

SCHOOL DISTRICT
OF

MAPLE SHADE



Maple Shade Board of Education
Maple Shade, New Jersey

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

**Comprehensive Annual
Financial Report**

of the

Maple Shade Board of Education

Maple Shade, New Jersey

For the Fiscal Year Ended June 30, 2019

**Prepared by
Maple Shade Board of Education
Finance Department**

MAPLE SHADE SCHOOL DISTRICT

INTRODUCTORY SECTION

	<u>Page</u>
Letter of Transmittal	2
Organizational Chart	5
Roster of Officials	6
Consultants and Advisors	7

FINANCIAL SECTION

Independent Auditor's Report	9
K-1 Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	12
Required Supplementary Information - Part I Management's Discussion and Analysis	15
Basic Financial Statements	
A. District-wide Financial Statements:	
A-1 Statement of Net Position	25
A-2 Statement of Activities	26
B. Fund Financial Statements:	
Governmental Funds:	
B-1 Balance Sheet	28
B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances	29
B-3 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	30
Proprietary Funds:	
B-4 Statement of Net Position	31
B-5 Statement of Revenues, Expenses, and Changes in Fund Net Position	32
B-6 Statement of Cash Flows	33
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	34
B-8 Statement of Changes in Fiduciary Net Position	35
Notes to the Financial Statements	36

Required Supplementary Information - Part II

C.	Budgetary Comparison Schedules	
C-1	Budgetary Comparison Schedule - General Fund	69
C-1a	Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (if applicable)	N/A
C-2	Budgetary Comparison Schedule - Special Revenue Fund	77
	Notes to the Required Supplementary Information	
C-3	Budget-to-GAAP Reconciliation	78

Required Supplementary Information - Part III

L.	Schedules Related to Accounting and Reporting for Pensions (GASB-68)	
L-1	Schedule of the District's Proportionate Share of the Net Pension Liability - Public Employees Retirement System	80
L-2	Schedule of the District Contributions - Public Employees Retirement System	81
L-3	Schedule of the District's Proportionate Share of the Net Pension Liability - Teachers' Pension and Annuity Fund	82
M.	Schedule Related to Accounting and Reporting for OPEB (GASB-75)	
M-1	Schedule of Changes in the District's Total OPEB Liability Share of the Net OPEB Liability and Related Ratios	83
	Notes to the Required Supplementary Information - Part III	84

Other Supplementary Information

D.	School Level Schedules :	N/A
E.	Special Revenue Fund:	
E-1	Combining Schedule of Revenues and Expenditures Special Revenue Fund - Budgetary Basis	87
E-2	Preschool Education Aid Schedule of Expenditures - Budgetary Basis	90
F.	Capital Projects Fund	
F-1	Summary Statement of Revenues, Expenditures, and Changes in Fund Balance - Budgetary Basis	93
F-2	Summary Statement of Project Expenditures	95
G.	Proprietary Fund:	
	Enterprise Fund:	
G-1	Combining Statement of Net Position	97
G-2	Combining Statement of Revenues, Expenses and Changes in Fund Net Position	98
G-3	Combining Statement of Cash Flows	99
H.	Fiduciary Funds:	
H-1	Combining Statement of Fiduciary Net Position	101
H-2	Combining Statement of Changes in Fiduciary Net Position	102
H-3	Student Activity Agency Fund Schedule of Receipts and Disbursements	103
H-4	Payroll Agency Fund Schedule of Receipts and Disbursements	104

I.	Long-Term Debt:	
I-1	Schedule of Serial Bonds	106
I-2	Schedule of Obligations under Capital Leases	107
I-3	Budgetary Comparison Schedule - Debt Service Fund	108

STATISTICAL SECTION (Unaudited)

Financial Trends

J-1	Net Position by Component, Last Ten Fiscal Years	110
J-2	Changes in Net Position, Last Ten Fiscal Years	111
J-3	Fund Balances, Governmental Funds, Last Ten Fiscal Years	113
J-4	Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years	114
J-5	General Fund - Other Local Revenue by Source, Last Ten Fiscal Years	115

Revenue Capacity

J-6	Assessed Value and Actual Value of Taxable Property, Last Ten Fiscal Years	116
J-7	Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years	117
J-8	Principal Property Tax Payers, Current Year and Nine Years Ago	118
J-9	Property Tax Levies and Collections, Last Ten Fiscal Years	119

Debt Capacity

J-10	Ratios of Outstanding Debt by Type, Last Ten Fiscal Years	120
J-11	Ratios of Net General Bonded Debt Outstanding, Last Ten Fiscal Years	121
J-12	Ratios of Overlapping Governmental Activities Debt, As of December 31, 2018	122
J-13	Legal Debt Margin Information, Last Ten Fiscal Years	123

Demographic and Economic Information

J-14	Demographic and Economic Statistics	124
J-15	Principal Employers, Current Year & Nine Years Ago (information not available)	N/A

Operating Information

J-16	Full-time Equivalent District Employees by Function/Program, Last Ten Fiscal Years	125
J-17	Operating Statistics, Last Ten Fiscal Years	126
J-18	School Building Information, Last Ten Fiscal Years	127
J-19	Schedule of Required Maintenance, Last Ten Fiscal Years	128
J-20	Insurance Schedule	129

SINGLE AUDIT SECTION

K-2	Report on Compliance for Each Program and Report on Internal Control Over Compliance Required by the Uniform Guidance and New Jersey Circular 15-08-OMB	131
K-3	Schedule of Expenditures of Federal Awards, Schedule A	133
K-4	Schedule of Expenditures of State Financial Assistance, Schedule B	134
K-5	Notes to the Schedules of Awards and Financial Assistance	136
K-6	Schedule of Findings and Questioned Costs	138
K-7	Financial Statement Findings	140
K-7	Federal Awards and State Financial Assistance Findings and Questioned Costs	141
K-8	Summary Schedule of Prior Audit Findings	142

Introductory Section

MAPLE SHADE BOARD OF EDUCATION

Administration Building
170 Frederick Avenue, Maple Shade, N.J. 08052-3299



Beth Norcia
Superintendent of Schools

Diana Cawood
Business Administrator/Board Secretary

November 8, 2019

Honorable President and
Members of the Board of Education
Maple Shade Township Public Schools
Maple Shade, N. J. 08052

Dear Board Members:

It is with pleasure that we submit the Comprehensive Annual Financial Report (CAFR) of the Maple Shade Township School District for the fiscal year ended June 30, 2019. This CAFR includes the District's Basic Financial Statement prepared in accordance with Governmental Accounting Standards Board Statement 34. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operation 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 list of principal officials. 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.

1) REPORTING ENTITY AND ITS SERVICES:

The Maple Shade Public Schools is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report. The Maple Shade Public Schools constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include all educational programs aligned with the New Jersey Core Content Standards for both regular education and special needs students. The Maple Shade school district completed the 2018-2019 fiscal year with an enrollment of 2,185 students based upon the average daily enrollment (ADE). The following details the changes in the student enrollment of the District over the last 10 years.

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2009-10	2,076	3.39%
2010-11	2,133	2.75%
2011-12	2,155	(1.03%)
2012-13	2,085	(3.25%)
2013-14	2,181	4.60%
2014-15	2,233	2.38%
2015-16	2,185	(2.15%)
2016-17	2,163	(3.54%)
2017-18	2,173	.49%
2018-19	2,185	.55%

2) **ECONOMIC CONDITION AND OUTLOOK:**

Once again, the district received additional state funding for the 2019-2020 school year with the promise of getting additional aid for the next several years as part of the School Funding Reform Act. During the 2018-2019 school year, we successfully passed an almost 50 million dollar referendum that will enhance old spaces as well as provide a full time home for our 150 4-year old new preschool students. Currently the students will be housed in 3 of our school buildings. During this school year, a new 2nd grade wing will be built at the Maude Wilkins School which will enable us to move preschool to Howard Yocum for the 2020-2021 school year. Air condition will be added as well to start the 2020-2021 school year which will provide a healthier and safer environment for some of our medical fragile students.

3) **MAJOR INITIATIVES:**

This year's projects include:

- Completion of the School District Referendum
- Additional 60 pre-school students rounding out our total to 150 4 year olds.
- The addition of 4 Class 3 officers (SLEO's) servicing all 4 schools

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 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 municipality. 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 project 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 are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance of June 30, 2019.

6) **CASH MANAGEMENT:**

The investment policy of the district is guided in large part by state statute as detailed in "Notes to the Financial Statements." 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 required governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

7) **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.

8) **OTHER INFORMATION:**

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accounts. The accounting firm of Inverso & Stewart, LLC, performs the annual statutory audit of the Maple Shade Board of Education. 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 in the financial section of this report. The auditor's report related specifically to the single audit is included in the single audit section of this report.

9) **ACKNOWLEDGEMENTS:**

We would like to express our appreciation to the members of the Maple Shade Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. We further extend our appreciation to the district personnel who on a day-to-day basis help carry out financial transactions in a responsible, efficient, and dedicated manner.

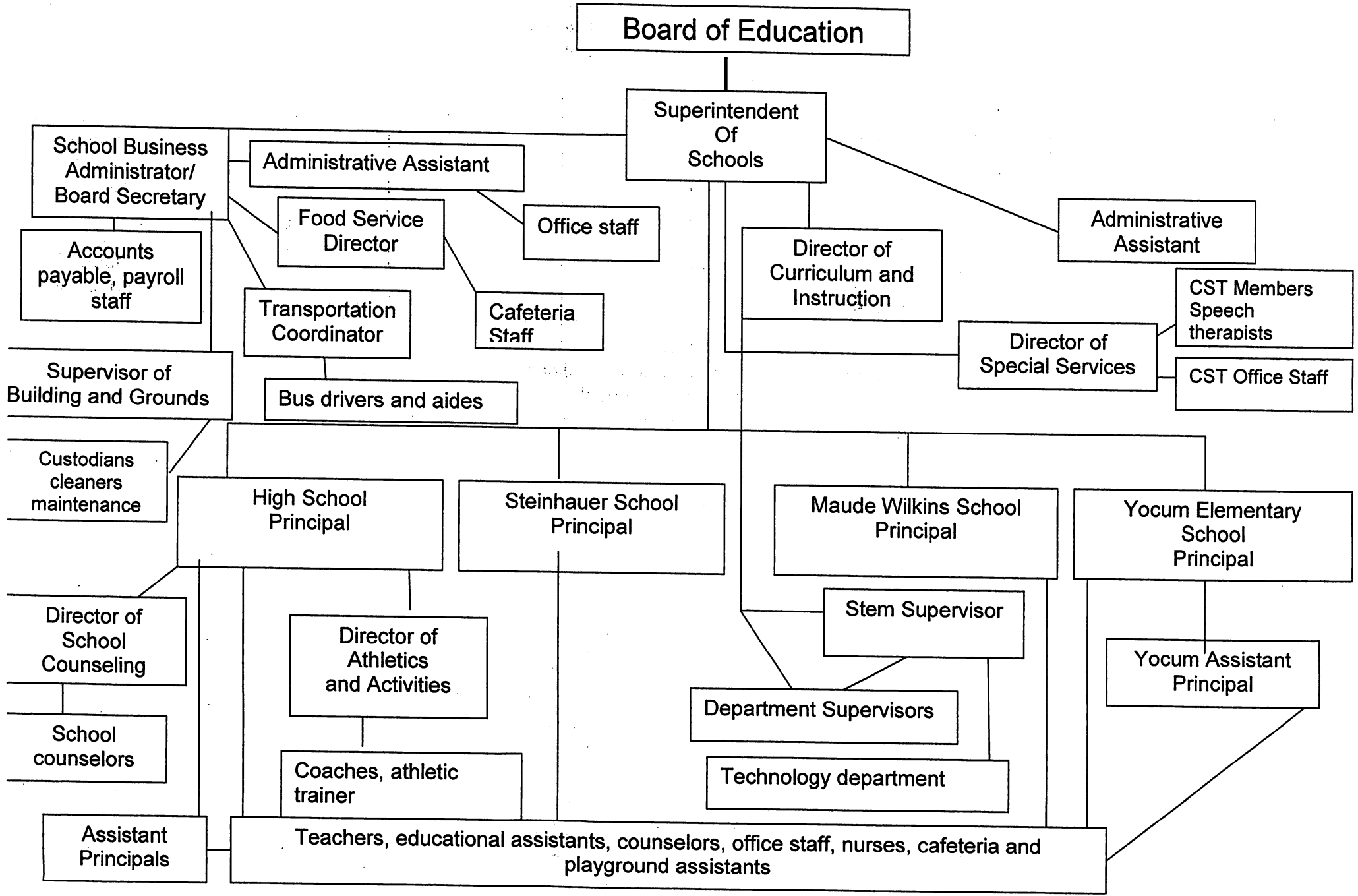


Beth Norcia
Superintendent of Schools



Diana Cawood
School Business Administrator
Board Secretary

ORGANIZATIONAL CHART



**MAPLE SHADE BOARD OF EDUCATION
MAPLE SHADE, NEW JERSEY**

**ROSTER OF OFFICIALS
JUNE 30, 2019**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Michael R. McClure – President	2020
Ellen Wiest- Vice President	2019
Heather Gatton	2020
Tom Hartshaw	2020
Margaret Long	2021
Lynda Lorierzo	2021
Theresa Maerten	2021
William Natale	2020
Craig Schaal	2019

