,556,077	\$ 84,698,989
Total proportionate share of the net OPEB liability (asset) associated with the District	<u>\$ 72,556,077</u>	<u>\$ 84,698,989</u>
Plan fiduciary net position as a percentage of the total OPEB Liability	0.00%	0.00%
	June 30, 2019	June 30, 2018
Total OPEB Liability		
Service Cost	\$ 2,858,832	\$ 3,458,716
Interest	3,101,337	2,685,540
	(7,903,838)	
Changes of assumptions	(8,326,173)	(11,264,599)
Member Contributions	67,504	72,239
Benefit payments	(1,940,124)	(1,961,808)
Net Change in total OPEB Liability	\$ (12,142,462)	\$ (7,009,912)
Total OPEB Liability - beginning	\$ 84,698,989	\$ 91,708,901
Total OPEB Liability - ending	\$ 72,556,527	\$ 84,698,989
District's covered-employee payroll	20,727,024	19,646,524
Total OPEB Liability as a percentage of covered-employee payroll	350.06%	431.11%

This schedule does not contain ten years of information as GASB 75 was implemented during the fiscal year ended June 30, 2018.

Collingswood School District
Notes to Required Supplementary Information
Pension Schedules
For the Fiscal Year Ended June 30, 2019

1. Teacher's Pension and Annuity Fund (TPAF)

Changes of benefit term: There were none.

Changes of assumptions: For 2018, the discount rate changed to 4.86% and the long-term rate of return remained at 7.00%. For 2017, the discount rate changed to 4.25% and the long-term rate of return changed to 7.00%. For 2016, the discount rate changed to 3.22% and the long-term rate of return changed to 7.65% from 7.90%. Also, for 2016, demographic assumptions were revised to reflect those recommended on the basis of the July 1, 2012 – June 30, 2015 experience study. For 2015, the discount rate changed to 4.13%. For 2013, the discount rate was 4.68%

2. Public Employees' Retirement System (PERS)

Changes of benefit term: There were none.

Changes of assumptions: For 2018, the discount rate changed to 5.66% and the long-term rate of return remained at 7.00%. For 2017, the discount rate changed to 5.00% and the long-term rate of return changed to 7.00%. For 2016, the discount rate changed to 3.98% and the long-term rate of return changed to 7.65% from 7.90%. Also, for 2016, demographic assumptions were revised in accordance with the results of the July 1, 2011 – June 30, 2014 experience study and the mortality improvement scale incorporated the plan actuary's modified MP-2014 projection scale. Further salary increases were assumed to increase between 1.65% and 4.15% (based on age) through year 2026 and 2.65% and 5.15% (based on age) for each fiscal year thereafter. For 2015, the discount rate changed to 4.90% and the social security wage base was set at \$118,500 for 2015, increasing 4.00% per annum, compounded annually and the 401(1)(17) pay limit was set at \$265,000 for 2015, increasing 3.00% per annum, compounded annually. For 2014, the discount rate was 5.39%

3. Other Post-Retirement Plan – Public Employees' Retirement System and Teachers' Pension and Annuity Fund

Changes of benefit term: There were none.

Changes of assumptions: In 2018 the discount rate changed to 3.87% from 3.85% as of June 30, 2017. In 2018, there were changes in the census, claims and premiums experience and a decrease in the assumed health care cost trend and excise tax assumptions. The discount rate was 2.85% as of June 30, 2016.

Other Supplementary Information

Special Revenue Fund

COLLINGSWOOD SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2019

	NHL Play 360	Total Other Prog. (See E-1A)	Total Other Prog. (See E-1B)	Total
REVENUES:				
Local sources	\$ 1,867	\$ -	\$ -	\$ 1,867
State sources		653,213	-	653,213
Federal sources			961,399	961,399
Total Revenues	1,867	653,213	961,399	1,616,479
EXPENDITURES:				
Instruction:				
Salaries of teachers		262,433	202,829	465,262
Other Salaries		37,229		37,229
Purchased prof. - tech. services		21,171	184,382	205,553
Purchased prof. - educ. services		61,800		61,800
Other purchased services		37,267	133,173	170,440
Textbooks		6,719		6,719
General supplies	1,867	63,711	102,683	168,261
Other Objects				
Total instruction	1,867	490,330	623,067	1,115,264
Support services:				
Salaries - supervisor of instruction		35,567	126,760	162,327
Salaries		23,041	112,792	135,833
Personal services-employee benefits			87,157	87,157
PEA Comm. Parent Inv.		14,144		14,144
PEA Master		17,475		17,475
Purchased prof. - tech. services		10,517		10,517
Purchased prof. - educ. services			2,500	2,500
Other purchased services		13,348	3,123	16,471
Travel				
Supplies		2,086	6,000	8,086
Total support services		116,178	338,332	454,510
Facilities acquisition and const. serv.:				
Instructional equipment		46,705		46,705
Total facilities acq. and const. serv.		46,705		46,705
Total Expenditures	1,867	653,213	961,399	1,616,479
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COLLINGSWOOD SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2019

	Preschool Expansion	Nonpublic Comp. Ed.	Nonpublic Security	Nonpublic Exam & Class.	Nonpublic Speech	Nonpublic Supplemental Instruction	Nonpublic Textbooks	Nonpublic Nursing	Nonpublic Technology	Page Total
REVENUES:										
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	549,787	36,547	20,637	8,190	8,303	4,678	6,719	13,348	5,004	653,213
Federal sources										
Total Revenues	<u>549,787</u>	<u>36,547</u>	<u>20,637</u>	<u>8,190</u>	<u>8,303</u>	<u>4,678</u>	<u>6,719</u>	<u>13,348</u>	<u>5,004</u>	<u>653,213</u>
EXPENDITURES:										
Instruction:										
Salaries of teachers	262,433									262,433
Other Salaries	37,229									37,229
Purchased prof. - tech. services				8,190	8,303	4,678				21,171
Purchased prof. - educ. services	61,800									61,800
Other purchased services	720	36,547								37,267
Textbooks							6,719			6,719
General supplies	38,070		20,637						5,004	63,711
Total instruction	<u>400,252</u>	<u>36,547</u>	<u>20,637</u>	<u>8,190</u>	<u>8,303</u>	<u>4,678</u>	<u>6,719</u>	<u>13,348</u>	<u>5,004</u>	<u>490,330</u>
Support services:										
Salaries	35,567									35,567
Other Salaries	23,041									23,041
PEA Comm. Parent Inv.	14,144									14,144
PEA Master	17,475									17,475
Purchased prof. - tech. services	10,517									10,517
Other purchased services								13,348		13,348
Supplies	2,086									2,086
Total support services	<u>102,830</u>							<u>13,348</u>		<u>116,178</u>
Facilities acquisition and const. serv.:										
Instructional equipment	46,705									46,705
Total facilities acq. and const. serv.	<u>46,705</u>									<u>46,705</u>
Total Expenditures	<u>549,787</u>	<u>36,547</u>	<u>20,637</u>	<u>8,190</u>	<u>8,303</u>	<u>4,678</u>	<u>6,719</u>	<u>13,348</u>	<u>5,004</u>	<u>653,213</u>
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COLLINGSWOOD SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Revenues and Expenditures
Budgetary Basis
For the Fiscal Year Ended June 30, 2019

	Title I	Reallocated Title I	Title IIA	Title III	Title III Immigrant	Title IV	IDEA Basic	IDEA Preschool	Page Total
REVENUES:									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources									-
Federal sources	371,234	20,297	45,425	1,848	2,823	21,272	486,318	12,182	961,399
Total Revenues	371,234	20,297	45,425	1,848	2,823	21,272	486,318	12,182	961,399
EXPENDITURES:									
Instruction:									
Salaries of teachers	157,057		22,830				10,760	12,182	202,829
Purchased prof. - tech. services							184,382		184,382
Other purchased services							133,173		133,173
General supplies	18,160	20,297		1,848		3,372	59,006		102,683
Other Object									
Total instruction	175,217	20,297	22,830	1,848		3,372	387,321	12,182	623,067
Support services:									
Salaries - supervisor of instruction	108,860					17,900			126,760
Salaries			10,972		2,823		98,997		112,792
Personal services-employee benefits	87,157								87,157
Purchased prof. - tech. services									2,500
Purchased prof. - educ. services			2,500						3,123
Other purchased services			3,123						6,000
Travel									
Supplies			6,000						
Total support services	196,017		22,595		2,823	17,900	98,997		338,332
Facilities acquisition and const. serv.:									
Instructional equipment									
Total facilities acq. and const. serv.									
Total Expenditures	371,234	20,297	45,425	1,848	2,823	21,272	486,318	12,182	961,399
Excess (deficiency) of revenues over (under) expenditures and other financing sources (uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Collingswood School District
Special Revenue Fund
Schedule of Preschool Education Aid Expenditures
Preschool - All Programs
Budgetary Basis
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ -	\$ 265,851	\$ 265,851	\$ 262,433	\$ 3,418
Other Salaries for Instruction	-	37,230	37,230	37,229	1
Purchased Professional & Technical Services	-	61,800	61,800	61,800	-
Other Purchased Services (400-500 series)	-	1,230	1,230	720	510
General Supplies	-	39,431	39,431	38,070	1,361
Total instruction	-	405,542	405,542	400,252	5,290
Support services:					
Salaries of Program Directors	-	35,567	35,567	35,567	-
Salaries of Other Professional Staff	-	23,097	23,097	23,041	56
Salaries of Community Parent Involvement Spec.	-	18,937	18,937	14,144	4,793
Salaries of Master Teachers	-	27,875	27,875	17,475	10,400
Personal Services - Employee Benefits	-	103,659	103,659	-	103,659
Purchased Professional - Educational Services	-	12,550	12,550	10,517	2,033
Supplies & Materials	-	2,500	2,500	2,086	414
Total support services	-	224,185	224,185	102,830	121,355
Facilities acquisition and cont. serv:					
Instructional equipment	-	48,600	48,600	46,705	1,895
Total Facilities acquisition and cont. serv.	-	48,600	48,600	46,705	1,895
Contribution to Charter Schools					
Transfer to General Fund	-	-	-	-	-
Total Expenditures	\$ -	\$ 678,327	\$ 678,327	\$ 549,787	\$ 128,540