Other Officials

Beth Norcia, Superintendent
Diana Cawood, Board Secretary &
School Business Administrator
Thomas W. Egan, Jr, Treasurer
Frank Cavallo, Esq., Solicitor

**MAPLE SHADE SCHOOL DISTRICT
Consultants and Advisors**

Architect

Garrison Architects
713 Creek Road
Bellmawr, NJ 08031

Attorney

Frank Cavallo, Esq.
Parker McCay P.A.
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P.O. Box 5054
Mount Laurel, NJ 08054

Audit Firm

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

Official Depository

Columbia Savings Bank
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Maple Shade, NJ 08052

Financial Section

INVERSO & STEWART, LLC
Certified Public Accountants

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Marlton, New Jersey 08053
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-Member of-
American Institute of CPAs
New Jersey Society of CPAs

INDEPENDENT AUDITOR'S REPORT

The Honorable President and Members
of the Board of Education
Maple Shade School District
County of Burlington
Maple Shade, 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 Maple Shade School District, in the County of Burlington, 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 Maple Shade School District, in the County of Burlington, 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 Maple Shade School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section 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 Maple Shade 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 Maple Shade 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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-Member of-
 American Institute of CPAs
 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
 Maple Shade School District
 County of Burlington
 Maple Shade, New Jersey

I have audited, in accordance with the auditing standards generally accepted in the United States of America, 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 Maple Shade School District, in the County of Burlington, 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 Maple Shade 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 Maple Shade 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 Maple Shade School District’s financial statements are free of 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 is 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

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

As management of the Board of Education of Maple Shade Township, 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 exceeded its liabilities at the close of the most recent fiscal year by \$5,494,945 (*net position*).
- Governmental activities have unrestricted net position deficit of \$12,587,637. The accounting treatments in the governmental funds for compensated absences payable, net pension liability and the last two state aid payments, and the state statute that prohibits school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance are primarily responsible for this deficit balance.
- The total net position of the School District decreased \$314,514 from the prior fiscal year-end balance. The majority of the decrease is attributable to the results of operations in the General Fund and decrease in long term liabilities.
- Fund balance of the School District's governmental funds decreased by \$759,911 resulting in an ending fund balance of \$3,473,369. The majority of this decrease is due to the results of operations in the general fund.
- Business-type activities have unrestricted net position of \$642,699, which may be used to meet the School District's ongoing obligations of the food service operations, school store and school age child care program.
- The School District's long-term obligations decreased by \$3,502,961 which is the result of the payment of bonds, a new capital lease, and a decrease in compensated absences.

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, School Store and the School Age Child Care Program.

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, a 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 provide the same information as the district-wide financial statements, only in more detail.

The School District's three enterprise funds (Food Service Fund, School Store and School Age Child Care Program) 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 liabilities of the primary government activities exceeded assets by \$4,749,221 with an unrestricted deficit balance of \$12,587,637. The net position of the primary government does not include internal balances.

A net investment of \$13,673,346 in land, improvements, buildings, equipment and vehicles provides services to the School District's 2,297 public school students. Net position of \$231,106 has been restricted to provide resources for future capital expansion and renovation projects and \$6,046 has been restricted for payment of debt. Also, \$570,143 has been restricted for maintenance reserve while \$2,856,217 has been restricted for budget appropriation.

As mentioned earlier, deficit unrestricted net position is primarily due to the accounting treatment for compensated absences payable and the last two state aid payments, and state statutes that prohibit school districts from maintaining more than 2% of its adopted budget as unrestricted fund balance.

**Maple Shade Township School District
Comparative Summary of Net Position
As of June 30, 2019 and 2018**

	Governmental Activities		Business-Type Activities		District-Wide	
	2019	2018	2019	2018	2019	2018
Assets:						
Current assets	\$ 6,785,230	\$ 4,392,161	\$ 716,672	\$ 670,747	\$ 7,501,902	\$ 5,062,908
Capital assets	<u>25,485,267</u>	<u>26,362,262</u>	<u>103,025</u>	<u>92,696</u>	<u>25,588,292</u>	<u>26,454,958</u>
Total assets	<u>32,270,497</u>	<u>30,754,423</u>	<u>819,697</u>	<u>763,443</u>	<u>33,090,194</u>	<u>31,517,866</u>
Deferred Outflows of Resources	<u>2,311,312</u>	<u>3,320,653</u>	<u>-</u>	<u>-</u>	<u>2,311,312</u>	<u>3,320,653</u>
Liabilities:						
Current Liabilities	5,650,245	2,414,625	48,375	24,065	5,698,620	2,438,690
Noncurrent Liabilities	<u>20,546,590</u>	<u>24,145,930</u>	<u>25,598</u>	<u>24,391</u>	<u>20,572,188</u>	<u>24,170,321</u>
Total liabilities	<u>26,196,835</u>	<u>26,560,555</u>	<u>73,973</u>	<u>48,456</u>	<u>26,270,808</u>	<u>26,609,011</u>
Deferred Inflows of Resources	<u>3,635,753</u>	<u>2,420,049</u>	<u>-</u>	<u>-</u>	<u>3,635,753</u>	<u>2,420,049</u>
Net position	<u>\$ 4,749,221</u>	<u>\$ 5,094,472</u>	<u>\$ 745,724</u>	<u>\$ 714,987</u>	<u>\$ 5,494,945</u>	<u>\$ 5,809,459</u>
Net position consists of:						
Invested in capital						
Assets	\$ 13,673,346	\$ 13,134,252	\$ 103,025	\$ 92,696	\$ 13,776,371	\$ 13,226,948
Restricted net position	3,663,512	4,326,792	-	-	3,663,512	4,326,792
Unrestricted net position	<u>(12,587,637)</u>	<u>(12,366,572)</u>	<u>642,699</u>	<u>622,291</u>	<u>(11,944,938)</u>	<u>(11,744,281)</u>
Net position	<u>\$ 4,749,221</u>	<u>\$ 5,094,472</u>	<u>\$ 745,724</u>	<u>\$ 714,987</u>	<u>\$ 5,494,945</u>	<u>\$ 5,809,459</u>

Maple Shade Township School District
Comparative Schedule of Changes in Net Position
As of and for the Fiscal Years Ended June 30, 2019 and 2018

	Governmental Activities		Business-Type Activities		District-Wide	
	2019	2018	2019	2018	2019	2018
Revenues:						
Program Revenues						
Charges for services			\$ 734,727	\$ 779,657	\$ 734,727	\$ 779,657
Operating grants and Contributions	\$ 16,976,103	\$ 18,979,620	701,940	656,485	17,678,043	19,636,105
Capital grants and Contributions						
General Revenues:						
Property Taxes	27,021,672	26,578,041			27,021,672	26,578,041
Unrestricted State Aid	10,432,719	9,685,476			10,432,719	9,685,476
Tuition	150,031	126,969			150,031	126,969
Other Revenues	379,033	205,952	10,792	4,136	389,825	210,088
Total Revenues	54,959,558	55,576,058	1,447,459	1,440,278	56,407,017	57,016,336
Expenses:						
Governmental Activities:						
Instruction	18,635,976	16,275,591			18,635,976	16,275,591
Tuition	1,921,856	1,698,460			1,921,856	1,698,460
Related Services	5,018,244	4,435,872			5,018,244	4,435,872
Administrative Services	2,103,812	2,085,355			2,103,812	2,085,355
Operations and Maintenance	4,011,845	2,869,972			4,011,845	2,869,972
Transportation	1,221,462	1,020,179			1,221,462	1,020,179
Central Services	614,067	572,057			614,067	572,057
Employee benefits	21,337,635	24,349,378			21,337,635	24,349,378
Interest on long-term Debt	393,419	439,482			393,419	439,482
Other	46,493	47,026			46,493	47,026
Business-Type Activities:						
Food Service Operations			1,089,705	1,011,125	1,089,705	1,011,125
School Store			5,516	9,943	5,516	9,943
SACC Program			321,501	327,761	321,501	327,761
Total Expenses	55,304,809	53,793,372	1,416,722	1,348,829	56,721,531	55,142,201
Increase in net position						
Before transfers	(345,251)	1,782,686	30,737	91,449	(314,514)	1,874,135
Transfers						
Changes in net position	(345,251)	1,782,686	30,737	91,449	(314,514)	1,874,135
Net position, July 1,	5,094,472	3,311,786	714,987	623,538	5,809,459	3,935,324
Net position, June 30,	\$ 4,749,221	\$ 5,094,472	\$ 745,724	\$ 714,987	\$ 5,494,945	\$ 5,809,459

Governmental Activities

Governmental activities decreased the net position of the School District by \$345,251 during the current fiscal year. Key elements of the decrease in net position for governmental activities are as follows:

- Serial bonds decreased by \$1,562,198.
- Results of operations in the Governmental Funds decreased \$759,911.
- Depreciation expense of \$929,853.

Business-type Activities

Business-type activities increased the School District's net position slightly. Key elements of the increase in net position for business-type activities are as follows:

- The School Store had a net loss of \$2,014, while Food Service and School Age Child Care had a net gain of \$30,553 and \$2,198, respectively.

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 \$3,473,369, a decrease of \$759,911 in comparison with the prior year. The majority of the increase is attributable to the results of operations in the general fund.

The unassigned fund balance for the School District at the end of the fiscal year includes a deficit unassigned fund balance for the General Fund of \$190,143. 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 of \$231,106, 2) \$1,567,042 appropriated as a revenue source in the subsequent year's budget, 3) \$570,143 reserved for maintenance, 4) \$1,289,175 reserved for excess surplus and 5) \$6,046 as restricted for debt service.

General Fund Budgetary Highlights

At the end of the current fiscal year, unreserved fund balance (budgetary basis) of the general fund was \$760,867 while total fund balance (budgetary basis) was \$5,016,003. As a measure of the general fund's liquidity, it may be useful to compare both unreserved 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 \$42,370,154. Unreserved fund balance (budgetary basis) represents 1.79% of expenditures while total fund balance (budgetary basis) represents 11.83% 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 \$25,588,292 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings, equipment and vehicles. The total decrease in the District’s investment in capital assets for the current fiscal year was \$866,666, or a 3.33% decrease. The decrease is due to depreciation less any additions.

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	\$ 412,248	\$ 412,248			\$ 412,248	\$ 412,248
Buildings and Building Improvements	24,873,179	25,701,966			24,873,179	25,701,966
Equipment	199,840	248,048	\$ 103,025	\$ 92,696	302,865	340,744
Total	<u>\$ 25,485,267</u>	<u>\$ 26,362,262</u>	<u>\$ 103,025</u>	<u>\$ 92,696</u>	<u>\$ 25,588,292</u>	<u>\$ 26,454,958</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 \$11,405,000 in serial bonds payable, \$391,422 in capital leases, and \$921,563 in compensated absences.

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 \$54,322,083. The available amount as of June 30, 2019 is \$42,917,083.

Additional information on the School District’s long-term obligations can be found in the notes to the basic financial statements (Note 7) 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.

- For the 2019-20 fiscal year the School District will be receiving an increase in state aid of \$1,205,875. The local tax levy in the General Fund increased \$596,147 over the previous year, resulting in a 2.36 percent increase. Salaries continue to increase contractually; however, the District has managed to control costs. The 2019-20 General Fund Budget is \$1,576,124 more than the previous year or a 4.15% increase. The tax rate for 2019 increased to \$2.149 from \$2.092 in 2018.

For the Future

The Maple Shade Township School District is in good financial condition presently. However, a major concern is the reliance on local property taxes as state aid has remained stagnant. Maple Shade is primarily a residential community with few large ratables; thus, the burden is focused on homeowners to share the tax burden.

In conclusion, the Maple Shade Township School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

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 Maple Shade Township School District Business Administrator, 170 Frederick Avenue, Maple Shade, New Jersey, 08052.

Basic Financial Statements

District-Wide Financial Statements

MAPLE SHADE SCHOOL DISTRICT
Statement of Net Position
June 30, 2019

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS:			
Cash and Cash Equivalents	\$ 4,553,120	\$ 662,416	\$ 5,215,536
Receivables, Net	792,556	68,975	861,531
Inventory		25,936	25,936
Internal balance	40,655	(40,655)	-
Restricted cash and cash equivalents	1,398,899	-	1,398,899
Capital Assets, Net (Note 5)	25,485,267	103,025	25,588,292
Total assets	<u>32,270,497</u>	<u>819,697</u>	<u>33,090,194</u>
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows of resources from pensions	<u>2,311,312</u>	<u>-</u>	<u>2,311,312</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES:	<u>34,581,809</u>	<u>819,697</u>	<u>35,401,506</u>
LIABILITIES:			
Accounts Payable			
Related to pension	484,246	-	484,246
Other	109,918	24,233	134,151
Payable to state government	64,845	-	64,845
Temporary Note Payable	2,000,000	-	2,000,000
Unearned revenue	1,132,324	24,142	1,156,466
Other liabilities	4,774		4,774
Accrued Interest	92,207	-	92,207
Noncurrent liabilities:			
Due within one year	1,761,931	-	1,761,931
Due beyond one year	20,546,590	25,598	20,572,188
Total liabilities	<u>26,196,835</u>	<u>73,973</u>	<u>26,270,808</u>
DEFERRED INFLOWS OF RESOURCES:			
Deferred Inflows of resources from pensions	<u>3,635,753</u>	<u>-</u>	<u>3,635,753</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES:	<u>29,832,588</u>	<u>73,973</u>	<u>29,906,561</u>
NET POSITION:			
Net investment in capital assets	13,673,346	103,025	13,776,371
Restricted for:			
Capital Projects	231,106	-	231,106
Other purposes	3,432,406	-	3,432,406
Unrestricted	<u>(12,587,637)</u>	<u>642,699</u>	<u>(11,944,938)</u>
Total net position	<u>\$ 4,749,221</u>	<u>\$ 745,724</u>	<u>\$ 5,494,945</u>

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

MAPLE SHADE 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	Governmental Activities	Business-type Activities	Total
Governmental activities:						
Instruction:						
Regular	\$ 11,935,490	\$ -	\$ 855,970	\$ (11,079,520)	\$ -	\$ (11,079,520)
Special Education	5,691,375		602,302	(5,089,073)		(5,089,073)
Other instruction	1,009,111			(1,009,111)		(1,009,111)
Support Services:						
Tuition	1,921,856			(1,921,856)		(1,921,856)
Student & instruction related services	5,018,244		486,193	(4,532,051)		(4,532,051)
General administrative services	630,855			(630,855)		(630,855)
School administrative services	1,472,957			(1,472,957)		(1,472,957)
Central services	614,067			(614,067)		(614,067)
Plant operations and maintenance	4,011,845		40,289	(3,971,556)		(3,971,556)
Pupil transportation	1,221,462			(1,221,462)		(1,221,462)
Employee benefits	21,337,635		14,786,702	(6,550,933)		(6,550,933)
Interest on long-term debt	393,419		204,647	(188,772)		(188,772)
Unallocated depreciation and amortization	46,493			(46,493)		(46,493)
Total governmental activities	<u>55,304,809</u>		<u>16,976,103</u>	<u>(38,328,706)</u>		<u>(38,328,706)</u>
Business-type activities:						
School Store	5,516	3,460	-		(2,056)	(2,056)
School Age Child Care	321,501	345,620	-		24,119	24,119
Food Service Program	1,089,705	385,647	701,940		(2,118)	(2,118)
Total business-type activities	<u>1,416,722</u>	<u>734,727</u>	<u>701,940</u>		<u>19,945</u>	<u>19,945</u>
Total primary government	<u>\$ 56,721,531</u>	<u>\$ 734,727</u>	<u>\$ 17,678,043</u>	<u>\$ (38,328,706)</u>	<u>\$ 19,945</u>	<u>\$ (38,308,761)</u>
General revenues:						
Taxes:						
Property taxes, levied for general purposes, net				25,294,875	-	25,294,875
Taxes levied for debt service				1,726,797	-	1,726,797
Federal and State aid not restricted				10,432,719	-	10,432,719
Tuition revenue				150,031	-	150,031
Miscellaneous Income				379,033	10,792	389,825
Transfers				-	-	-
Total general revenues, special items, extraordinary items and transfers				<u>37,983,455</u>	<u>10,792</u>	<u>37,994,247</u>
Change in Net Position				(345,251)	30,737	(314,514)
Net Position--beginning				5,094,472	714,987	5,809,459
Net Position--ending				<u>\$ 4,749,221</u>	<u>\$ 745,724</u>	<u>\$ 5,494,945</u>

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

Fund Financial Statements

MAPLE SHADE 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	\$ 2,149,144	\$ -	\$ 2,403,976	\$ -	\$ 4,553,120
Receivables, net	342,438	447,873			790,311
Interfund receivable	187,418	8,132		6,046	201,596
Restricted cash and cash equivalents	<u>1,398,899</u>				<u>1,398,899</u>
Total assets	<u><u>4,077,899</u></u>	<u><u>456,005</u></u>	<u><u>2,403,976</u></u>	<u><u>6,046</u></u>	<u><u>6,943,926</u></u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable		109,918			109,918
Intergovernmental payable:					
State		64,845			64,845
Temporary Note Payable			2,000,000		2,000,000
Unearned Revenue		136,724	995,600		1,132,324
Interfund payables	8,132	144,518	6,046		158,696
Other liabilities	<u>4,774</u>				<u>4,774</u>
Total liabilities	<u>12,906</u>	<u>456,005</u>	<u>3,001,646</u>		<u>3,470,557</u>
Fund Balances:					
Restricted for:					
Reserve for excess surplus	1,289,175				1,289,175
Reserve for excess surplus designated for subsequent years expenditures	1,262,705				1,262,705
Capital reserve	828,776				828,776
Maintenance reserve	570,143				570,143
Assigned to:					
Year-end encumbrances	67,042		6,630		73,672
Designated for subsequent years expenditures	237,295				237,295
Unassigned	<u>(190,143)</u>		<u>(604,300)</u>	<u>6,046</u>	<u>(788,397)</u>
Total fund balances	<u>4,064,993</u>		<u>(597,670)</u>	<u>6,046</u>	<u>3,473,369</u>
Total liabilities and fund balances	<u><u>\$ 4,077,899</u></u>	<u><u>\$ 456,005</u></u>	<u><u>\$ 2,403,976</u></u>	<u><u>\$ 6,046</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 \$45,780,851 and the accumulated depreciation is \$20,295,584. 25,485,267

Accrued interest on debt is not due and payable in the current period and therefore is not reported as a liability in the funds. (92,207)

Accounts payable related to the April 1, 2020 required PERS contribution that is not to be liquidated with current financial resources. (484,246)

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	2,311,312	
Net Pension Liability	(9,575,037)	
Deferred Inflows of resources from Pensions	<u>(3,635,753)</u>	(10,899,478)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.

Compensated Absences	(921,563)	
Capital Leases	(391,422)	
General Obligation Bonds	<u>(11,420,499)</u>	(12,733,484)

Net position of governmental activities \$ 4,749,221

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

MAPLE SHADE 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	\$ 25,294,875	\$ -	\$ -	\$ 1,726,797	\$ 27,021,672
Tuition charges	150,031	-	-	-	150,031
Transportation fees	92,856	-	-	-	92,856
Miscellaneous	280,131	8,200	6,046	-	294,377
Total revenues-local sources	25,817,893	8,200	6,046	1,726,797	27,558,936
State sources	15,942,025	957,176	-	204,647	17,103,848
Federal sources	82,226	1,233,416	-	-	1,315,642
Total revenues	41,842,144	2,198,792	6,046	1,931,444	45,978,426
EXPENDITURES:					
Current expense:					
Regular instruction	10,265,851	855,970	-	-	11,121,821
Special education instruction	5,089,073	602,302	-	-	5,691,375
Other instruction	1,009,111	-	-	-	1,009,111
Support services and undistributed costs:					
Tuition	1,921,856	-	-	-	1,921,856
Student & instruction related services	4,532,051	486,193	-	-	5,018,244
General administrative services	537,870	-	-	-	537,870
School administrative services	1,472,957	-	-	-	1,472,957
Central services	614,067	-	-	-	614,067
Plant operations and maintenance	2,866,723	-	-	-	2,866,723
Pupil transportation	1,221,462	-	-	-	1,221,462
Unallocated employee benefits	12,167,778	214,038	-	-	12,381,816
Capital outlay	671,355	40,289	597,670	-	1,309,314
Debt service:					
Principal	-	-	-	1,525,000	1,525,000
Interest and other charges	-	-	-	406,444	406,444
Total expenditures	42,370,154	2,198,792	597,670	1,931,444	47,098,060
Excess (deficiency) of revenues over (under) expenditures	(528,010)	-	(591,624)	-	(1,119,634)
Other Financing Sources (Uses):					
Transfers in	-	-	-	6,046	6,046
Transfers out	-	-	(6,046)	-	(6,046)
Proceeds of Capital Lease	359,723	-	-	-	359,723
Total other financing sources (uses)	359,723	-	(6,046)	6,046	359,723
Net change in fund balance	(168,287)	-	(597,670)	6,046	(759,911)
Fund balances, July 1	4,233,280	-	-	-	4,233,280
Fund balances, June 30	\$ 4,064,993	\$ -	\$ (597,670)	\$ 6,046	\$ 3,473,369

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

MAPLE SHADE 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) \$ (759,911)

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

Capital outlays are reported in the governmental funds as expenditures. However, on 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 fiscal year.

Depreciation expense	\$ (929,853)	
Capital outlay	52,858	(876,995)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is reported in the statement of activities. 1,562,198

Repayment of capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is reported in the statement of activities. 213,613

The issuance of a capital lease increases long-term liabilities, however has no effect on fund balance. (359,722)

In the statement of activities, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition to the reconciliation. 13,025

Net differences between pension system contributions recognized in the fund statement of revenues, expenditures and changes in fund balances and the statement of activities. 25,313

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) 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 (+). (162,772)

Change in net position of governmental activities \$ (345,251)

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

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

	Business-type Activities			Total
	School Store	School Age Child Care	Food Service Program	
ASSETS:				
Current Assets:				
Cash and Cash Equivalents	\$ 940	\$ 354,926	\$ 306,550	\$ 662,416
Accounts Receivable	-	19,693	49,282	68,975
Interfund Receivables	-	-	519	519
Inventories	2,055	-	23,881	25,936
Total Current Assets	<u>2,995</u>	<u>374,619</u>	<u>380,232</u>	<u>757,846</u>
Noncurrent Assets:				
Equipment	-	-	495,388	495,388
Less Accumulated Depreciation	-	-	(392,363)	(392,363)
Total Noncurrent Assets	<u>-</u>	<u>-</u>	<u>103,025</u>	<u>103,025</u>
Total Assets	<u>\$ 2,995</u>	<u>\$ 374,619</u>	<u>\$ 483,257</u>	<u>\$ 860,871</u>
LIABILITIES				
Current liabilities:				
Accounts Payable	\$ 38	\$ 784	\$ 23,411	\$ 24,233
Compensated Absences Payable	-	7,066	18,532	25,598
Unearned Revenue	-	10,505	13,637	24,142
Interfund Payable	-	519	40,655	41,174
Total Liabilities	<u>38</u>	<u>18,874</u>	<u>96,235</u>	<u>115,147</u>
NET POSITION				
Net Investment in Capital Assets	-	-	103,025	103,025
Unrestricted	<u>2,957</u>	<u>355,745</u>	<u>283,997</u>	<u>642,699</u>
Total Net Position	<u>\$ 2,957</u>	<u>\$ 355,745</u>	<u>\$ 387,022</u>	<u>\$ 745,724</u>