CALCULATION OF BUDGET & CARRYOVER

Total 2018-19 PreK Aid Allocation	\$ 678,327
Add: Actual PreK/ECPA Aid Carryover June 30, 2018	-
Add: Budgeted Transfer From General Fund	-
Total Funds Available for 2018-19 Budget	678,327
Less: 2018-19 Budgeted PreK/ECPA (Including prior year budgeted carryover)	(678,327)
Available & Unbudgeted Funds as of June 30, 2019	-
Add: June 30, 2019 Unexpended PreK Aid	128,540
2019- Actual Carryover - PreK Aid	<u>\$ 128,540</u>
2018-19 PreK Aid Carryover Budgeted in 2019-20	<u> </u>

Collingswood School District
Special Revenue Fund
Schedule of Preschool Education Aid Expenditures
Preschool - Full Day 3yr & 4 yr - Regular
Budgetary Basis
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Instruction:					
Salaries of Teachers	\$ -	\$ 265,851	\$ 265,851	\$ 262,433	\$ 3,418
Other Salaries for Instruction	-	37,230	37,230	37,229	1
Purchased Professional & Technical Services	-	61,800	61,800	61,800	-
Other Purchased Services (400-500 series)	-	1,230	1,230	720	510
General Supplies	-	39,431	39,431	38,070	1,361
Total instruction	-	405,542	405,542	400,252	5,290
Support services:					
Salaries of Program Directors	-	35,567	35,567	35,567	-
Salaries of Other Professional Staff	-	23,097	23,097	23,041	56
Salaries of Community Parent Involvement Spec.	-	18,937	18,937	14,144	4,793
Salaries of Master Teachers	-	27,875	27,875	17,475	10,400
Personal Services - Employee Benefits	-	103,659	103,659		103,659
Purchased Professional - Educational Services	-	12,550	12,550	10,517	2,033
Supplies & Materials	-	2,500	2,500	2,086	414
Total support services	-	224,185	224,185	102,830	121,355
Facilities acquisition and cont. serv:					
Instructional equipment	-	48,600	48,600	46,705	1,895
Total Facilities acquisition and cont. serv.	-	48,600	48,600	46,705	1,895
Total Program Expenditures	\$ -	\$ 678,327	\$ 678,327	\$ 549,787	\$ 128,540

Proprietary Funds

COLLINGSWOOD SCHOOL DISTRICT
Statement of Net Position
Proprietary Funds
June 30, 2019

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Food Service	Summer Theater	Flip Tech	Maintenance Services
ASSETS:				
Current assets:				
Cash and cash equivalents	\$ 134,150	\$ 16,886	\$ -	\$ 407,960
Intergovernmental receivables:				
State Aid	323	-	-	-
Federal Aid	19,989	-	-	-
Other	-	-	-	4,313
Inventories	14,082	-	-	-
Total current assets	<u>168,544</u>	<u>16,886</u>	<u>-</u>	<u>412,273</u>
Noncurrent Assets:				
Equipment	275,456	-	-	-
Less - accumulated depreciation	<u>(194,478)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Noncurrent Assets	<u>80,978</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>249,522</u>	<u>16,886</u>	<u>-</u>	<u>412,273</u>
LIABILITIES:				
Current liabilities:				
Interfund payable	-	-	-	409,825
Accounts payable	-	-	-	2,448
Unearned revenue	7,029	10,050	-	-
Total Liabilities	<u>7,029</u>	<u>10,050</u>	<u>-</u>	<u>412,273</u>
NET POSITION:				
Net investment in capital assets	80,978	-	-	-
Unrestricted	<u>161,515</u>	<u>6,836</u>	<u>-</u>	<u>-</u>
Total Net Position	<u>\$ 242,493</u>	<u>\$ 6,836</u>	<u>\$ -</u>	<u>\$ -</u>

COLLINGSWOOD SCHOOL DISTRICT
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Food Service	Summer Theater	Flip Tech	Maintenance Services
Operating Revenues:				
Charges for services:				
Daily sales - reimbursable programs	\$ 117,688	\$ -	\$ -	\$ -
Daily sales - non-reimbursable programs	126,149	-	-	-
Maintenance fees from other LEA's	-	-	-	889,646
Miscellaneous	-	18,362	-	-
Special functions	4,380	-	-	-
Total Operating Revenues	<u>248,217</u>	<u>18,362</u>	<u>-</u>	<u>889,646</u>
Operating Expenses:				
Cost of sales-Reimbursable	227,769	-	-	-
Cost of sales-Nonreimbursable	59,539	-	-	-
Salaries	222,868	10,725	-	-
Personal services - employee benefits	47,821	-	-	-
Supplies	39,820	2,982	-	-
Purchased services	34,889	4,075	-	-
Other costs	42,278	-	-	889,646
Depreciation	17,438	-	-	-
Total Operating Expenses	<u>692,422</u>	<u>17,782</u>	<u>-</u>	<u>889,646</u>
Operating Income (Loss)	<u>(444,205)</u>	<u>580</u>	<u>-</u>	<u>-</u>
Nonoperating Revenues (Expenses):				
State sources:				
State school lunch program	6,600	-	-	-
Federal sources:				
National school lunch program	279,168	-	-	-
National school breakfast program	95,886	-	-	-
Food distribution program	43,340	-	-	-
Interest on investments	690	-	-	-
Total Nonoperating Revenues	<u>425,684</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position	(18,521)	580	-	-
Net Position - July 1, 2018	<u>261,014</u>	<u>6,256</u>	<u>-</u>	<u>-</u>
Net Position - June 30, 2019	<u>\$ 242,493</u>	<u>\$ 6,836</u>	<u>\$ -</u>	<u>\$ -</u>

COLLINGSWOOD SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2019

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Funds
	Food Service	Summer Theater	Flip Tech	Maintenance Services
Cash Flows from Operating Activities:				
Cash receipts from customers	\$ 249,955	\$ 28,352	\$ -	\$ 893,642
Cash receipts from vendor	-	60	-	-
Cash payments to employees for services	(270,689)	(10,725)	-	(772,610)
Cash payments to suppliers for goods and services	(360,713)	(7,057)	(1,338)	-
Net cash used by operating activities	(381,447)	10,630	(1,338)	121,032
Cash Flows from Noncapital Financing Activities:				
Cash received from state sources	6,612	-	-	-
Cash received from federal sources	378,021	-	-	-
Operating transfer in/out	-	-	-	-
Net cash provided by noncapital financing activities	384,633	-	-	-
Cash Flows Used by Capital and Related Financing Activities:				
Purchase of equipment	-	-	-	-
Cash Flow Provided by Investing Activities:				
Interest on cash equivalents	690	-	-	-
Net increase (decrease) in cash and cash equivalents	3,876	10,630	(1,338)	121,032
Cash and cash equivalents - July 1, 2018	130,274	6,256	1,338	286,928
Cash and cash equivalents - June 30, 2019	<u>\$ 134,150</u>	<u>\$ 16,886</u>	<u>\$ -</u>	<u>\$ 407,960</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (444,205)	\$ 580	\$ -	\$ -
Adjustments to reconcile operating income (loss) to cash provided by (used for) operating activities:				
Depreciation	17,438	-	-	-
Commodities	43,340	-	-	-
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	-	-	-	3,996
(Increase) decrease in inventory	243	-	-	-
(Increase) decrease in interfund receivable	-	8,280	-	-
Increase (decrease) in interfund payable	-	-	-	116,132
Increase (decrease) in unearned revenue	1,737	1,770	-	-
Increase (decrease) in accounts payable	-	-	(1,338)	904
Net cash provided by (used for) operating activities	<u>\$ (381,447)</u>	<u>\$ 10,630</u>	<u>\$ (1,338)</u>	<u>\$ 121,032</u>

Fiduciary Funds

COLLINGSWOOD SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Position
June 30, 2019

	Trust Funds			Agency Funds		Totals
	Unemployment Compensation Insurance Trust	Flexible Benefits Trust	Scholarship Trust	Student Activity	Payroll	
ASSETS:						
Cash and cash equivalents	\$ 831,995	\$ 14,586	\$ 179,484	\$ 223,117	\$ 189,651	\$ 1,438,833
Total Assets	<u>831,995</u>	<u>14,586</u>	<u>179,484</u>	<u>223,117</u>	<u>189,651</u>	<u>1,438,833</u>
LIABILITIES:						
Payroll deductions and withholdings	869	-	-	-	189,511	190,380
Accounts payable	157	-	-	-	-	157
Interfund payable	-	-	-	-	140	140
Due to student groups	-	-	-	223,117	-	223,117
Total Liabilities	<u>1,026</u>	<u>-</u>	<u>-</u>	<u>\$ 223,117</u>	<u>\$ 189,651</u>	<u>413,794</u>
NET POSITION:						
Held in trust for payment of claims	830,969	14,586	-			845,555
Held in trust for scholarships	-	-	179,484			179,484
Total Net Position	<u>\$ 830,969</u>	<u>\$ 14,586</u>	<u>\$ 179,484</u>			<u>\$ 1,025,039</u>

COLLINGSWOOD SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended June 30, 2019

	Flexible Benefits Trust Fund	Scholarship Trust Fund	Unemployment Compensation Insurance Trust Fund	Totals
ADDITIONS:				
Interest on investments	\$ 34	\$ 639	\$ 12,952	\$ 13,625
Contributions	36,600	25,910	37,709	100,219
Total Additions	<u>36,634</u>	<u>26,549</u>	<u>50,661</u>	<u>113,844</u>
DEDUCTIONS:				
Claims paid	34,732	-	21,398	56,130
Scholarships paid	-	33,588	-	33,588
Total Deductions	<u>34,732</u>	<u>33,588</u>	<u>21,398</u>	<u>89,718</u>
Change in Net Position	1,902	(7,039)	29,263	24,126
Net Position -- July 1, 2018	<u>12,684</u>	<u>186,200</u>	<u>801,706</u>	<u>1,000,590</u>
Net Position -- June 30, 2019	<u><u>\$ 14,586</u></u>	<u><u>\$ 179,161</u></u>	<u><u>\$ 830,969</u></u>	<u><u>\$ 1,024,716</u></u>