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

MAPLE SHADE 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			Total
	Enterprise Funds			
	<u>School Store</u>	<u>School Age Child Care</u>	<u>Food Service Program</u>	
Operating revenues:				
Charges for services:				
Daily sales-reimbursable programs	\$ -	\$ -	\$ 251,315	\$ 251,315
Daily sales-non-reimbursable programs	-	-	109,284	109,284
Special functions	-	-	24,504	24,504
Program fees	-	345,620	-	345,620
Book store sales	3,460	-	-	3,460
Vending and miscellaneous	-	-	544	544
	<u>3,460</u>	<u>345,620</u>	<u>385,647</u>	<u>734,727</u>
Total operating revenue	<u>3,460</u>	<u>345,620</u>	<u>385,647</u>	<u>734,727</u>
Operating expenses:				
Salaries	-	196,898	390,787	587,685
Employee benefits	-	67,987	130,682	198,669
Supplies and materials	-	11,019	30,077	41,096
Depreciation	-	-	8,736	8,736
Repairs and maintenance of equipment	-	-	27,255	27,255
Cost of sales-Reimbursable	-	-	405,767	405,767
Cost of sales-Nonreimbursable	5,516	-	62,526	68,042
Rent	-	32,000	-	32,000
Other costs	-	13,597	33,875	47,472
	<u>5,516</u>	<u>321,501</u>	<u>1,089,705</u>	<u>1,416,722</u>
Total operating expenses	<u>5,516</u>	<u>321,501</u>	<u>1,089,705</u>	<u>1,416,722</u>
Operating income (loss)	<u>(2,056)</u>	<u>24,119</u>	<u>(704,058)</u>	<u>(681,995)</u>
Nonoperating revenues (expenses):				
State sources:				
State school lunch program	-	-	10,765	10,765
Federal sources:				
National school lunch program	-	-	458,778	458,778
National school breakfast program	-	-	150,898	150,898
U.S.D.A. commodities	-	-	81,499	81,499
Local sources:				
Interest revenue	13	4,048	4,316	8,377
Miscellaneous	29	2,386	-	2,415
	<u>42</u>	<u>6,434</u>	<u>706,256</u>	<u>712,732</u>
Total nonoperating revenues	<u>42</u>	<u>6,434</u>	<u>706,256</u>	<u>712,732</u>
Net income (loss) before contributions and transfers	<u>(2,014)</u>	<u>30,553</u>	<u>2,198</u>	<u>30,737</u>
Operating Transfer Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	<u>(2,014)</u>	<u>30,553</u>	<u>2,198</u>	<u>30,737</u>
Total net position - beginning	<u>4,971</u>	<u>325,192</u>	<u>384,824</u>	<u>714,987</u>
Total net position - ending	<u>\$ 2,957</u>	<u>\$ 355,745</u>	<u>\$ 387,022</u>	<u>\$ 745,724</u>

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

MAPLE SHADE SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
for the Fiscal Year Ended June 30, 2019

	Business-type Activities			Total
	Enterprise Funds			
	<u>School Store</u>	<u>School Age Child Care</u>	<u>Food Service Program</u>	
Cash flows from operating activities:				
Receipts from customers	\$ 3,498	\$ 357,543	\$ 390,638	\$ 751,679
Payments to employees	-	(264,885)	(479,543)	(744,428)
Payments to suppliers	(2,659)	(58,226)	(500,394)	(561,279)
Net cash used for operating activities	<u>839</u>	<u>34,432</u>	<u>(589,299)</u>	<u>(554,028)</u>
Cash flows from noncapital financing activities:				
Miscellaneous	63	2,386	-	2,449
State and Federal sources	-	-	612,356	612,356
Net cash provided by non-capital financing activities	<u>63</u>	<u>2,386</u>	<u>612,356</u>	<u>614,805</u>
Cash flows from capital activities:				
Purchases of fixed assets	-	-	(19,065)	(19,065)
			<u>(19,065)</u>	<u>(19,065)</u>
Cash flows from investing activities:				
Interest and dividends	13	4,048	4,316	8,377
Bank fees	(35)	-	-	-
Net cash provided by investing activities	<u>(22)</u>	<u>4,048</u>	<u>4,316</u>	<u>8,377</u>
Net increase in cash and cash equivalents	880	40,866	8,308	50,054
Balances - beginning of year	<u>60</u>	<u>314,060</u>	<u>298,242</u>	<u>612,362</u>
Balances - end of year	<u>\$ 940</u>	<u>\$ 354,926</u>	<u>\$ 306,550</u>	<u>\$ 662,416</u>
Reconciliation of operating loss to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (2,056)	\$ 24,119	\$ (704,058)	\$ (681,995)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	-	-	8,735	8,735
Federal commodities	-	-	81,499	81,499
(Increase) decrease in accounts receivable	-	13,160	1,257	14,417
(Increase) decrease in interfund receivable	-	-	420	420
(Increase) decrease in inventories	2,945	-	4,583	7,528
Increase (decrease) in unearned revenue	-	(1,236)	3,314	2,078
Increase (decrease) in interfund payable, net	-	(419)	(9,732)	(10,151)
Increase (decrease) in compensated absences payable	-	(64)	1,272	1,208
Increase (decrease) in accounts payable	(50)	(1,128)	23,411	22,233
Total adjustments	<u>2,895</u>	<u>10,313</u>	<u>114,759</u>	<u>127,967</u>
Net cash provided by (used for) operating activities	<u>\$ 839</u>	<u>\$ 34,432</u>	<u>\$ (589,299)</u>	<u>\$ (554,028)</u>

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

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

	Private Purpose Trust Fund	Unemployment Compensation Insurance Trust Fund	Agency Fund
ASSETS:			
Cash and cash equivalents	\$ 22,119	\$ 214,111	\$ 213,168
Total assets	22,119	214,111	213,168
 LIABILITIES:			
Accounts payable	\$ -	\$ 1,110	\$ -
Payroll deductions and withholdings	-	-	1,014
Interfund payable	-	-	2,245
Due to student groups	-	-	209,909
Total liabilities	-	1,110	\$ 213,168
 NET POSITION:			
Held in trust for unemployment claims and other purposes	\$ 22,119	\$ 213,001	

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

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

	Private Purpose Trust Fund Scholarship Fund	Unemployment Compensation Insurance Trust Fund
ADDITIONS:		
Contributions:		
Contributions	\$ 13,554	\$ 37,781
Miscellaneous	-	-
Total Contributions	13,554	37,781
Investment earnings:		
Interest	359	2,283
Net investment earnings	359	2,283
Total additions	13,913	40,064
DEDUCTIONS:		
Unemployment claims	-	46,114
Scholarships awarded	16,575	-
Total deductions	16,575	46,114
Change in net position	(2,662)	(6,050)
Net position - beginning of the year	24,781	219,051
Net position - end of the year	\$ 22,119	\$ 213,001

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity - The Township of Maple Shade School District (“School District”) is a Type II district located in the County of Burlington, 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. The School District has an approximate enrollment at June 30, 2019 of 2,297 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. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide Statements (Continued) -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.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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 of the School District.

School Age Child Care Fund - This fund accounts for the financial activity related to providing day care services for School District students before and after school and during the summer.

School Store - This fund accounts for all the revenues and expenses of the school store.

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, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net 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

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 four fiduciary funds; an unemployment compensation trust fund, a private purpose scholarship, 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.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements (Continued) – 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 fund. 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 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.

Maple Shade 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 for their approval. 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.

Maple Shade 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. 17:9-41et 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.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of 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. 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

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.

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.

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. 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.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Bond Discount and Bond Premium – Bond discount and bond premium arising from the issuance of the general obligation bonds are recorded as liabilities. They are amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense. Bond discount and bond premium are presented as an adjustment of the face amount of the bonds.

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.

It is the School District's policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

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.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Balance (Continued) – 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, program fees for the community education and recreation fund, and fees for the shared services 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.

Maple Shade 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. 17:9-41et 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 \$7,605,540 as of June 30, 2019, \$250,000 was insured under FDIC and the remaining balance of \$7,355,540 was collateralized under GUDPA.

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

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.

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

Balance – July 1, 2018		\$	980,909
Increased by:			
Interest earned	\$		4,806
Return of unspent budget appropriations			183,061
Transfer from capital projects fund	-		187,867
			1,168,776
Decreased by:			
Budget withdrawal			340,000
Balance – June 30, 2019		\$	828,776

The June 30, 2019 capital reserve balance does not exceed the LRFP balance of local support costs of uncompleted projects. The withdrawals from the capital reserve were utilized to fund facilities projects approved by the New Jersey Department of Education, consistent with the School District's LRFP.

4. ACCOUNTS RECEIVABLES

Accounts receivables at June 30, 2019 consisted of accounts (fees) and intergovernmental grants. All intergovernmental receivables are considered collectible in full due to the stable condition of 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	Capital Projects Fund	Proprietary Funds	Total
Federal	\$ -	\$ 447,873	\$ -	\$ 46,117	\$ 493,990
State	278,297	-	-	785	279,082
Other	64,141	-	-	22,073	86,214
Total Accounts Receivable	\$ 342,438	\$ 447,873	\$ -	\$ 68,975	\$ 859,286

Maple Shade 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</u> <u>June 30, 2018</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>June 30, 2019</u>
<u>Governmental Activities:</u>				
<i>Capital Assets, not being depreciated:</i>				
Land	\$ 412,248	\$ -	\$ -	\$ 412,248
Construction in progress	_____	_____	_____	_____
Total capital assets, not being Depreciated	<u>412,248</u>	_____	_____	<u>412,248</u>
<i>Capital Assets, being depreciated:</i>				
Site Improvements	658,916			658,916
Building and Building Improvements	41,842,124			41,842,124
Equipment	<u>2,814,705</u>	<u>52,858</u>	_____	<u>2,867,563</u>
Totals at historical cost	<u>45,315,745</u>	<u>52,858</u>	_____	<u>45,368,603</u>
<i>Less Accumulated Depreciation:</i>				
Site Improvements	(614,087)	(2,706)		(616,793)
Building and Building Improvements	(16,184,987)	(826,081)		(17,011,068)
Equipment	<u>(2,566,657)</u>	<u>(101,066)</u>	_____	<u>(2,667,723)</u>
Totals accumulated depreciation	<u>(19,365,731)</u>	<u>(929,853)</u>	_____	<u>(20,295,584)</u>
Total Capital Assets, being depreciated, net	<u>25,950,014</u>	<u>(876,995)</u>	_____	<u>25,073,019</u>
Governmental Activities Capital Assets, Net	<u>\$ 26,362,262</u>	<u>\$ (876,995)</u>	<u>\$ _____</u>	<u>\$ 25,485,267</u>

	<u>Balance</u> <u>June 30, 2018</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>June 30, 2019</u>
<u>Business-Type Activities:</u>				
<i>Capital Assets, being depreciated:</i>				
Equipment	\$ 476,323	\$ 19,065	\$ -	\$ 495,388
Less accumulated depreciation	<u>(383,627)</u>	<u>(8,736)</u>	_____	<u>(392,363)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 92,696</u>	<u>\$ 10,329</u>	<u>\$ -</u>	<u>\$ 103,025</u>

Depreciation expense in the amount of \$929,853 was charged to governmental functions as follows:

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 650,897
Administration	92,985
Plant Operations and Maintenance	139,478
Unallocated	<u>46,493</u>
Total depreciation expense	<u>\$ 929,853</u>

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

6. INVENTORY

Inventory in the enterprise funds at June 30, 2019 consisted of the following:

	Food Service	School Store
Food Supplies	\$ 21,098 <u>2,783</u>	\$ <u>2,055</u>
	<u>\$ 23,881</u>	<u>\$ 2,055</u>

7. LONG-TERM OBLIGATIONS

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

	Principal Outstanding July 1, 2018	Additions	Reductions	Principal Outstanding June 30, 2019	Amounts Due Within One Year
<u>Governmental Activities:</u>					
Other Liabilities:					
Compensated Absences	\$ 758,791	\$ 162,772	\$ -	\$ 921,563	\$ -
Capital Leases	245,313	359,722	213,613	391,422	151,432
Net Pension Liability	11,824,681		2,249,644	9,575,037	
Total	<u>12,828,785</u>	<u>522,494</u>	<u>2,463,257</u>	<u>10,888,022</u>	<u>151,432</u>
General Obligation Bonds					
Principal	12,930,000		1,525,000	11,405,000	1,595,000
Unamortized Premiums	<u>52,697</u>		<u>37,198</u>	<u>15,499</u>	<u>15,499</u>
Total	<u>12,982,697</u>		<u>1,562,198</u>	<u>11,420,499</u>	<u>1,610,499</u>
Total Governmental Activity	<u>\$ 25,811,482</u>	<u>\$ 522,494</u>	<u>\$ 4,025,455</u>	<u>\$ 22,308,521</u>	<u>\$ 1,761,931</u>
<u>Business-Type Activities:</u>					
Compensated Absences	<u>\$ 24,390</u>	<u>\$ 1,208</u>	<u>\$ -</u>	<u>\$ 25,598</u>	<u>\$ -</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 Bonds dated April 1, 2012 in the amount of \$10,795,000 due in annual installments through April 1, 2030, bearing interest rate of 2.75% to 3.50%.