COLLINGSWOOD SCHOOL DISTRICT
Fiduciary Funds
Student Activity Agency Fund Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2019

	<u>Balance June 30, 2018</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Transfers</u>	<u>Balance June 30, 2019</u>
Elementary Schools	\$ 46,288	\$ 41,102	\$ 39,267	\$ (8,665)	\$ 39,458
Middle School	19,468	78,880	69,076	1,092	30,364
High School	110,835	247,598	250,531	10,847	118,749
Athletics	27,688	95,115	85,608	(3,301)	33,894
District	1,201	1,890	2,145	(294)	652
Total all schools	<u>\$ 205,480</u>	<u>\$ 464,585</u>	<u>\$ 446,627</u>	<u>\$ (321)</u>	<u>\$ 223,117</u>

COLLINGSWOOD SCHOOL DISTRICT
Fiduciary Funds
Payroll Agency Fund Schedule of Receipts and Disbursements
For the Fiscal Year Ended June 30, 2019

	Balance June 30, 2018	Additions	Deletions	Balance June 30, 2019
ASSETS:				
Cash and cash equivalents	\$ 171,934	\$ 24,793,329	\$ 24,775,613	\$ 189,650
Total Assets	<u>\$ 171,934</u>	<u>\$ 24,793,329</u>	<u>\$ 24,775,613</u>	<u>\$ 189,650</u>
LIABILITIES:				
Net payroll	\$ -	\$ 13,440,625	\$ 13,440,625	\$ -
Interfund payable	412	2,604	2,876	140
Payroll deductions and withholdings	171,522	11,350,100	11,332,112	189,510
Total Liabilities	<u>\$ 171,934</u>	<u>\$ 24,793,329</u>	<u>\$ 24,775,613</u>	<u>\$ 189,650</u>

Long-Term Debt Schedules

COLLINGSWOOD SCHOOL DISTRICT
Statement of Serial Bonds
For the Fiscal Year Ended June 30, 2019

Issue	Date of Issue	Amount of Issue	Annual Maturities		Rate of Interest	Balance June 30, 2018	Issued	Retired	Balance June 30, 2019
			Date	Amount					
Refunding School Bonds	12/01/12	\$ 14,775,000	6/1/2020	\$ 860,000	4.000%	\$ 12,295,000	\$ -	\$ 840,000	\$ 11,455,000
			6/1/2021	910,000	4.000%				
			6/1/2022	910,000	4.000%				
			6/1/2023	955,000	4.000%				
			6/1/2024	1,010,000	5.000%				
			6/1/2025	1,070,000	5.000%				
			6/1/2026	1,120,000	4.000%				
			6/1/2027	1,135,000	2.500%				
			6/1/2028	1,140,000	2.500%				
			6/1/2029	1,170,000	2.750%				
			6/1/2030	1,175,000	2.750%				
						\$ 12,295,000	\$ -	\$ 840,000	\$ 11,455,000

COLLINGSWOOD SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
For the Fiscal Year Ended June 30, 2019

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
REVENUES:					
Local sources:					
Local tax levy	\$ 1,289,163	\$ -	\$ 1,289,163	\$ 1,289,163	\$ -
Total Revenues	<u>1,289,163</u>	<u>-</u>	<u>1,289,163</u>	<u>1,289,163</u>	<u>-</u>
EXPENDITURES:					
Regular debt service:					
Redemption of principal	840,000		840,000	840,000	
Interest	<u>449,163</u>		<u>449,163</u>	<u>449,163</u>	
Total regular debt service	<u>1,289,163</u>	<u>-</u>	<u>1,289,163</u>	<u>1,289,163</u>	<u>-</u>
Excess (Deficiency) of revenues over (under) expenditures	-		-	-	
Other Financing Sources:					
Operating transfers in	<u>-</u>			<u>-</u>	
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	-	-	-	-	-
Fund Balance - July 1, 2018	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - June 30, 2019	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Statistical Section

Collingswood School District
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

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	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental activities:										
Net investment in capital assets	\$ 20,448,749	\$ 20,075,116	\$ 19,552,212	\$ 19,498,672	\$ 18,776,461	\$ (5,499,663)	\$ (4,866,594)	\$ (4,069,608)	\$ (3,470,975)	\$ (2,420,772)
Restricted for:										
Capital projects	580,221	345,784	448,784	951,244	704,304	813,471	815,505	1,137,539	1,141,094	393,049
Debt service			91,722	38,120	19,755	1	-	-	-	-
Other purposes	3,142,781	4,841,916	6,232,436	5,715,090	5,761,323	4,780,464	4,374,319	4,345,163	4,354,327	4,320,800
Unrestricted	<u>(1,108,657)</u>	<u>(834,943)</u>	<u>(922,763)</u>	<u>(841,687)</u>	<u>(650,882)</u>	<u>(9,507,297)</u>	<u>(9,581,189)</u>	<u>(10,825,870)</u>	<u>(11,271,495)</u>	<u>(11,306,116)</u>
Total governmental activities net position	<u>\$ 23,063,094</u>	<u>\$ 24,427,873</u>	<u>\$ 25,402,391</u>	<u>\$ 25,361,439</u>	<u>\$ 24,610,961</u>	<u>\$ (9,413,024)</u>	<u>\$ (9,257,959)</u>	<u>\$ (9,412,776)</u>	<u>\$ (9,247,049)</u>	<u>\$ (9,013,039)</u>
Business-type activities:										
Net investment in capital assets	\$ 22,259	\$ 33,136	\$ 39,497	\$ 70,184	\$ 50,241	\$ 150,758	\$ 133,309	\$ 115,864	\$ 98,416	\$ 80,978
Unrestricted	<u>218,361</u>	<u>204,576</u>	<u>171,649</u>	<u>143,325</u>	<u>147,058</u>	<u>127,500</u>	<u>129,180</u>	<u>143,616</u>	<u>168,854</u>	<u>168,351</u>
Total business-type activities net position	<u>\$ 240,620</u>	<u>\$ 237,712</u>	<u>\$ 211,146</u>	<u>\$ 213,509</u>	<u>\$ 197,299</u>	<u>\$ 278,258</u>	<u>\$ 262,489</u>	<u>\$ 259,480</u>	<u>\$ 267,270</u>	<u>\$ 249,329</u>
District-wide:										
Net investment in capital assets	\$ 20,471,008	\$ 20,108,252	\$ 19,591,709	\$ 19,568,856	\$ 18,826,702	\$ (5,348,905)	\$ (4,733,285)	\$ (3,953,744)	\$ (3,372,559)	\$ (2,339,794)
Restricted:										
Capital projects	580,221	345,784	448,784	951,244	704,304	813,471	815,505	1,137,539	1,141,094	393,049
Debt service			91,722	38,120	19,755	1	-	-	-	-
Other purposes	3,142,781	4,841,916	6,232,436	5,715,090	5,761,323	4,780,464	4,374,319	4,345,163	4,354,327	4,320,800
Unrestricted	<u>(890,296)</u>	<u>(630,367)</u>	<u>(751,114)</u>	<u>(698,362)</u>	<u>(503,824)</u>	<u>(9,379,797)</u>	<u>(9,452,009)</u>	<u>(10,682,254)</u>	<u>(11,102,641)</u>	<u>(11,137,765)</u>
Total district net position	<u>\$ 23,303,714</u>	<u>\$ 24,665,585</u>	<u>\$ 25,613,537</u>	<u>\$ 25,574,948</u>	<u>\$ 24,808,260</u>	<u>\$ (9,134,766)</u>	<u>\$ (8,995,470)</u>	<u>\$ (9,153,296)</u>	<u>\$ (8,979,779)</u>	<u>\$ (8,763,710)</u>

Collingswood School District
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

J-2

	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
Governmental activities:										
Instruction:										
Regular	\$ 10,463,791	\$ 9,845,258	\$ 9,965,762	\$ 9,948,024	\$ 10,254,244	\$ 10,881,367	\$ 10,634,149	\$ 10,994,034	\$ 11,398,501	\$ 12,123,288
Special education	3,161,493	3,099,125	2,855,516	3,189,373	3,194,621	3,022,304	2,858,171	3,122,725	3,163,977	3,504,519
Other instruction	1,554,733	1,451,420	1,554,714	1,609,605	1,593,306	1,582,734	1,623,513	1,672,049	1,794,178	1,758,331
Support Services:										
Tuition	730,061	770,843	848,489	772,694	609,230	445,406	637,640	567,089	505,079	645,776
Student & instruction related services	3,478,532	3,038,583	3,145,003	3,413,607	3,414,395	3,648,677	3,732,662	3,815,419	3,994,223	4,473,931
School administrative services	1,308,976	1,321,990	1,355,675	1,364,083	1,295,442	1,250,810	1,281,363	1,299,769	1,328,596	1,337,230
General and business administrative services	973,339	1,058,461	1,037,843	995,355	1,103,148	1,033,253	1,059,720	1,195,804	1,131,709	1,221,805
Plant operations and maintenance	3,463,615	3,339,933	3,930,014	3,947,059	4,427,653	4,250,723	3,311,375	3,301,091	3,553,923	3,917,646
Pupil transportation	461,810	419,354	390,946	441,979	469,426	536,512	494,675	500,288	580,995	569,659
Business and other support services										
Unallocated employee benefits	6,670,967	6,950,050	7,402,029	8,323,551	8,104,380	9,002,475	9,782,831	10,997,946	23,466,471	20,730,545
Special schools	16,706	99,034	91,372	138,264	109,557	137,896	165,542	139,616	291,824	237,282
Interest on long-term debt	773,619	752,650	727,815	627,683	576,497	560,100	531,089	495,075	471,713	445,863
Unallocated depreciation	55,224	35,510	35,668	34,393	41,232	34,232	31,207	40,707	39,320	13,177
Total governmental activities expenses	<u>33,112,866</u>	<u>32,182,211</u>	<u>33,340,846</u>	<u>34,805,670</u>	<u>35,193,131</u>	<u>36,386,489</u>	<u>36,143,937</u>	<u>38,141,612</u>	<u>51,720,509</u>	<u>50,979,052</u>
Business-type activities:										
Food service	655,988	626,858	691,309	722,874	665,433	622,785	640,725	619,220	638,343	692,422
Flip Tech									5,441	-
Summer Theater							35,574	29,498	17,494	17,782
Total business-type activities expense	<u>655,988</u>	<u>626,858</u>	<u>691,309</u>	<u>722,874</u>	<u>665,433</u>	<u>622,785</u>	<u>676,299</u>	<u>648,718</u>	<u>661,278</u>	<u>710,204</u>
Total district expenses	<u>\$ 33,768,854</u>	<u>\$ 32,809,069</u>	<u>\$ 34,032,155</u>	<u>\$ 35,528,544</u>	<u>\$ 35,858,564</u>	<u>\$ 37,009,274</u>	<u>\$ 36,820,236</u>	<u>\$ 38,790,330</u>	<u>\$ 52,381,787</u>	<u>\$ 51,689,256</u>
Program Revenues:										
Governmental activities:										
Charges for services	\$ 4,648,623	\$ 4,924,948	\$ 5,228,802	\$ 4,742,946	\$ 4,413,861	\$ 4,883,512	\$ 4,627,337	\$ 4,695,280	\$ 5,031,214	\$ 6,415,433
Operating grants and contributions	3,351,672	3,173,864	3,246,828	4,180,541	3,683,273	4,219,019	4,726,532	5,458,640	18,680,520	16,439,633
Capital grants and contributions										
Total governmental activities program revenues	<u>8,000,295</u>	<u>8,098,812</u>	<u>8,475,630</u>	<u>8,923,487</u>	<u>8,097,134</u>	<u>9,102,531</u>	<u>9,353,869</u>	<u>10,153,920</u>	<u>23,711,734</u>	<u>22,855,066</u>

(Continued)

Collingswood School District
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

J-2

	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Business-type activities:										
Charges for services	\$ 317,749	\$ 304,260	\$ 299,210	\$ 307,430	\$ 233,058	\$ 191,449	\$ 249,835	\$ 237,700	\$ 238,902	\$ 266,579
Operating grants and contributions	330,752	319,109	347,813	359,117	362,920	371,489	410,561	407,836	429,866	424,994
Capital grants and contributions										
Total business type activities program revenues	<u>648,501</u>	<u>623,369</u>	<u>647,023</u>	<u>666,547</u>	<u>595,978</u>	<u>562,938</u>	<u>660,396</u>	<u>645,536</u>	<u>668,768</u>	<u>691,573</u>
Total district program revenues	<u>\$ 8,648,796</u>	<u>\$ 8,722,181</u>	<u>\$ 9,122,653</u>	<u>\$ 9,590,034</u>	<u>\$ 8,693,112</u>	<u>\$ 9,665,469</u>	<u>\$ 10,014,265</u>	<u>\$ 10,799,456</u>	<u>\$ 24,380,502</u>	<u>\$ 23,546,639</u>
Net (Expense)/Revenue:										
Governmental activities	\$ (25,112,571)	\$ (24,083,399)	\$ (24,865,216)	\$ (25,882,183)	\$ (27,095,997)	\$ (27,283,958)	\$ (26,790,068)	\$ (27,987,692)	\$ (28,008,775)	\$ (28,123,986)
Business-type activities	(7,487)	(3,489)	(44,286)	(56,327)	(69,455)	(59,847)	(15,903)	(3,182)	7,490	(18,631)
Total district-wide net expense	<u>\$ (25,120,058)</u>	<u>\$ (24,086,888)</u>	<u>\$ (24,909,502)</u>	<u>\$ (25,938,510)</u>	<u>\$ (27,165,452)</u>	<u>\$ (27,343,805)</u>	<u>\$ (26,805,971)</u>	<u>\$ (27,990,874)</u>	<u>\$ (28,001,285)</u>	<u>\$ (28,142,617)</u>
General Revenues and Other Changes in Net Assets:										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 13,519,912	\$ 13,865,535	\$ 13,934,863	\$ 13,854,194	\$ 13,854,194	\$ 14,131,278	\$ 14,610,216	\$ 15,268,576	\$ 15,743,934	\$ 16,058,813
Taxes levied for debt service	1,275,338	1,354,713	1,354,962	1,280,826	1,295,597	1,264,634	1,279,812	1,272,013	1,293,763	1,289,163
Unrestricted grants and contributions	10,304,858	9,807,569	10,365,425	10,211,300	10,748,202	10,529,933	10,605,731	10,688,453	10,540,727	10,639,679
State aid restricted for capital projects		105,000								
Investment earnings	44,230	19,268	3,000	2,460	2,060	1,761	2,034	2,034	3,555	2,080
Miscellaneous income	142,053	567,278	180,837	538,057	498,457	261,981	447,340	601,799	592,523	368,261
Loss on disposal of assets										
State aid canceled on completed projects		(323,433)	18,367	-	-	-	-	-	-	-
Transfers	143,851	8,172	(17,720)	(8,000)	(52,991)	(22,712)	-	-	-	-
Total governmental activities	<u>25,430,242</u>	<u>25,404,102</u>	<u>25,839,734</u>	<u>25,878,837</u>	<u>26,345,519</u>	<u>26,166,875</u>	<u>26,945,133</u>	<u>27,832,875</u>	<u>28,174,502</u>	<u>28,357,996</u>
Business-type activities:										
Investment earnings				60	254	133	134	173	300	-
Contributed capital				50,630	-	-	-	-	-	-
Transfers	3,942	(8,172)	17,720	8,000	52,991	22,712	-	-	-	-
Total business-type activities	<u>3,942</u>	<u>(8,172)</u>	<u>17,720</u>	<u>58,690</u>	<u>53,245</u>	<u>22,845</u>	<u>134</u>	<u>173</u>	<u>300</u>	<u>-</u>
Total district-wide	<u>\$ 25,434,184</u>	<u>\$ 25,395,930</u>	<u>\$ 25,857,454</u>	<u>\$ 25,937,527</u>	<u>\$ 26,398,764</u>	<u>\$ 26,189,720</u>	<u>\$ 26,945,267</u>	<u>\$ 27,833,048</u>	<u>\$ 28,174,802</u>	<u>\$ 28,357,996</u>
Change in Net Position:										
Governmental activities	\$ 317,671	\$ 1,320,703	\$ 974,518	\$ (3,346)	\$ (750,478)	\$ (1,117,083)	\$ 155,065	\$ (154,817)	\$ 165,727	\$ 234,010
Business-type activities	(3,545)	(11,661)	(26,566)	2,363	(16,210)	(37,002)	(15,769)	(3,009)	7,790	(18,631)
Total district-wide	<u>\$ 314,126</u>	<u>\$ 1,309,042</u>	<u>\$ 947,952</u>	<u>\$ (983)</u>	<u>\$ (766,688)</u>	<u>\$ (1,154,085)</u>	<u>\$ 139,296</u>	<u>\$ (157,826)</u>	<u>\$ 173,517</u>	<u>\$ 215,379</u>

Collingswood School District
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

J-3

Fiscal Year Ending June 30,										
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund:										
Restricted for										
Capital reserve	\$ 234,204	\$ 345,784	\$ 448,784	\$ 951,244	\$ 704,304	\$ 813,471	\$ 815,505	\$ 1,137,539	\$ 1,141,094	\$ 393,049
Excess surplus	1,348,469	2,234,598	2,313,050	2,402,196	2,376,577	2,017,432	2,012,729	2,016,939	2,029,604	3,240,426
Future tuition payments	430,000	850,000	850,000	430,000	-	-	-	-	-	-
Maintenance reserve	-	-	-	250,000	250,000	250,000	250,000	250,000	250,000	250,125
Assigned to:										
Year-end Encumbrances	248,025	90,882	472,335	197,842	90,088	78,818	40,483	65,495	57,784	59,147
Designated for subsequent year's budget	1,077,502	1,348,469	2,531,533	2,435,052	2,533,825	2,376,577	2,071,107	2,012,729	2,016,939	771,102
ARRA/SEMI - Designated for subsequent year's budget	-	-	-	-	-	27,712	-	-	-	-
Unassigned	(519,813)	(312,147)	(394,584)	(332,807)	(355,456)	(379,366)	(348,741)	(336,827)	(323,421)	(289,924)
Total general fund	<u>\$ 2,818,387</u>	<u>\$ 4,557,586</u>	<u>\$ 6,221,118</u>	<u>\$ 6,333,527</u>	<u>\$ 5,599,338</u>	<u>\$ 5,184,644</u>	<u>\$ 4,841,083</u>	<u>\$ 5,145,875</u>	<u>\$ 5,172,000</u>	<u>\$ 4,423,925</u>
All Other Governmental Funds										
Unreserved, reported in:										
Special revenue fund	\$ 26,680	\$ 62,106	\$ 65,518	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital projects fund	358,122	255,860	-	-	510,833	-	-	-	-	-
Debt service fund	58,084	73,356	91,722	38,120	19,755	1	-	-	-	-
Total all other governmental funds	<u>\$ 442,886</u>	<u>\$ 391,322</u>	<u>\$ 157,240</u>	<u>\$ 38,120</u>	<u>\$ 530,588</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Collingswood School District
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