2013 Refunding Bonds dated December 1, 2013 in the amount of \$610,000 due in annual installments through March 30, 2020, bearing interest rate of 3.00%.

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

7. LONG-TERM OBLIGATIONS (Continued)

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

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 1,595,000	\$ 360,693	\$ 1,955,693
2021	975,000	306,744	1,281,744
2022	965,000	277,494	1,242,494
2023	955,000	248,544	1,203,544
2024	945,000	222,281	1,167,281
2025-2029	5,000,000	657,244	5,657,244
2030	970,000	33,950	1,003,950
	<u>\$ 11,405,000</u>	<u>\$ 2,106,950</u>	<u>\$ 15,443,394</u>

As of June 30, 2019 the School District had authorization to issue \$49,780,812 in additional bonded debt.

Capital Leases

The District is leasing six school buses, telecommunication system, security web filter, antivirus software and a Ford F350 totaling \$869,417 under capital leases. The following is a schedule of the future minimum lease payments under these capital lease agreements:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 151,432	\$ 12,161	\$ 163,593
2021	95,526	7,763	103,289
2022	83,854	4,671	88,525
2023	<u>60,610</u>	<u>1,957</u>	<u>62,567</u>
	<u>\$ 391,422</u>	<u>\$ 26,552</u>	<u>\$ 417,974</u>

8. OPERATING LEASES

At June 30, 2019, the School District had operating lease agreements in effect for a postage machine, software, and copy machines. Total rental payments for such leases were \$115,775 for the fiscal year ended June 30, 2019. The future minimum lease payments for these leases are as follows:

<u>Year Ended</u>	<u>Amount</u>
June 30, 2020	\$ 61,760
June 30, 2021	50,887
June 30, 2022	44,678
June 30, 2023	44,161
June 30, 2024	3,680
Total future minimum lease payments	<u>\$ 205,166</u>

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

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)

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

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.

Maple Shade 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)

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 \$2,272,261 and was paid by April 1, 2019. School District employee contributions to the pension plan during the fiscal year ended June 30, 2019 were \$1,291,570.

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 \$5,574,781 and revenue of \$5,574,781 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.

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 (Non-Employer – 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	95,628,049	99,416,824
State's portion of the net pension liability that was associated with the School District as a percentage of the collective net pension liability	.1503163750%	.1474510639%

Maple Shade 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)

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 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 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%
	100.00%	

**Maple Shade 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)

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 rate:

	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	113,030,538	95,628,049	81,201,810
	\$ 113,030,538	\$ 95,628,049	\$ 81,201,810

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 to 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

Maple Shade 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 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.

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 13.69% 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 \$483,713 and was paid by April 1, 2019. School District employee contributions to the pension plan during the fiscal year ended June 30, 2019 were \$265,326.

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:

Fiscal Year	Normal Contributions	Accrued Liability	Non Contributory Life	Long-Term Disability	Total Liability Paid by District
2019	\$ 60,447	\$ 401,271	\$ 21,995	\$ 1,247	\$ 484,960
2018	61,938	385,703	22,937	3,246	473,824
2017	47,312	240,774	14,378	-	302,464

Maple Shade 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)

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 \$9,575,037 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.

For the year ended June 30, 2019, the School District recognized pension expense of \$484,400. At June 30, 2019, the School District reported a liability of \$9,575,753 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	\$ 182,597	\$ 49,372
Changes of assumptions	1,577,807	3,061,588
Net Difference between projected and actual earnings on pension plan investments		89,814
Changes in proportion	66,662	434,979
District contributions subsequent to the measurement date	484,246	
Total	\$ 2,311,312	\$ 3,635,753

\$484,246 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	\$ (112,516)
2021	(270,201)
2022	(683,437)
2023	(484,741)
2024	(257,792)
Total	\$ (1,808,687)

Maple Shade 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	.0486301623%	.0507967890%

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.

Maple Shade 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.

Maple Shade 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)

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>	

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:

	<u>1% Decrease (4.66%)</u>	<u>Current Discount Rate (5.66%)</u>	<u>1% Increase (6.66%)</u>
School District's proportionate share of the net pension liability	\$ 12,039,506	\$ 9,575,037	\$ 7,507,505

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.

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

9. PENSION PLANS (CONTINUED)

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:

<u>Year</u>	<u>Total Liability</u>	<u>Paid by School District</u>
2019	\$ 30,630	\$ 30,630
2018	27,815	27,815
2017	24,611	24,611

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.

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

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

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.

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.

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

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

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.

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	\$ 85,501,908
Changes for the years'	
Service Cost	2,885,805
Interest	3,131,082
Changes of benefit terms	
Differences between expected and actual experience	(8,850,277)
Changes in assumptions	(8,317,440)
Gross Benefit Payments	(1,938,089)
Contributions from the Non-employer	N/A
Contributions from the Member	66,983
Net Investment Income	N/A
Administrative Expense	N/A
Net Changes	\$ (13,021,936)
Balance at 06/30/2018	\$ 72,479,972

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	\$ 85,686,081	\$ 72,479,972	\$ 61,982,479

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

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

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	\$ 87,688,887	\$ 72,479,972	\$ 58,956,363

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 \$2,947,951 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	\$ -	\$ 7,035,800
Changes of assumptions	-	16,246,756
Total	\$ -	\$ 23,282,556

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	\$ (2,868,996)
2020	(2,868,996)
2021	(2,868,996)
2022	(2,868,996)
2023	(2,868,996)
Therafter	(8,937,576)
Total	\$ (23,282,556)

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.

Maple Shade 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, 2019, 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 \$2,996,852, \$1,359,367, and \$3,152, respectively. In addition, \$1,232,161 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 School Alliance Insurance Fund and the New Jersey School Boards Association Insurance Group (NJSBAIG) for workers compensation. 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.

The Fund publishes its own financial report which can be obtained at: School Alliance Insurance Fund, c/o PEGAS, 51 Everett Drive, Lawrenceville, New Jersey, 08648 and www.njsbaig.com.

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>Ended June 30,</u>	<u>District</u> <u>Contributions</u>	<u>Employee</u> <u>Contributions</u>	<u>Interest</u> <u>Earned</u>	<u>Amount</u> <u>Reimbursed</u>	<u>Ending</u> <u>Balance</u>
2018-2019	\$ -	\$ 37,781	\$ 2,282	\$ 46,113	\$ 213,001
2017-2018		36,946	401	50,605	219,051
2016-2017		34,619	221	35,118	232,309

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.

Maple Shade 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 accumulated 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 and proprietary fund types was \$921,563 and \$25,598, respectively.

15. INTERFUND BALANCES AND TRANSFERS

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, 2019. The following interfund balances were recorded on the various balance sheets as of June 30, 2019:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
General	\$ 187,418	\$ 8,132
Special Revenue	8,132	144,518
Capital Projects		6,046
Debt Service	6,046	
Proprietary	519	41,174
Fiduciary	-	2,245
	<u>\$ 202,115</u>	<u>\$ 202,115</u>

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, 2019, 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.

17. 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.

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

17. TAX ABATEMENTS(CONTINUED)

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 Township of Maple Shade (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 \$351,368 from the annual service charge in lieu of payment of taxes in 2018. The assessed value on these tax exemption properties amounted to \$24,327,400 which would have resulted in 2018 taxes billed in full of \$214,324. A portion of the \$351,368 abatement would have been allocated to the District.

18. DEFICIT UNASSIGNED FUND BALANCE

The School District has a deficit unassigned fund balance of \$190,143 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.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unreserved, undesignated 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 \$190,143 is equal to or less than the June state aid payment.

The School District also has an accumulated deficit of \$604,300 in the Capital Projects Fund as of June 30, 2019. This deficit is the result of the School District utilizing temporary financing to fund expenditures for certain capital projects. As the School District permanently finances these appropriations the School District will realize as revenues the proceeds of the financing. This deficit does not indicate that the School District is facing financial difficulties and is a permitted practice under generally accepted accounting principles.

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

19. DEFICIT UNRESTRICTED NET POSITIONS

As of June 30, 2019, a deficit of \$12,587,637 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 is as follows:

Balances June 30, 2019	
Fund Balance (Deficit)	
(Exclusive of Capital Projects and Debt Service Funds):	
Fund Balance – Unassigned	\$ (190,143)
Liabilities:	
Accrued Interest Payable	(92,207)
Net Pension Differences	(11,383,724)
Compensated Absences	<u>(921,563)</u>
Unrestricted Net Position (Deficit)	<u>\$ (12,587,637)</u>

20. 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 \$1,289,175 presented on the budgetary basis of accounting (Exhibit C-1). Additionally, \$1,262,705 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 \$828,776. Of this amount \$95,000 has been appropriated in the 2019-2020 Budget. The remaining 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 \$570,143. 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).

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

20. 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:

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, \$237,295 of general fund balance.

Other Purposes – At June 30, 2019 the School District has \$67,042 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

Capital Projects Fund:

Other Purposes – At June 30, 2019 the School District has \$6,630 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

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 \$190,143. 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).

Capital Projects Fund – As of June 30, 2019, the unassigned fund balance of the capital projects fund was a deficit of \$604,300. This deficit is the result of the School District utilizing temporary financing to fund expenditures for certain capital projects. (See Note 18).

Debt Service Fund – As of June 30, 2019, the unassigned fund balance of the debt service fund was \$6,046.

21. SUBSEQUENT EVENTS

On July 16, 2019 the School District issued \$49,780,000 School Bonds to finance repairs and improvements of all four schools and the central office.

Required Supplementary Information - Part II

Budgetary Comparison Schedules

MAPLE SHADE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 25,294,875	\$ -	\$ 25,294,875	\$ 25,294,875	\$ -
Tuition	150,000		150,000	150,031	31
Tranportation fees from other LEAs	50,000		50,000	92,856	42,856
Capital reserve interest	400		400	4,340	3,940
Advertising Fees - School Buses	1,000		1,000	2,426	1,426
Unrestricted miscellaneous revenue	109,000		109,000	273,365	164,365
Total local sources	25,605,275		25,605,275	25,817,893	212,618
State sources:					
Extraordinary Aid	190,000		190,000	199,579	9,579
Nonpublic Transportation Aid				22,910	22,910
Categorical Special Education Aid	1,222,775	161,769	1,384,544	1,384,544	
Equalization Aid	7,665,842		7,665,842	7,665,842	
Security Aid	175,846	448,618	624,464	624,464	
Transportation Aid	587,335		587,335	587,335	
On-behalf TPAF pension contributions (non-budgeted)				2,996,852	2,996,852
On-behalf TPAF Post Retirement Medical (non-budgeted)				1,359,367	1,359,367
On-behalf TPAF - LTDI (non-budgeted)				3,152	3,152
Reimbursed TPAF social security contributions (non-budgeted)				1,232,161	1,232,161
Total state sources	9,841,798	610,387	10,452,185	16,076,206	5,624,021
Federal sources:					
Medicaid Reimbursement	80,515		80,515	82,226	1,711
	80,515		80,515	82,226	1,711
TOTAL REVENUES	35,527,588	610,387	36,137,975	41,976,325	5,838,350
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers					
Preschool	31,482		31,482		31,482
Kindergarten	543,483	61,000	604,483	589,024	15,459
Grades 1-5	3,847,688	174,000	4,021,688	4,014,872	6,816
Grades 6-8	2,082,183	(245,871)	1,836,312	1,830,152	6,160
Grades 9-12	2,430,458	167,500	2,597,958	2,597,601	357
Total Instruction	8,935,294	156,629	9,091,923	9,031,649	60,274
Regular Programs - Home Instruction:					
Salaries of teachers	35,000	(27,900)	7,100	7,054	46
Purchased professional - educational services	10,200	70,000	80,200	80,149	51
Total Home Instruction	45,200	42,100	87,300	87,203	97