J-4

Fiscal Year Ending June 30,										
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Tax levy	\$ 14,795,250	\$ 15,220,248	\$ 15,289,825	\$ 15,135,020	\$ 15,149,791	\$ 15,395,912	\$ 15,890,028	\$ 16,540,589	\$ 17,037,697	\$ 17,347,976
Tuition charges	4,648,623	4,924,948	4,736,771	4,289,216	4,413,861	4,883,512	4,627,337	4,695,280	5,031,214	6,415,433
Interest earnings	44,230	19,268	3,000	2,460	2,060	1,761	2,034	2,034	3,555	2,080
Miscellaneous	142,054	567,278	246,133	458,027	498,457	261,981	447,340	606,546	604,145	370,128
State sources	10,990,050	11,899,773	12,507,606	13,425,090	13,483,918	13,566,973	14,312,299	14,892,110	15,503,203	16,927,683
Federal sources	2,666,480	1,186,660	1,104,647	966,743	947,557	1,181,979	1,019,964	1,250,236	1,064,759	1,033,550
Total revenue	33,286,687	33,818,175	33,887,982	34,276,556	34,495,644	35,292,118	36,299,002	37,986,795	39,244,573	42,096,850
Expenditures										
Instruction										
Regular instruction	9,218,002	9,024,146	9,156,935	9,100,374	9,343,192	10,267,722	10,412,950	10,740,970	10,942,303	11,707,232
Special education instruction	3,161,493	3,099,125	2,855,516	3,189,373	3,194,621	3,022,304	2,858,171	3,122,725	3,163,977	3,504,519
Other instruction	1,554,733	1,451,420	1,554,714	1,609,605	1,593,306	1,582,734	1,623,513	1,672,049	1,794,178	1,758,331
Support Services:										
Tuition	730,601	770,843	848,489	772,694	609,230	445,406	637,640	567,089	505,079	645,776
Student & instruction related services	3,478,532	3,038,583	3,145,003	3,413,607	3,414,395	3,648,677	3,732,662	3,815,419	3,995,266	4,473,931
School administrative services	1,308,976	1,321,990	1,355,675	1,364,083	1,295,442	1,250,810	1,281,363	1,299,769	1,328,596	706,458
General and business admin. services	893,472	913,792	936,775	892,174	990,925	964,790	997,347	1,140,745	1,079,420	1,796,578
Plant operations and maintenance	3,130,836	2,991,063	2,789,911	2,877,765	3,206,745	3,235,748	3,150,310	3,130,011	3,210,752	3,243,416
Pupil transportation	461,810	419,354	390,946	441,979	469,426	536,512	494,675	500,288	580,995	569,659
Other support services	6,670,967	6,950,050	7,402,029	8,323,551	8,104,380	8,880,918	9,444,269	9,620,237	10,466,037	11,552,153
Special Schools	16,706	12,076	7,618	1,617	949	6,198	19,439	13,689	11,985	12,590
Charter Schools	100,847	86,958	83,754	136,647	108,608	131,698	146,103	125,927	279,839	224,692
Capital outlay	449,403	381,166	576,851	808,680	1,039,193	956,782	564,309	661,072	566,258	1,360,427
Debt service:										
Principal	500,000	600,000	625,000	705,000	735,000	735,000	760,000	775,000	820,000	840,000
Interest and other charges	775,337	754,713	729,963	638,118	578,962	549,388	519,813	497,013	473,763	449,163
Total expenditures	32,451,715	31,815,279	32,459,179	34,275,267	34,684,374	36,214,687	36,642,564	37,682,003	39,218,448	42,844,925
Excess (Deficiency) of revenues over (under) expenditures	834,972	2,002,896	1,428,803	1,289	(188,730)	(922,569)	(343,562)	304,792	26,125	(748,075)
Other Financing sources (uses)										
Prior year arbitrage rebate canceled	19,432	-	-	-	-	-	-	-	-	-
Prior year state aid receivable canceled	-	(323,433)	18,367	-	-	-	-	-	-	-
Transfers in	178,560	234,109	18,367	-	-	107,406	-	-	-	-
Transfers out	(182,502)	(225,937)	(36,087)	(8,000)	(52,991)	(130,118)	-	-	-	-
Total other financing sources (uses)	15,490	(315,261)	647	(8,000)	(52,991)	(22,712)	-	-	-	-
Net change in fund balances	\$ 850,462	\$ 1,687,635	\$ 1,429,450	\$ (6,711)	\$ (241,721)	\$ (945,281)	\$ (343,562)	\$ 304,792	\$ 26,125	\$ (748,075)
Debt service as a percentage of noncapital expenditures	3.99%	4.31%	4.25%	4.01%	3.91%	3.64%	3.55%	3.44%	3.35%	3.11%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

Collingswood School District
 General Fund - Other Local Revenue by Source
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

J-5

Fiscal Year Ending June 30,	Interest on Investments	Tuition	Admission Fees	Prior Year Refunds	E-Rate Rebates	Preschool Registration Fees	Shared Services	Rentals	Activity Fees	Miscellaneous	Total
2010	\$ 102,241	\$ 4,648,623	\$ 13,896	\$ 7,552	\$ 8,604	\$ -	\$ -	\$ 18,684	\$ -	\$ 35,307	\$ 4,834,907
2011	78,676	4,924,948	13,142	147,598	306	25,880	244,654	1,775	69,789	4,726	5,511,494
2012	58,981	4,736,771	10,839	14,381	35,059	2,360	80,410	2,793	41,261	3,049	4,985,904
2013	48,094	4,209,178	9,938	21,303	19,329	80,038	283,934	1,350	66,575	1,266	4,741,005
2014	20,968	4,413,861	14,995	15,498	-	127,205	237,837	850	40,158	43,006	4,914,378
2015	17,360	4,883,512	11,570	12,224	-	-	167,628	100	41,082	8,897	5,142,373
2016	15,416	4,627,337	12,278	19,982	-	-	311,867	3,120	38,412	36,061	5,064,473
2017	15,309	4,695,280	11,552	119,365	-	-	379,724	3,700	40,531	33,652	5,299,113
2018	21,220	5,031,214	9,504	168,808	-	-	293,693	5,685	46,075	51,093	5,627,292
2019	35,010	6,415,433	10,088	38,128	71,513	-	116,132	34,700	46,000	18,770	6,785,774
	<u>\$ 413,275</u>	<u>\$ 48,586,157</u>	<u>\$ 117,802</u>	<u>\$ 564,839</u>	<u>\$ 134,811</u>	<u>\$ 235,483</u>	<u>\$ 2,115,879</u>	<u>\$ 72,757</u>	<u>\$ 429,883</u>	<u>\$ 235,827</u>	<u>\$ 52,906,713</u>

Source: District records

**Collingswood School District
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years**

J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Apartment	Total Assessed Value	Public Utilities a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate b	Estimated Actual (County Equalized) Value
2010	\$ 7,856,900	\$ 908,013,100	\$ 116,609,600	\$ 40,265,800	\$ 1,072,745,400	\$ 3,883,294	\$ 1,076,628,694	\$ 286,540,900	\$ 1.357	\$ 1,143,980,074
2011	7,978,300	908,133,700	116,485,000	40,066,800	1,072,663,800	3,786,375	1,076,450,175	288,171,200	1.380	1,159,612,944
2012	12,139,500	909,087,200	112,440,300	39,531,700	1,073,198,700		1,073,198,700	285,501,400	1.380	1,111,995,659
2013	8,313,700	913,740,100	114,053,300	38,400,700	1,074,507,800		1,074,507,800	279,504,700	1.389	1,078,383,548
2014	7,993,800	909,879,300	112,657,200	38,400,700	1,068,931,000		1,068,931,000	283,263,300	1.408	1,032,487,546
2015	7,696,400	909,569,100	109,533,700	37,733,700	1,064,532,900		1,064,532,900	281,795,500	1.449	1,016,624,555
2016	7,216,400	909,615,600	107,548,800	37,733,700	1,062,114,500		1,062,114,500	283,705,000	1.506	1,048,832,540
2017	8,048,800	909,873,500	107,150,600	37,747,200	1,062,820,100		1,062,820,100	279,919,400	1.559	1,067,934,503
2018	7,516,700	913,710,400	107,034,400	38,180,200	1,066,441,700		1,066,441,700	292,578,100	1.591	1,067,076,244
2019	7,343,400	914,915,200	106,416,400	38,180,200	1,066,855,200		1,066,855,200	292,442,800	1.622	1,084,468,508

Source:

Municipal Tax Assessor

Note:

Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation. Reassessment occurs when ordered by the County Board of Taxation

a Taxable Value of Machinery, Improvements, and Equipment of Telephone, Telegraph and Messenger System Companies

b Tax rates are per \$100 of assessed valuation.

c Not available.

R Reassessment

Collingswood School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$100 of assessed value)

J-7

Fiscal Year Ended June 30,	Collingswood School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Borough of Collingswood	Camden County	Municipal Library	
2010	\$ 1.232	\$ 0.125	\$ 1.357	\$ 0.846	\$ 0.649	\$ -	\$ 2.852
2011	1.255	0.125	1.380	0.878	0.721	-	2.979
2012	1.255	0.125	1.380	0.885	0.751	-	3.016
2013	1.269	0.120	1.389	0.882	0.785	0.033	3.089
2014	1.289	0.119	1.408	0.936	0.774	0.032	3.150
2015	1.330	0.119	1.449	0.971	0.789	0.031	3.240
2016	1.387	0.119	1.506	0.981	0.819	0.033	3.339
2017	1.439	0.120	1.559	0.993	0.843	0.033	3.428
2018	1.470	0.121	1.591	1.008	0.842	0.033	3.474
2019	1.502	0.120	1.622	1.024	0.828	0.034	3.508

Source: Municipal Tax Collector

R Reassessment.

**Collingswood School District
Principal Property Tax Payers,
Current Year and Nine Years Ago**

J-8

Taxpayer	2019		Taxpayer	2010	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
Cooper River Manor Investors	\$ 9,818,200	0.92%	Cooper River Manor Investors	\$ 9,818,200	0.91%
Collingswood Assoc.	3,624,100	0.34%	Station House Associates	7,245,500	0.67%
Parkview Urban Renewal LLC	3,384,000	0.32%	Collingswood Assoc.	5,832,000	0.54%
Flaum Prop. Co.	3,325,000	0.31%	ACE Partnerships	5,244,200	0.49%
ACE Partnership	3,300,000	0.31%	New Jersey Bell Telephone	3,689,162	0.34%
900 Haddon Avenue LLC	3,057,400	0.29%	Flaum Prop. Co.	3,325,000	0.31%
Crestwood Associates	2,751,000	0.26%	Lumberyard Redevelopment	2,755,000	0.26%
Aldi, Inc.	2,300,000	0.22%	Crestwood Associates	2,751,000	0.26%
New Jersey Bell Telephone	1,990,000	0.19%	ALDI, Inc.	2,667,000	0.25%
Inter Brotherhood Teamsters	1,977,400	0.19%	Frances Child ME Church	2,247,500	0.21%
Total	\$ 35,527,100	3.33%		\$ 45,574,562	4.23%

Source: Municipal Tax Assessor

**Collingswood School District
Property Tax Levies and Collections,
Last Ten Fiscal Years**

<u>Fiscal Year Ended June 30,</u>	<u>Taxes Levied for the Calendar Year</u>	<u>Collected within the Fiscal Year of the Levy^a</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2010	\$ 14,795,250	\$ 14,795,250	100.00%	-
2011	15,220,248	15,220,248	100.00%	-
2012	15,289,825	15,289,825	100.00%	-
2013	15,135,020	15,135,020	100.00%	-
2014	15,149,791	15,149,791	100.00%	-
2015	15,395,912	15,395,912	100.00%	-
2016	15,890,028	15,890,028	100.00%	-
2017	16,540,589	16,540,589	100.00%	-
2018	17,037,697	17,037,697	100.00%	-
2019	17,347,976	17,347,976	100.00%	-

Source: District records including the Certificate and Report of School Taxes (A4F form)

a School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statutes, a municipality is required to remit to the school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

Collingswood School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(dollars in thousands, except per capita)

J-10

Fiscal Year Ended June 30,	Governmental Activities		Business-Type Activities		Total District	Percentage of Personal Income ^b	Per Capita ^c
	General Obligation Bonds ^a	Capital Leases	Capital Leases				
2010	\$ 17,826,000	\$ -	\$ -		\$ 17,826,000	3.08%	1,280
2011	17,226,000				17,226,000	2.83%	1,239
2012	16,601,000				16,601,000	2.69%	1,197
2013	16,120,000				16,120,000	2.58%	1,163
2014	15,385,000				15,385,000	2.39%	1,115
2015	14,650,000				14,650,000	2.16%	1,053
2016	13,890,000				13,890,000	2.00%	998
2017	13,115,000				13,115,000	1.82%	943
2018	12,295,000				12,295,000	(1)	884
2019	11,455,000				11,455,000	(1)	(1)

Sources:

- a District Records
- b Personal Income has been estimated based upon the municipal population and per capita personal income.
- c Per Capita Personal Income Data provided by the NJ Dept. of Labor and Workforce.
- (1) Unavailable.

Collingswood School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Assessed Valuation Taxable ^b	Per Capita ^c
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding ^a		
2010	\$ 17,826,000	\$ -	\$ 17,826,000	1.66%	1,280
2011	17,226,000		17,226,000	1.60%	1,239
2012	16,601,000		16,601,000	1.55%	1,197
2013	16,120,000		16,120,000	1.50%	1,163
2014	15,385,000		15,385,000	1.44%	1,115
2015	14,650,000		14,650,000	1.38%	1,053
2016	13,890,000		13,890,000	1.31%	998
2017	13,115,000		13,115,000	1.23%	943
2018	12,295,000		12,295,000	1.15%	884
2019	11,455,000		11,455,000	1.07%	(1)

Sources:

- a District Records
- b Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation
- c Per Capita Personal Inome Data provided by the NJ Dept. of Labor and Workforce.
- (1) Unavailable.

Collingswood School District
 Ratios of Overlapping Governmental Activities Debt
 As of December 31, 2018

J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Borough of Collingswood	\$ 23,653,000 (1)	100.000%	\$ 23,653,000
Camden County General Obligation Debt	402,702,498 (2)	2.799%	11,271,643
			<hr/>
Subtotal, overlapping debt			34,924,643
Collingswood School District Direct Debt			<hr/> 12,295,000
Total direct and overlapping debt			<hr/> \$ 47,219,643 <hr/>

Sources:

- (1) Entity's Audit Report
- (2) The County percentage is based upon a calculation reflecting the Borough's share of the 2018 Equalized Valuation. The source for this computation was the 2018 County Abstract of Ratables, provided by the County Board of Taxation.

**Collingswood School District
Legal Debt Margin Information,
Last Ten Fiscal Years**
(dollars in thousands)

Legal Debt Margin Calculation for Fiscal Year 2019

	Equalized valuation basis (1)
2016	\$ 1,062,964,872
2017	1,059,746,834
2018	1,080,269,145
	<u>\$ 3,202,980,851</u>
Average equalized valuation of taxable property	\$ 1,067,660,284
Debt limit (4% of average equalized valuation) (2)	\$ 42,706,411
Net bonded school debt (3)	11,455,000
Legal debt margin	<u>\$ 31,251,411</u>

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt limit	\$ 43,400,900	\$ 43,844,606	\$ 43,772,249	\$ 43,549,552	\$ 42,617,720	\$ 41,551,671	\$ 41,233,075	\$ 41,663,234	\$ 42,260,707	\$ 42,706,411
Total net debt applicable to limit (3)	17,826,000	17,826,000	16,601,000	16,120,000	15,385,000	14,650,000	13,890,000	13,115,000	12,295,000	11,455,000
Legal debt margin	<u>\$ 25,574,900</u>	<u>\$ 26,018,606</u>	<u>\$ 27,171,249</u>	<u>\$ 27,429,552</u>	<u>\$ 27,232,720</u>	<u>\$ 26,901,671</u>	<u>\$ 27,343,075</u>	<u>\$ 28,548,234</u>	<u>\$ 29,965,707</u>	<u>\$ 31,251,411</u>
Total net debt applicable to the limit as a percentage of debt limit	41.07%	40.66%	37.93%	37.02%	36.10%	35.26%	33.69%	31.48%	29.09%	26.82%

Sources:

- (1) Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
- (2) Limit set by NJSA 18A:24-19 for a K through 8 district.
- (3) District Records

**Collingswood School District
Demographic and Economic Statistics
Last Ten Fiscal Years**

J-14

<u>Year</u>	<u>Population ^a</u>	<u>Personal Income ^b</u>	<u>Per Capita Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2010	13,931	\$ 579,069,413	\$41,834	10.0%
2011	13,898	608,051,398	43,751	9.8%
2012	13,865	616,992,500	44,500	9.9%
2013	13,855	624,583,400	45,080	8.8%
2014	13,801	644,023,665	46,665	5.8%
2015	13,917	676,908,963	48,639	4.6%
2016	13,924	693,916,464	49,836	4.1%
2017	13,904	721,311,712	51,878	3.8%
2018	13,916	e	e	3.4%
2019	e	e	e	e

Source:

- ^a Population information provided by the NJ Dept of Labor and Workforce Development
- ^b Personal income has been established based upon the municipal population and per capita personal income presented.
- ^c Per Capita personal income provided by the NJ Dept. of Labor and Workforce Development.
- ^d Unemployment data provided by the NJ Dept of Labor and Workforce Development
- ^e Information not available

**Collingswood School District
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years**

J-16

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Instruction										
Regular	137.0	141.1	144.0	142.0	143.0	147.0	141.0	149.0	149.5	163.0
Special education	57.0	43.2	50.0	69.0	67.0	67.5	64.0	62.0	59.0	61.3
Support Services:										
Student & instruction related services	46.0	36.0	36.0	60.0	54.5	48.0	48.0	48.0	49.0	50.0
School administrative services	18.0	17.0	17.0	17.0	17.0	17.0	17.0	17.0	17.0	17.0
General and business administrative services	9.5	8.7	8.7	8.7	8.7	8.7	8.7	8.7	8.7	8.7
Plant operations and maintenance	33.0	33.5	33.5	33.5	32.0	32.0	32.0	32.0	32.0	32.0
Business and other support services										
Total	300.5	279.5	289.2	330.2	322.2	320.2	310.7	316.7	315.2	332.0

Source:

District Personnel Records

Collingswood School District
 Operating Statistics,
 Last Ten Fiscal Years

J-17

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Junior High School	Senior High School				
2010	1,906	\$ 30,726,975	\$ 16,121	2.09%	175	1:10.89	1:08.03	1:12.70	1,913.7	1,783.7	-1.10%	93.21%
2011	1,860	30,083,839	16,174	0.33%	169	1:10.89	1:08.03	1:12.70	1,875.0	1,763.0	-2.02%	94.03%
2012	1,857	30,443,611	16,394	1.36%	168	1:10.89	1:08.03	1:12.70	1,857.0	1,724.3	-0.96%	92.86%
2013	1,876	32,123,469	17,123	4.45%	168	1:10.89	1:08.03	1:12.70	1,853.0	1,731.2	-0.96%	93.43%
2014	1,885	32,331,219	17,152	0.17%	167	1:10.89	1:08.03	1:12.70	1,867.2	1,756.2	-0.96%	94.06%
2015	1,891	33,973,517	17,966	4.75%	167	1:10.89	1:08.03	1:12.70	1,873.0	1,765.9	0.31%	94.28%
2016	1,942	34,798,442	17,919	-0.26%	167	1:10.89	1:08.03	1:12.70	1,946.3	1,837.0	3.91%	94.39%
2017	1,955	35,748,918	18,286	2.05%	167	1:10.89	1:08.03	1:12.70	1,950.3	1,837.4	-0.21%	94.21%
2018	1,991	37,358,427	18,764	2.61%	167	1:10.89	1:08.03	1:12.70	1,993.4	1,882.3	2.21%	94.43%
2019	2,129	40,195,335	18,880	0.62%	198	1:10.89	1:08.03	1:12.70	2,114.3	1,999.0	2.21%	94.56%

Sources: District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**Collingswood School District
School Building Information
Last Ten Fiscal Years**