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

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MAPLE SHADE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	\$ 133,355	\$ (32,000)	\$ 101,355	\$ 101,037	\$ 318
Purchased professional - educational services	497,896	(50,316)	447,580	435,431	12,149
Other purchased services	95,508		95,508	94,650	858
General supplies	379,480	40,872	420,352	406,281	14,071
Textbooks	108,425	(1,284)	107,141	87,096	20,045
Other objects	22,515		22,515	22,504	11
Total Undistributed Instruction	<u>1,237,179</u>	<u>(42,728)</u>	<u>1,194,451</u>	<u>1,146,999</u>	<u>47,452</u>
Total - Regular Programs - Instruction	<u>10,217,673</u>	<u>156,001</u>	<u>10,373,674</u>	<u>10,265,851</u>	<u>107,823</u>
Special Educ Instruction: Learning/Lang.					
Salaries of teachers	824,867	(34,000)	790,867	790,482	385
Other salaries for instruction	535,270	4,500	539,770	539,685	85
General supplies	22,857	(10,000)	12,857	12,588	269
Textbooks	10,832		10,832	10,832	
Total Learning/Language Disabilities	<u>1,393,826</u>	<u>(39,500)</u>	<u>1,354,326</u>	<u>1,353,587</u>	<u>739</u>
Special Educ Instruction: Behavioral Disabilities					
Salaries of teachers	421,068	2,100	423,168	423,087	81
Other salaries for instruction	90,072	12,001	102,073	101,795	278
Purchased Professional - ED. Service	7,471	(5,000)	2,471	2,000	471
General supplies	18,308	(2,500)	15,808	15,727	81
Textbooks	9,126	(5,000)	4,126	3,587	539
Total Behavioral Disabilities	<u>546,045</u>	<u>1,601</u>	<u>547,646</u>	<u>546,196</u>	<u>1,450</u>
Special Educ Instruction: Multiple Disabilities					
Salaries of teachers	495,793		495,793	486,472	9,321
Other salaries for instruction	220,067	22,924	242,991	234,806	8,185
Other purchased services	300		300		300
General supplies	22,788	(6,000)	16,788	15,860	928
Textbooks	7,452		7,452	7,114	338
Total Multiple Disabilities	<u>746,400</u>	<u>16,924</u>	<u>763,324</u>	<u>744,252</u>	<u>19,072</u>
Special Educ Instruction: Res. Room/Res. Center					
Salaries of teachers	1,554,396	(11,609)	1,542,787	1,534,353	8,434
Other salaries for instruction	178,143	30,000	208,143	207,210	933
General supplies	11,638	(2,500)	9,138	8,345	793
Textbooks	7,151		7,151	6,245	906
Total Resource Room/Resource Center	<u>1,751,328</u>	<u>15,891</u>	<u>1,767,219</u>	<u>1,756,153</u>	<u>11,066</u>
Special Educ Instruction: Autism					
Salaries of teachers	117,238	8,500	125,738	125,725	13
Other salaries for instruction	85,390	(6,200)	79,190	54,267	24,923
General supplies	1,356		1,356	1,356	
Other Objects	100		100		100
Total Autism	<u>204,084</u>	<u>2,300</u>	<u>206,384</u>	<u>181,348</u>	<u>25,036</u>

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

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MAPLE SHADE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Special Educ Instruction: Preschool Disabilities - Part Time					
Salaries of teachers	\$ 214,736	\$ 59,000	\$ 273,736	\$ 271,310	\$ 2,426
Other Salaries for Instruction	120,323	13,663	133,986	133,918	68
Other Purchased Services (400-500 series)	100	(100)			
General supplies	3,000	1,100	4,100	3,353	747
Total Preschool Disabilities - Part Time	<u>338,159</u>	<u>73,663</u>	<u>411,822</u>	<u>408,581</u>	<u>3,241</u>
Special Educ Instruction: Home Instruction					
Salaries of teachers	28,000	(16,200)	11,800	11,756	44
Purchased Professional- Educational Services	24,000	63,200	87,200	87,200	
Total Home Instruction	<u>52,000</u>	<u>47,000</u>	<u>99,000</u>	<u>98,956</u>	<u>44</u>
Total Special Education - Instruction	<u>5,031,842</u>	<u>117,879</u>	<u>5,149,721</u>	<u>5,089,073</u>	<u>60,648</u>
Basic Skills/Remedial - Instruction					
Salaries of teachers	464,215	(273,310)	190,905	159,633	31,272
Purchased Professional - Educational Services	500		500	500	500
General supplies	1,500		1,500	1,500	
Total Basic Skills/Remedial - Instruction	<u>466,215</u>	<u>(273,310)</u>	<u>192,905</u>	<u>161,133</u>	<u>31,772</u>
Bilingual Education - Instruction					
Salaries of teachers	211,332		211,332	211,332	
General supplies	6,000	(2,000)	4,000	2,658	1,342
Total Bilingual Education - Instruction	<u>217,332</u>	<u>(2,000)</u>	<u>215,332</u>	<u>213,990</u>	<u>1,342</u>
School-Sponsored Cocurricular Act - Inst.					
Salaries	105,930	6,945	112,875	112,871	4
Other objects	23,200		23,200	23,200	
Total School-Sponsored Cocurr. Act. - Inst	<u>129,130</u>	<u>6,945</u>	<u>136,075</u>	<u>136,071</u>	<u>4</u>
School-Sponsored Athletics - Inst.					
Salaries	370,992	(1,334)	369,658	369,583	75
Other purchased services	20,550		20,550	20,493	57
Supplies and Materials	54,000		54,000	52,155	1,845
Other objects	55,686		55,686	55,686	
Total School-Sponsored Athletics - Inst	<u>501,228</u>	<u>(1,334)</u>	<u>499,894</u>	<u>497,917</u>	<u>1,977</u>
Undistributed Expenditures - Instruction					
Tuition to other LEAs within the state - regular	56,418	33,682	90,100	89,711	389
Tuition to other LEAs within the state - special	20,448	29,789	50,237	39,972	10,265
Tuition county voc. school dist. - regular	148,720		148,720	148,720	
Tuition county voc. school dist. - special	67,600		67,600	67,600	
Tuition to CSSD & reg. day schools	181,224	163,964	345,188	303,704	41,484
Tuition to priv. sch. for the disabled w/i state	1,166,272	23,735	1,190,007	1,141,074	48,933
Tuition - other		131,075	131,075	131,075	
Total Undistributed Expenditures - Instruction	<u>1,640,682</u>	<u>382,245</u>	<u>2,022,927</u>	<u>1,921,856</u>	<u>101,071</u>
Undistributed Expenditures - Attendance & Social Work					
Salaries	34,089	(9,286)	24,803	24,803	
Salaries of community/school coordinators		33,767	33,767	30,846	2,921
Purchased professional & technical services		9,286	9,286	3,965	5,321
Total Undistributed Expenditures - Instruction	<u>34,089</u>	<u>33,767</u>	<u>67,856</u>	<u>59,614</u>	<u>8,242</u>

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

(CONTINUED TO NEXT PAGE)

MAPLE SHADE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undistributed Expenditures - Health Services					
Salaries	\$ 366,895		\$ 366,895	\$ 364,894	\$ 2,001
Purchased professional and tech. services	9,219		9,219	5,051	4,168
Supplies and Materials	6,237		6,237	4,573	1,664
Other Objects	4,364		4,364	1,013	3,351
Total Undistributed Expenditures - Health Svcs.	<u>386,715</u>		<u>386,715</u>	<u>375,531</u>	<u>11,184</u>
Undist. Expend. - Speech, OT, PT & Rel. Serv.					
Salaries	466,483		466,483	451,772	14,711
Purchased professional - educ services	18,000	2,000	20,000	20,000	
Other objects	5,181		5,181	5,128	53
Total Undst. Expend. - Speech, OT, PT & Rel. Serv.	<u>489,664</u>	<u>2,000</u>	<u>491,664</u>	<u>476,900</u>	<u>14,764</u>
Undist. Expend. - Guidance					
Salaries of other professional staff	663,016		663,016	662,615	401
Salaries of secretarial and clerical assistants	68,680		68,680	68,680	
Supplies and materials	1,417		1,417	916	501
Total Undst. Expend. - Guidance	<u>733,113</u>		<u>733,113</u>	<u>732,211</u>	<u>902</u>
Undist. Expend. - Child Study Team					
Salaries of other professional staff	678,207		678,207	673,379	4,828
Salaries of secretarial and clerical assistants	73,102		73,102	71,524	1,578
Purchased professional - educ services	1,332,162	102,360	1,434,522	1,434,400	122
Other purchased prof. and tech. services	63,772	(40,926)	22,846	22,555	291
Supplies and materials	16,196	3,535	19,731	18,373	1,358
Other objects	5,433		5,433	4,874	559
Total Undst. Expend. - Child Study Team	<u>2,168,872</u>	<u>64,969</u>	<u>2,233,841</u>	<u>2,225,105</u>	<u>8,736</u>
Undist. Expend. - Improvement of Instr. Services					
Salaries of supervisor of instruction	256,063	270	256,333	256,333	
Salaries of other professional staff		11,500	11,500	11,500	
Salaries of secretarial and clerical assistants		19,026	19,026	19,026	
Other salaries	79,776	(27,526)	52,250	52,250	
Other purchased prof. and tech. services	30,950	(13,270)	17,680	11,979	5,701
Supplies and materials	20,000		20,000	20,000	
Total Undst. Expend. - Improvement of Instr. Services	<u>386,789</u>	<u>(10,000)</u>	<u>376,789</u>	<u>371,088</u>	<u>5,701</u>
Undist. Expend. - Educ. Media Serv./Sch. Library					
Salaries	275,289	3,600	278,889	276,016	2,873
Purchased professional and tech. services	7,000		7,000	5,015	1,985
Supplies and materials	9,856	688	10,544	9,078	1,466
Total Undst. Expend. - Educ. Media Serv./Sch. Library	<u>292,145</u>	<u>4,288</u>	<u>296,433</u>	<u>290,109</u>	<u>6,324</u>
Undist. Expend. - Instructional Staff Training Services					
Purchased professional and tech services	1,000		1,000	259	741
Other Purchased Services	1,200	34	1,234	1,234	
Total Undst. Expend. - Instructional Staff Training Services	<u>2,200</u>	<u>34</u>	<u>2,234</u>	<u>1,493</u>	<u>741</u>

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

(CONTINUED TO NEXT PAGE)

MAPLE SHADE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Supp. Serv. General Admin.					
Salaries	\$ 246,213		\$ 246,213	\$ 246,213	
Legal services	67,200	(14,000)	53,200	48,736	4,464
Audit fees	27,200		27,200	27,200	
Architectural/Engineering Fees	15,000	(15,000)			
Other purchased professional services	7,020	100	7,120	4,908	2,212
Communications / telephone	113,203	2,700	115,903	112,735	3,168
BOE Other Purchased Services	7,580	(3,500)	4,080	3,027	1,053
Other purchased services	54,467	24,500	78,967	71,068	7,899
General supplies	5,000		5,000	1,758	3,242
Misc. expenditures	6,450		6,450	5,563	887
BOE membership dues and fees	17,136		17,136	16,662	474
Total Undst. Expend. - Supp. Serv. General Admin.	566,469	(5,200)	561,269	537,870	23,399
Undist. Expend. - Supp. Serv. School Admin.					
Salaries of principals/assist. principals	887,201	3,540	890,741	890,739	2
Salaries of other professional staff	253,623		253,623	252,409	1,214
Salaries of secretarial and clerical assistants	273,779	(3,540)	270,239	266,057	4,182
Purchased professional and technical services	4,000	3,153	7,153	7,003	150
Other purchased services	15,000	(3,153)	11,847	9,285	2,562
Supplies and materials	54,144	(3,769)	50,375	47,464	2,911
Total Undst. Expend. - Supp. Serv. School Admin.	1,487,747	(3,769)	1,483,978	1,472,957	11,021
Undist. Expend. - Central Services					
Salaries	363,304		363,304	357,297	6,007
Purchased Professional Services		63,500	63,500		63,500
Purchased Technical Services	27,674	975	28,649	28,645	4
Misc. purchased services	8,754	325	9,079	8,775	304
Supplies and Materials	9,500	(1,000)	8,500	8,093	407
Misc. expenditures	8,500	1,200	9,700	9,695	5
Total Undst. Expend. - Central Services	417,732	65,000	482,732	412,505	70,227
Undist. Expend. - Admin. Info. Tech.					
Salaries	55,562		55,562	55,562	
Purchased technical services	94,987	(9,800)	85,187	81,448	3,739
Other purchased services	1,080		1,080	217	863
Supplies and materials	60,110	6,200	66,310	64,335	1,975
Total Undst. Expend. - Admin. Info. Tech.	211,739	(3,600)	208,139	201,562	6,577
Undist. Expend. - Required Maint. Sch. Facilities					
Salaries	357,331	13,700	371,031	370,993	38
Cleaning, repair, and maintenance services	392,075	134,500	526,575	480,584	45,991
Travel		500	500		500
General supplies	43,000		43,000	41,645	1,355
Other objects	13,000	(500)	12,500	12,491	9
Total Undst. Expend. - Required Maint. Sch. Facilities	805,406	148,200	953,606	905,713	47,893