J-18

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<u>District Building</u>										
<u>Elementary</u>										
Garfield Elementary (1915)										
Square Feet	16,007	16,007	16,007	16,007	16,007	16,007	16,007	16,007	16,007	16,007
Capacity (students)	127	127	127	127	127	127	127	127	127	127
Enrollment	125	136	117	134	132	142	140	154	140	131
Newbie Elementary (1923)										
Square Feet	20,669	20,669	20,669	20,669	20,669	20,669	20,669	20,669	20,669	20,669
Capacity (students)	155	155	155	155	155	155	155	155	155	155
Enrollment	156	164	146	141	145	125	133	136	134	128
Sharp Elementary (1905)										
Square Feet	25,684	25,684	25,684	25,684	25,684	25,684	25,684	25,684	25,684	25,684
Capacity (students)	202	202	202	202	202	202	202	202	202	202
Enrollment	154	165	149	158	150	170	157	175	190	183
Tatem Elementary (1951)										
Square Feet	26,827	26,827	26,827	26,827	26,827	26,827	26,827	26,827	26,827	26,827
Capacity (students)	201	201	201	201	201	201	201	201	201	201
Enrollment	187	194	183	203	214	223	240	217	231	242
Zane North Elementary (1951)										
Square Feet	24,003	24,003	24,003	24,003	24,003	24,003	24,003	24,003	24,003	24,003
Capacity (students)	181	181	181	181	181	181	181	181	181	181
Enrollment	178	174	151	179	185	172	182	173	164	161
<u>Middle School</u>										
Collingswood Middle (1922)										
Square Feet	94,605	94,605	94,605	94,605	94,605	94,605	94,605	94,605	94,605	94,605
Capacity (students)	647	647	647	647	647	647	647	647	647	647
Enrollment	317	255	372	357	353	334	361	359	401	525
<u>Senior High School</u>										
Collingswood High School (1962)										
Square Feet	154,878	154,878	154,878	154,878	154,878	154,878	154,878	154,878	154,878	154,878
Capacity (students)	1,055	1,055	1,055	1,055	1,055	1,055	1,055	1,055	1,055	1,055
Enrollment	789	823	690	681	688	707	729	741	733	744
<u>Other</u>										
Central Administration										
Square Feet	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500
Warehouse										
Square Feet	4,700	4,700	4,700	4,700	4,700	4,700	4,700	4,700	4,700	4,700
Number of Schools at June 30, 2019										
Elementary = 5										
Middle School = 1										
Senior High School = 1										
Other = 0										

Source: District Facilities Office

Collingswood School District
 Schedule of Required Maintenance
 Last Ten Fiscal Years

J-19

**UNDISTRIBUTED EXPENDITURES - REQUIRED
 MAINTENANCE FOR SCHOOL FACILITIES
 11-000-261-xxx**

* School Facilities	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	Total
High School	\$ 95,801	\$ 90,381	\$ 129,342	\$ 137,690	\$ 393,406	\$ 424,661	\$ 413,619	\$ 426,111	\$ 407,238	\$ 395,145	\$ 2,913,394
Middle School	25,407	52,807	61,720	53,216	240,466	259,571	252,821	260,456	248,920	241,529	1,696,913
Garfield Elementary	21,808	7,027	19,940	41,555	40,538	43,759	42,621	43,908	41,964	40,717	343,837
Newbie Elementary	12,866	20,654	34,961	17,759	52,515	56,688	55,214	56,881	54,362	52,748	414,648
Sharp Elementary	28,555	14,226	22,203	36,878	65,414	70,611	68,775	70,852	67,714	65,703	510,931
Tatem Elementary	23,017	21,271	17,315	54,394	68,178	73,595	71,681	73,846	70,575	68,479	542,351
Zane North Elementary	19,220	20,571	40,940	17,276	60,808	65,638	63,931	65,863	62,945	61,076	478,268
Total School Facilities	<u>\$ 226,674</u>	<u>\$ 226,937</u>	<u>\$ 326,421</u>	<u>\$ 358,768</u>	<u>\$ 921,325</u>	<u>\$ 994,523</u>	<u>\$ 968,662</u>	<u>\$ 997,917</u>	<u>\$ 953,718</u>	<u>\$ 925,397</u>	<u>\$ 6,900,342</u>

* School facilities as defined under EFCFA.
 (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

Source: District records

**Collingswood School District
Insurance Schedule
June 30, 2019**

J-20

	<u>Coverage</u>	<u>Self-insured Retention</u>	<u>Deductible</u>
School Package Policy (1)			
Building and Contents (All Locations)			
Limits of liability per occurrence	\$ 175,000,000	\$ 250,000	\$ 500
Boiler and Machinery	125,000,000	250,000	1,000
Crime	500,000	250,000	500
General and Automobile Liability	20,000,000	250,000	
Workers' compensation	Statutory	250,000	
Educators Legal Liability	20,000,000	175,000	
Pollution Legal Liability	3,000,000		25,000
Pollution Legal Liability - mold incident	3,000,000		100,000
Cyber Liability	1,000,000		10,000
Violent Malicious Acts	1,000,000		15,000
Disaster Management Services	2,000,000		15,000
Commerical Canine (2)	1,000,000		5,000
Terrorism and Sabotage (2)	50,000,000		25,000
Commercial Umbrella (3)	50,000,000		
Surety Bonds (4)			
Board Secretary	250,000		

(1) Burlington County Joint Insurance Fund

(2) Lloyd's of London

(3) Fireman's Fund Insurance Co.

(4) Selective Insurance Co.

Source: District records

Single Audit Section

INVERSO & STEWART, LLC
Certified Public Accountants

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 New Jersey Society of CPAs

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT
 ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE
 UNIFORM GUIDANCE AND STATE OF NEW JERSEY CIRCULAR 15-08-OMB**

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
 of the Board of Education
 Collingswood School District
 County of Camden
 Collingswood, New Jersey

Report on Compliance for Each Major Federal and State Program

I have audited Collingswood School District's (School District), in the County of Camden, State of New Jersey compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2019. The School District's major federal and state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

I believe that my audit provides a reasonable basis for my opinion on compliance for each major federal and state program. However, my audit does not provide a legal determination of the School District's compliance.

Opinion on Each Major Federal and State Program

In my opinion, the Collingswood School District, in the County of Camden, State of New Jersey complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2019.

Report on Internal Control Over Compliance

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

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

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

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

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Public School Accountant No. CS001095

Marlton, New Jersey
November 8, 2019

COLLINGSWOOD SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
For the Fiscal Year ended June 30, 2019

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Federal FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance, June 30, 2018			Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustment	Repayment of Prior Years' Balances	Balance, June 30, 2019		
						(Accounts Receivable	Deferred Revenue	Due to Grantor						(Accounts Receivable)	Deferred Revenue	Due to Grantor
U.S. Department of Education																
Passed-through State Department of Education:																
Special Revenue Fund:																
Title I:																
Fiscal Year 2019	84.010	S010A180030	ESSA094019	\$ 421,300	7/1/18 - 6/30/19	\$ -	\$ -	\$ -	\$ -	\$ 236,467	\$ (371,234)	\$ -	\$ -	\$ (134,767)	\$ -	\$ -
Fiscal Year 2018	84.010	S010A170030	ESSA094018	419,234	7/1/17 - 6/30/18	(166,912)				166,912				-		
Title I - Reallocated																
Fiscal Year 2019	84.010	S010A180030	ESSA094019	29,088	7/1/18 - 6/30/19						(20,297)			(20,297)		
Title II A:																
Fiscal Year 2019	84.367A	S367A180029	ESSA094019	84,738	7/1/18 - 6/30/19					31,005	(45,425)			(14,420)		
Fiscal Year 2018	84.367A	S367A170029	ESSA094018	79,219	7/1/17 - 6/30/18	(2,166)				2,166						
Title III:																
Fiscal Year 2019	84.365	S365A180030	ESSA094019	4,845	7/1/18 - 6/30/19						(1,848)			(1,848)		
Fiscal Year 2018	84.365	S365A170030	ESSA094018	18,508	7/1/17 - 6/30/18	(3,227)				3,227				-		
Title III Immigrant																
Fiscal Year 2019	84.365	S365A180030	ESSA094019	2,824	7/1/18 - 6/30/19						(2,823)			(2,823)		
Fiscal Year 2018	84.365	S365A170030	ESSA094018	6,028	7/1/17 - 6/30/18	(986)				986				-		
Title IV:																
Fiscal Year 2019	84.424	S424A180031	ESSA094019	25,890	7/1/18 - 6/30/19					14,268	(21,272)			(7,004)		
Fiscal Year 2018	84.424	S424A170031	ESSA094018	8,085	7/1/17 - 6/30/18	(7,258)				7,258				-		
I.D.E.A. Part B - Basic:																
Fiscal Year 2019	84.027	H027A180100	IDEA094019	580,416	7/1/18 - 6/30/19					388,584	(486,318)			(97,734)		
Fiscal Year 2018	84.027	H027A170100	IDEA094018	587,121	7/1/17 - 6/30/18	(167,798)				167,798				-		
I.D.E.A. Part B - Preschool:																
Fiscal Year 2019	84.173	H173A180114	IDEA094019	12,182	7/1/18 - 6/30/19					9,745	(12,182)			(2,437)		
Fiscal Year 2018	84.173	H173A170114	IDEA094018	11,689	7/1/17 - 6/30/18	(3,507)				3,507				-		
Temporary Emergency Impact Aid for for Displaced Students	84.938C	S938C18005	N/A	22,500	7/1/17 - 6/30/18	(22,500)				22,500				-		
Total U.S. Department of Education						(374,354)	-	-	-	1,054,423	(961,399)	-	-	(281,330)	-	-
U.S. Department of Agriculture																
Passed-through State Department of Education:																
Enterprise Fund:																
Food Distribution Program:																
Fiscal Year 2018	10.565	181NJ304N1099	N/A	43,340	7/1/18 - 6/30/19					43,340	(43,340)					
School Breakfast Program:																
Fiscal Year 2019	10.553	191NJ304N1099	N/A	95,886	7/1/18 - 6/30/19					89,416	(95,886)			(6,470)		
Fiscal Year 2018	10.553	181NJ304N1099	N/A	103,713	7/1/17 - 6/30/18	(8,185)				8,185						
National School Lunch Program																
Fiscal Year 2019	10.555	191NJ304N1099	N/A	279,168	7/1/18 - 6/30/19					265,649	(279,168)			(13,519)		
Fiscal Year 2018	10.555	181NJ304N1099	N/A	273,719	7/1/17 - 6/30/18	(14,770)				14,770						
Total U.S. Department of Agriculture						(22,955)	-	-	-	421,360	(418,394)	-	-	(19,989)	-	-
U.S. Department of Health and Human Services																
Passed-through State Department of Human Services:																
General Fund:																
Medical Assistance Program																
Fiscal Year 2019	93.778	1905NJ5MAP	N/A	72,151	7/1/18 - 6/30/19					72,151	(72,151)			-		
Total Federal Awards						\$ (397,309)	\$ -	\$ -	\$ -	\$ 1,547,934	\$ (1,451,944)	\$ -	\$ -	\$ (301,319)	\$ -	\$ -