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

(CONTINUED TO NEXT PAGE)

MAPLE SHADE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Other Oper. & Maint. of Plant					
Salaries	\$ 982,497	\$ (13,700)	\$ 968,797	\$ 899,523	\$ 69,274
Salaries of Non - Instructional Aides	50,102		50,102	34,873	15,229
Purchased professional & tech. services	20,500		20,500	6,555	13,945
Cleaning, repair, and maintenance services	14,650	880	15,530	12,367	3,163
Insurance	118,800		118,800	118,800	
Misc. purchased services	2,500		2,500	2,500	
General supplies	83,500	3,000	86,500	85,652	848
Energy (Natural Gas)	178,202		178,202	160,977	17,225
Energy (Electricity)	609,129		609,129	499,122	110,007
Total Undst. Expend. - Other oper. & Maint. of Plant	2,059,880	(9,820)	2,050,060	1,820,369	229,691
Undist. Expend. - Security					
Purchased professional & tech. services	89,474	156,000	245,474	140,641	104,833
Total Undst. Expend. - Security	89,474	156,000	245,474	140,641	104,833
Total Undst. Expend. - Oper. & Maint. of Plant Services	2,954,760	294,380	3,249,140	2,866,723	382,417
Undist. Expend. - Student Trans. Services					
Salaries of non-instructional aids	100,578	12,000	112,578	110,270	2,308
Salaries for pupil trans (bet home & sch) - reg.	309,998	(10,000)	299,998	255,618	44,380
Salaries for pupil trans (bet home & sch) - spec ed.	130,202	(21,530)	108,672	104,934	3,738
Salaries for pupil trans (other than bet home & sch)	65,000		65,000	51,416	13,584
Salaries -Student Trans Home -School -Nonpublic	20,000		20,000	12,686	7,314
Other purchased prof. and tech. services	66,250	(7,575)	58,675	43,087	15,588
Cleaning, repair, and maintenance services	143,200	(15,000)	128,200	106,482	21,718
Lease Purchase Payments - School Buses	135,435	30,000	165,435	165,435	
Contr. serv. - aid in lieu of payments-nonpub school	70,000	12,200	82,200	81,180	1,020
Contr. serv. - aid in lieu of payments-Charter School	7,000	(7,000)			
Contr. serv. (bet home & sch) - joint agreements	29,338	22,730	52,068	50,286	1,782
Contr. serv. (sp ed stds) - vendors	97,406	1,275	98,681	98,665	16
Travel		2,500	2,500	1,910	590
Misc. purchased services - transportation	75,300	(2,500)	72,800	65,692	7,108
Transportation supplies	104,360	(18,100)	86,260	72,346	13,914
Fuel Costs Funded by Advertising Revenue	500	1,000	1,500	1,455	45
Total Undst. Expend. - Student Trans. Services	1,354,567		1,354,567	1,221,462	133,105
Unallocated Benefits - Employee Benefits					
Social security contributions	480,000		480,000	429,714	50,286
Other retirement contributions - PERS	450,000		450,000	417,132	32,868
Other retirement contributions - Regular	40,000		40,000	23,286	16,714
Workmen's compensation	306,073		306,073	286,728	19,345
Health benefits	5,273,947	(25,004)	5,248,943	5,057,634	191,309
Tuition reimbursement	35,000		35,000	13,000	22,000
Other Employee Benefits	230,000		230,000	200,729	29,271
Unused Sick Payment to Terminated/Retired Staff	182,000		182,000	148,023	33,977
Total Unallocated Benefits - Employee Benefits	6,997,020	(25,004)	6,972,016	6,576,246	395,770
On-behalf TPAF pension contributions (non-budgeted)				2,996,852	(2,996,852)
On-behalf TPAF Post Retirement Medical (non-budgeted)				1,359,367	(1,359,367)
On-behalf TPAF - LTDI (non-budgeted)				3,152	(3,152)
Reimbursed TPAF social security contributions (non-budgeted)				1,232,161	(1,232,161)
Total Undistributed Expenditures - TPAF				5,591,532	(5,591,532)

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

(CONTINUED TO NEXT PAGE)

MAPLE SHADE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Total Undistributed Expenditures	\$ 20,124,303	\$ 799,110	\$ 20,923,413	\$ 25,334,764	\$ (4,411,351)
Total General Current Expense	36,687,723	803,291	37,491,014	41,698,799	(4,207,785)
EXPENDITURES:					
CAPITAL OUTLAY:					
Equipment:					
Undist Expend - General Administration		5,200	5,200	5,198	2
Undist Expend - Req. Maint. School Facilities	8,200		8,200	3,299	4,901
Total Equipment	8,200	5,200	13,400	8,497	4,903
Facilities Acquisition and Construction Services					
Construction Services	340,000		340,000	156,939	183,061
Lease Purchase Agreements - Principal	41,958		41,958	41,958	
Assessment for Debt Service on SDA Funding	104,238		104,238	104,238	
Total Facilities Acquisition and Construction Services	486,196		486,196	303,135	183,061
Assets acquired under capital leases (non-budgeted):					
Equipment					
Noninstructional Equipment				359,723	(359,723)
Total Assets acquired under capital leases				359,723	(359,723)
Total Capital Outlay	494,396	5,200	499,596	671,355	(171,759)
Transfer of Funds to Charter Schools	63,604	(63,604)			
Total Expenditures	\$ 37,245,723	\$ 744,887	\$ 37,990,610	\$ 42,370,154	\$ (4,379,544)
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(1,718,135)	(134,500)	(1,852,635)	(393,829)	1,458,806
Other Financing Sources:					
Proceeds of Capital Lease				359,723	359,723
Total Other Financing Sources				359,723	359,723
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):					
	(1,718,135)	(134,500)	(1,852,635)	(34,106)	1,818,529
Fund Balance, July 1	5,050,109		5,050,109	5,050,109	
Fund Balance, June 30	\$ 3,331,974	\$ (134,500)	\$ 3,197,474	\$ 5,016,003	\$ 1,818,529

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

(CONTINUED TO NEXT PAGE)

MAPLE SHADE BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2019

(Continued from prior page)	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Recapitulation of fund balance:					
Restricted Fund Balance:					
Reserve for Excess Surplus				\$ 1,289,175	
Reserve for Excess Surplus - Designated for Subsequent Year's Expenditures				1,262,705	
Maintenance Reserve				570,143	
Capital Reserve				828,776	
Assigned Fund Balance					
Year-end encumbrances				67,042	
Designated for Subsequent Year's Expenditures				237,295	
Unassigned Fund Balance				<u>760,867</u>	
				5,016,003	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payment Not Recognized on GAAP Basis				(951,010)	
Fund balance per Governmental Funds (GAAP)				<u>\$ 4,064,993</u>	

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

MAPLE SHADE SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources	\$ -	\$ 8,200	\$ 8,200	\$ 8,200	\$ -
State sources	70,000	1,224,106	1,294,106	957,176	(336,930)
Federal sources	955,868	325,013	1,280,881	1,233,416	(47,465)
Total revenues	1,025,868	1,557,319	2,583,187	2,198,792	(384,395)
EXPENDITURES:					
Instruction:					
Salaries of teachers	343,001	442,320	785,321	716,067	69,254
Other salaries		26,822	26,822	1,392	25,430
Purchased professional - tech. services		45,496	45,496	37,307	8,189
General supplies		129,674	129,674	92,759	36,915
Tuition	580,000	22,302	602,302	602,302	-
Textbooks		9,826	9,826	8,445	1,381
Total instruction	923,001	676,440	1,599,441	1,458,272	141,169
Support services:					
Salaries of other professional staff		90,360	90,360	69,957	20,403
PEA SS master		24,555	24,555	24,555	-
Personal services - employee benefits		251,918	251,918	214,038	37,880
Purchased professional - educ. services	70,000	368,199	438,199	309,538	128,661
Purchase professional and technical services	-	60,291	60,291	21,253	39,038
Other purchased services (400-500)	32,867	23,133	56,000	50,028	5,972
Supplies and materials		13,028	13,028	10,862	2,166
Total support services	102,867	831,484	934,351	700,231	234,120
Facilities acquisition and construction services:					
Instructional equipment		34,395	34,395	28,455	5,940
Non-instructional equipment		15,000	15,000	11,834	3,166
Total facilities acq. and const. services	-	49,395	49,395	40,289	9,106
Transfer to Charter Schools		-			-
Total expenditures	1,025,868	1,557,319	2,583,187	2,198,792	384,395
Total outflows	1,025,868	1,557,319	2,583,187	2,198,792	384,395
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Maple Shade School District
Notes to Required Supplementary Information
Budgetary Comparison**

**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	\$ 41,976,325	\$ 2,198,792
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.	816,829	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(951,010)	-
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 41,842,144</u>	<u>\$ 2,198,792</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 42,370,154	\$ 2,198,792
Differences - budget to GAAP		
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>\$ 42,370,154</u>	<u>\$ 2,198,792</u>

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

MAPLE SHADE 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)	4.8630162300%	0.0507967890%	0.0509400355%	0.0502798661%	0.0505091321%	0.0503650016%
District's proportionate share of the net pension liability (asset)	\$ 9,575,037	\$ 11,824,681	\$ 15,086,977	\$ 11,286,822	\$ 9,456,691	\$ 9,625,753
District's covered-employee payroll	3,537,660	3,420,923	3,471,904	3,508,977	3,463,409	3,370,714
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	270.66%	345.66%	434.54%	321.66%	273.05%	285.57%
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.

MAPLE SHADE 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	\$ 484,246	\$ 483,713	\$ 470,578	\$ 452,544	\$ 432,272	\$ 416,390
Contributions in relation to the contractually required contributions	<u>(484,246)</u>	<u>(483,713)</u>	<u>(470,578)</u>	<u>(452,544)</u>	<u>(432,272)</u>	<u>(416,390)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	3,537,660	3,420,923	3,471,904	3,508,977	3,463,409	3,370,714
Contributions as a percentage of covered-employee payroll	13.69%	14.14%	13.55%	12.90%	12.48%	12.35%

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

MAPLE SHADE 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, 2014
District's proportion of the net pension liability (asset)	15.0316375000%	0.1474510639%	0.1483686031%	0.1440720067%	0.1377576796%	0.1362367249%
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>\$ 95,628,049</u>	<u>\$ 99,416,824</u>	<u>\$ 116,716,190</u>	<u>\$ 91,059,661</u>	<u>\$ 73,626,996</u>	<u>\$ 68,852,969</u>
Total	<u><u>\$ 95,628,049</u></u>	<u><u>\$ 99,416,824</u></u>	<u><u>\$ 116,716,190</u></u>	<u><u>\$ 91,059,661</u></u>	<u><u>\$ 73,626,996</u></u>	<u><u>\$ 68,852,969</u></u>
District's covered-employee payroll	17,220,910	16,247,875	15,754,286	15,608,940	15,191,703	14,785,112
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.