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

COLLINGSWOOD SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
For the Fiscal Year ended June 30, 2019

State Grantor / Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From - To	Balance, June 30, 2018			Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance, June 30, 2019		
				(Accounts Receivable)	Deferred Revenue	Due to Grantor				(Accounts Receivable)	Deferred Revenue	Due to Grantor
State Department of Education												
General Fund:												
Equalization Aid	19-495-034-5120-078	\$ 7,838,657	7/1/18 - 6/30/19	\$ -	\$ -	\$ -	\$ 7,089,746	\$ (7,838,657)	\$ -	\$ (748,911)	\$ -	\$ -
Equalization Aid	18-495-034-5120-078	7,838,657	7/1/17 - 6/30/18	(740,654)			740,654					
Special Education Categorical Aid	19-495-034-5120-089	1,012,100	7/1/18 - 6/30/19				915,403	(1,012,100)		(96,697)		
Special Education Categorical Aid	18-495-034-5120-089	924,652	7/1/17 - 6/30/18	(87,368)			87,368					
Security Aid	19-495-034-5120-084	341,486	7/1/18 - 6/30/19				308,860			(32,626)		
Security Aid	18-495-034-5120-084	267,409	7/1/17 - 6/30/18	(25,267)			25,267					
Adjustment Aid	19-495-034-5120-085	783,307	7/1/18 - 6/30/19				708,469	(783,307)		(74,838)		
Adjustment Aid	18-495-034-5120-085	920,794	7/1/17 - 6/30/18	(87,003)			87,003					
Transportation Aid	19-495-034-5120-014	176,430	7/1/18 - 6/30/19				159,574	(176,430)		(16,856)		
Transportation Aid	18-495-034-5120-014	176,430	7/1/17 - 6/30/18	(16,670)			16,670					
School Choice Aid	19-495-034-5120-068	332,864	7/1/18 - 6/30/19				301,062	(332,864)		(31,802)		
School Choice Aid	18-495-034-5120-068	199,563	7/1/17 - 6/30/18	(18,856)			18,856					
PARCC Readiness Aid	18-495-034-5120-098	16,010	7/1/17 - 6/30/18	(1,513)			1,513					
Per Pupil Growth Aid	18-495-034-5120-097	16,010	7/1/17 - 6/30/18	(1,513)			1,513					
Professional Learning Community Aid	18-495-034-5120-101	16,430	7/1/17 - 6/30/18	(1,553)			1,553					
Extraordinary Special Education Costs Aid	19-495-034-5120-044	43,259	7/1/18 - 6/30/19					(51,159)		(51,159)		
Extraordinary Special Education Costs Aid	18-495-034-5120-044	43,259	7/1/17 - 6/30/18	(43,259)			43,259					
Homeless Tuition Aid	19-495-034-5120-005	52,858	7/1/18 - 6/30/19					(52,858)		(52,858)		
Homeless Tuition Aid	18-495-034-5120-005	47,081	7/1/17 - 6/30/18	(47,081)			47,081					
On-behalf TPAF Pension Contribution	19-495-034-5094-002	3,070,509	7/1/18 - 6/30/19				3,070,509	(3,070,509)				
On-behalf TPAF Post Retirement Medical	19-495-034-5094-001	1,392,778	7/1/18 - 6/30/19				1,392,778	(1,392,778)				
On-behalf TPAF LTDI	19-495-034-5094-004	4,049	7/1/18 - 6/30/19				4,049	(4,049)				
Reimbursed TPAF Social Security Contr.	19-495-034-5094-003	1,239,606	7/1/18 - 6/30/19				1,178,459	(1,239,606)		(61,147)		
Reimbursed TPAF Social Security Contr.	18-495-034-5094-003	1,162,765	7/1/17 - 6/30/18	(56,957)			56,957					
Total General Fund				(1,127,694)	-	-	16,256,603	(16,295,803)	-	(1,166,894)	-	-
Special Revenue Fund:												
Preschool Expansion Aid	19-495-034-5120-086	678,327	7/1/18 - 6/30/19				610,494	(549,787)		(67,833)	128,540	
NJ Nonpublic Aid:												
Textbook Aid	19-100-034-5120-064	7,423	7/1/18 - 6/30/19				7,423	(6,719)				704
Textbook Aid	18-100-034-5120-064	8,327	7/1/17 - 6/30/18				1,598		1,598			
Nursing Aid	19-100-034-5120-070	13,483	7/1/18 - 6/30/19				13,483	(13,348)				135
Nursing Aid	18-100-034-5120-070	14,744	7/1/17 - 6/30/18				147		147			
Technology Aid	19-100-034-5120-373	5,004	7/1/18 - 6/30/19				5,004	(5,004)				
Technology Aid	18-100-034-5120-373	5,624	7/1/17 - 6/30/18				140		140			
Security Aid	19-100-034-5120-509	20,850	7/1/18 - 6/30/19				20,850	(20,637)				213
Security Aid	18-100-034-5120-509	11,400	7/1/17 - 6/30/18				500		500			
Auxiliary Services:												
Compensatory Education	19-100-034-5120-067	58,798	7/1/18 - 6/30/19				58,798	(36,547)				22,251
Compensatory Education	18-100-034-5120-067	64,666	7/1/17 - 6/30/18				12,227		12,227			
ESL	18-100-034-5120-067	4,065	7/1/17 - 6/30/18				4,065		4,065			
Handicapped Services:												
Supplemental Instruction	19-100-034-5120-066	9,912	7/1/18 - 6/30/19				9,912	(4,678)				5,234
Supplemental Instruction	18-100-034-5120-066	11,102	7/1/17 - 6/30/18				6,107		6,107			
Examination & Classification	19-100-034-5120-066	18,017	7/1/18 - 6/30/19				18,017	(8,190)				9,827
Examination & Classification	18-100-034-5120-066	25,835	7/1/17 - 6/30/18				13,283		13,283			
Corrective Speech	19-100-034-5120-066	12,499	7/1/18 - 6/30/19				12,499	(8,303)				4,196
Corrective Speech	18-100-034-5120-066	18,749	7/1/17 - 6/30/18				11,160		11,160			
Total Special Revenue Fund				-	-	49,227	756,480	(653,213)	49,227	(67,833)	128,540	42,560
State Department of Agriculture												
Enterprise Fund:												
National School Lunch Program (State Share)												
Fiscal Year 2019	19-100-010-3350-023	6,600	7/1/18 - 6/30/19				6,277	(6,600)		(323)		
Fiscal Year 2018	18-100-010-3350-023	6,201	7/1/17 - 6/30/18	(335)			335					
Total Enterprise Fund				(335)	-	-	6,612	(6,600)	-	(323)	-	-
Total State Financial Assistance				\$ (1,128,029)	\$ -	\$ 49,227	\$ 17,019,695	\$ (16,955,616)	\$ 49,227	\$ (1,235,050)	\$ 128,540	\$ 42,560
Less: State Financial Expenditures Not Subject to Major Program Determination												
On-Behalf TPAF Contribution - Pension (Non-Budgeted)								3,070,509				
On-Behalf TPAF Contribution - Post-Retirement Medical (Non-Budgeted)								1,392,778				
On-Behalf TPAF Contribution - LTDI (Non-Budgeted)								4,049				
Total State Financial Expenditures Subject to Major Program Determination								\$ (12,488,280)				

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

Collingswood School District
Notes to Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2019

1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Collingswood School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules of expenditures of federal awards and state financial assistance.

2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The school district has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules (RSI) are presented for the general fund and special revenue fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when the expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes, payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more of the June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or two June state aid payments in the current budget year, consistent with *N.J.S.A. 18A:22-44.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$21,333) for the general fund and \$-0- for the special revenue fund. See Exhibit C-3, Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 72,151	\$ 16,274,470	\$ 16,346,621
Special Revenue	961,399	653,213	1,614,612
Food Service	<u>418,394</u>	<u>6,600</u>	<u>424,994</u>
Total	<u>\$ 1,451,944</u>	<u>\$ 16,934,283</u>	<u>\$ 18,386,227</u>

**Collingswood School District
Notes to the Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2019
(Continued)**

4. 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.

5. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2019. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2019.

6. MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

COLLINGSWOOD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Section I --Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- 1) Material weaknesses identified? yes X no
- 2) Significant deficiencies identified? yes X none reported

Noncompliance material to basic financial statements noted? yes X no

Federal Awards

Internal Control over major programs:

- 1) Material weakness(es) identified? yes X no
- 2) Significant deficiencies identified? yes X none reported

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a), Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)? yes X no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
<u>10.555</u>	<u>191NJ304N1099</u>	<u>National School Lunch Program</u>
<u>10.553</u>	<u>191NJ304N1099</u>	<u>School Breakfast Program</u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? X yes no

**COLLINGSWOOD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Section 2 -- Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

No findings identified.

**COLLINGSWOOD SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

**Section 3 -- Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, 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 Circular 15-08-OMB.

FEDERAL AWARDS:

No findings and/or questioned costs identified.

STATE AWARDS:

No findings and/or questioned costs identified.

**COLLINGSWOOD SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT**

This section identifies the status of prior year findings related to the financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, 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 Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

There were no prior year audit findings

FEDERAL AWARDS

There were no prior year audit findings.

STATE AWARDS

There were no prior year audit findings.