MAPLE SHADE 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
Last Two Fiscal Years

	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	\$ 72,479,972	\$ 85,501,908
Total proportionate share of the net OPEB liability (asset) associated with the District	<u>\$ 72,479,972</u>	<u>\$ 85,501,908</u>
Plan fiduciary net position as a percentage of the total OPEB Liability	0.00%	0.00%
	June 30, 2018	June 30, 2018
Total OPEB Liability		
Service cost	\$ 2,885,805	\$ 3,479,143
Interest	3,131,082	2,707,470
Difference between expected and actual experiences	(8,850,277)	
Changes of assumptions	(8,317,440)	(11,244,060)
Member contributions	66,983	72,924
Benefit payments	<u>(1,938,089)</u>	<u>(1,980,406)</u>
Net Change in total OPEB Liability	\$ (13,021,936)	\$ (6,964,929)
Total OPEB Liability - beginning	<u>\$ 85,501,908</u>	<u>\$ 92,466,837</u>
Total OPEB Liability - ending	<u>\$ 72,479,972</u>	<u>\$ 85,501,908</u>
District's covered-employee payroll	20,758,570	19,668,798
Total OPEB Liability as a percentage of covered-employee payroll	349.16%	434.71%

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

Maple Shade 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
Detail Statements

MAPLE SHADE SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year Ended June 30, 2019

	Brought Forward (Exh. E-1B)	Brought Forward (Exh. E-1C)	Totals 2019
REVENUES:			
State sources	\$ 957,176	\$ -	\$ 957,176
Federal sources		1,233,416	1,233,416
Local sources		8,200	8,200
Total Revenues	<u>957,176</u>	<u>1,241,616</u>	<u>2,198,792</u>
EXPENDITURES:			
Instruction:			
Salaries of teachers	314,787	401,280	716,067
Other salaries	1,392		1,392
Purchase professional and technical services		37,307	37,307
General supplies	88,782	3,977	92,759
Tuition		602,302	602,302
Textbooks	8,445		8,445
Total instruction	<u>413,406</u>	<u>1,044,866</u>	<u>1,458,272</u>
Support services:			
Salaries of other professional staff	60,187	9,770	69,957
PEA SS master	24,555		24,555
Personal services-employee benefits	69,469	144,569	214,038
Purchased prof. and educational services	297,158	12,380	309,538
Purchase professional and technical services		21,253	21,253
Cleaning, Repair and Maintenance Services	9,385		9,385
Contracted services - Trans. (between home & school)	40,643		40,643
Supplies and materials	2,084	8,778	10,862
Total support services	<u>503,481</u>	<u>196,750</u>	<u>700,231</u>
Facilities acquisition and const. serv.:			
Instructional equipment	28,455		28,455
Non-instructional equipment	11,834		11,834
Total facilities acquisition and const. serv.:	<u>40,289</u>		<u>40,289</u>
Total Expenditures	<u>957,176</u>	<u>1,241,616</u>	<u>2,198,792</u>
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

MAPLE SHADE SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year Ended June 30, 2019

	Chapter 192 - Auxiliary Services	Chapter 193 - Handicapped Services					Preschool Education Expansion	Carried Forward (Exh. E-1A)
	Comp. Education	Corrective Speech	Exam & Classification	Textbook	Nonpublic Nursing	Technology		
REVENUES:								
State sources	\$ 37,478	\$ 3,571	\$ 4,735	\$ 8,445	\$ 17,848	\$ 6,624	\$ 878,475	\$ 957,176
Total Revenues	<u>37,478</u>	<u>3,571</u>	<u>4,735</u>	<u>8,445</u>	<u>17,848</u>	<u>6,624</u>	<u>878,475</u>	<u>957,176</u>
EXPENDITURES:								
Instruction:								
Salaries of teachers							314,787	314,787
Other salaries							1,392	1,392
Supplies						6,624	82,158	88,782
Textbooks				8,445				8,445
Total instruction	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,445</u>	<u>-</u>	<u>6,624</u>	<u>398,337</u>	<u>413,406</u>
Support services:								
Salaries of other professional staff							60,187	60,187
PEA SS master							24,555	24,555
Personal services-employee benefits							69,469	69,469
Purchased professional and educational services	37,478	3,571	4,735		17,848		233,526	297,158
Cleaning, Repair and Maintenance Services							9,385	9,385
Contracted services - Trans. (between home & school)							40,643	40,643
Supplies and materials							2,084	2,084
Total support services	<u>37,478</u>	<u>3,571</u>	<u>4,735</u>	<u>-</u>	<u>17,848</u>	<u>-</u>	<u>439,849</u>	<u>503,481</u>
Facilities acquisition and const. serv.:								
Instructional equipment							28,455	28,455
Non-instructional equipment							11,834	11,834
Total facilities acquisition and const. serv.	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,289</u>	<u>40,289</u>
Total Expenditures	<u>37,478</u>	<u>3,571</u>	<u>4,735</u>	<u>8,445</u>	<u>17,848</u>	<u>6,624</u>	<u>878,475</u>	<u>957,176</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>

MAPLE SHADE SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year Ended June 30, 2019

	RWJ Grant	Title I Current Yr.	Title IIA Current Yr.	Title III - Immigrant Current Yr.	Title IV Current Yr.	Individuals with Disabilities Act		Totals
						Basic Current Yr.	Preschool Current Yr.	
REVENUES:								
Federal sources		\$ 521,681	\$ 49,583	\$ 3,974	\$ 25,357	\$ 614,483	\$ 18,338	\$ 1,233,416
Local sources	\$ 8,200							8,200
Total Revenues	8,200	521,681	49,583	3,974	25,357	614,483	18,338	1,241,616
EXPENDITURES:								
Instruction:								
Salaries of teachers	3,000	377,161	4,500	3,974	12,645			401,280
Purchase professional and technical services		27,651			9,656			37,307
Tuition						584,215	18,087	602,302
General supplies		921			3,056			3,977
Total instruction	3,000	405,733	4,500	3,974	25,357	584,215	18,087	1,044,866
Support services:								
Salaries of other professional staff		3,420	6,350					9,770
Purchased prof. and educational services						12,380		12,380
Personal services-employee benefits		109,918	34,651					144,569
Purchase professional and technical services	2,114	1,000				17,888	251	21,253
Supplies and materials	3,086	1,610	4,082					8,778
Total support services	5,200	115,948	45,083	-	-	30,268	251	196,750
Facilities acquisition and const. serv.:								
Instructional equipment								-
Non-instructional equipment								-
Total facilities acquisition and const. serv.	-	-	-	-	-	-	-	-
Total Expenditures	8,200	521,681	49,583	3,974	25,357	614,483	18,338	1,241,616
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Oaklyn 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	\$ -	\$ 361,788	\$ 361,788	\$ 314,787	\$ 47,001
Other Salaries for Instruction	-	26,822.0	26,822.0	1,392.0	25,430
General Supplies	-	116,000	116,000	82,158	33,842
Total instruction	-	504,610	504,610	398,337	106,273
Support services:					
Salaries of Other Professional Staff	-	80,000	80,000	60,187	19,813
PEA SS master	-	24,555	24,555	24,555	-
Personal services-employee benefits	-	142,000	142,000	69,469	72,531
Purchased Professional - Educational Services	-	290,000	290,000	233,526	56,474
Cleaning, Repair and Maintenance Services	-	10,000	10,000	9,385	615
Contracted services - Trans. (between home & school)	-	46,000	46,000	40,643	5,357
Supplies & Materials	-	4,000	4,000	2,084	1,916
Total support services	-	596,555	596,555	439,849	156,706
Facilities acquisition and cont. serv:					
Instructional equipment	-	34,395	34,395	28,455	5,940
Non-instructional equipment	-	15,000	15,000	11,834	3,166
Total Facilities acquisition and cont. serv.	-	49,395	49,395	40,289	9,106
Contribution to Charter Schools					
Transfer to General Fund	-	-	-	-	-
Total Expenditures	\$ -	\$ 1,150,560	\$ 1,150,560	\$ 878,475	\$ 272,085

CALCULATION OF BUDGET & CARRYOVER

Total 2018-19 PreK Aid Allocation	\$ 1,015,560
Add: Actual PreK/ECPA Aid Carryover June 30, 2018	-
Add: Budgeted Transfer From General Fund	-
Total Funds Available for 2018-19 Budget	1,015,560
Less: 2018-19 Budgeted PreK/ECPA (Including prior year budgeted carryover)	(1,015,560)
Available & Unbudgeted Funds as of June 30, 2019	-
Add: June 30, 2019 Unexpended PreK Aid	272,085
2019- Actual Carryover - PreK Aid	<u>\$ 272,085</u>
2018-19 PreK Aid Carryover Budgeted in 2019-20	<u><u> </u></u>

Maple Shade 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	\$ -	\$ 361,788	\$ 361,788	\$ 314,787	\$ 47,001
Other Salaries for Instruction	-	26,822	26,822	\$ 1,392	25,430
General Supplies	-	116,000	116,000	82,158	33,842
Total instruction	-	504,610	504,610	398,337	106,273
Support services:					
Salaries of Other Professional Staff	-	80,000	80,000	60,187	19,813
PEA SS master	-	24,555	24,555	24,555	-
Personal services-employee benefits	-	142,000	142,000	69,469	72,531
Purchased Professional - Educational Services	-	290,000	290,000	233,526	56,474
Cleaning, Repair and Maintenance Services	-	10,000	10,000	9,385	615
Contracted services - Trans. (between home & school)	-	46,000	46,000	40,643	5,357
Supplies & Materials	-	4,000	4,000	2,084	1,916
Total support services	-	596,555	596,555	439,849	156,706
Facilities acquisition and cont. serv:					
Instructional equipment	-	34,395	34,395	28,455	5,940
Non-instructional equipment	-	15,000	15,000	11,834	3,166
Total Facilities acquisition and cont. serv.	-	49,395	49,395	40,289	9,106
Total Program Expenditures	\$ -	\$ 1,150,560	\$ 1,150,560	\$ 878,475	\$ 272,085

Capital Projects Fund
Detail Statements

**MAPLE SHADE TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Summary Statement of Revenues, Expenditures,
and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year ended June 30, 2019**

Revenues and Other Financing Sources:

Proceeds of Serial Bonds	\$	-
Interest earned on investments		6,046
		6,046
Total revenues and other financing sources		6,046

Expenditures and Other Financing (Uses):

Purchased professional services	\$	11,637
Construction services		586,033
Equipment		-
Other Objects		-
Transfer to Debt Service Fund		6,046
Total expenditures and other financing (uses)		603,716

Excess (deficiency) or revenues over (under) expenditures (597,670)

Fund Balance - July 1, 2018 _____

Fund Balance - June 30, 2019 \$ (597,670)

MAPLE SHADE TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Construction and Various Improvements to the District's Facilities
From Inception and for the Fiscal Year ended June 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
Bond proceeds	\$ -	\$ -	\$ -	\$ -
Total revenues	0	0	0	0
Expenditures and Other Financing Uses:				
Purchased professional services	\$ -	\$ 11,637	\$ 11,637	\$ 11,637
Construction services	-	586,033	586,033	586,033
Equipment	-	-	-	-
Other Objects	-	-	-	-
	-	597,670	597,670	597,670
Excess (deficiency) or revenues over (under) expenditures	\$ -	\$ (597,670)	\$ (597,670)	\$ (597,670)
Additional project information:				
Bond Authorization Date	12/11/18			
Bonds Authorized	\$ 49,780,812			
Bonds Issued	\$ -			
Original Authorized Cost	\$ 49,780,812			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 49,780,812			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	0.00%			
Original target completion date	06/30/20			
Revised target completion date	N/A			

MAPLE SHADE TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
 Summary Statement of Project Expenditures
 Year Ended June 30, 2019

<u>Issue/Project Title</u>	<u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Transfers</u>	<u>Balance</u>
		<u>Prior Years</u>	<u>Current Year</u>		
Construction and Various Improvements to the District's Facilities	<u>\$ 49,780,812</u>	<u>\$ -</u>	<u>\$ 597,670</u>	<u>\$ -</u>	<u>\$ 49,183,142</u>
	<u>\$ 49,780,812</u>	<u>\$ -</u>	<u>\$ 597,670</u>	<u>\$ -</u>	<u>\$ 49,183,142</u>

Proprietary Funds
Detail Statements

MAPLE SHADE SCHOOL DISTRICT
Enterprise Funds
Combining Statement of Net Position
as of June 30, 2019

	School Store	School Age Child Care	Food Service	Total
ASSETS:				
Current assets:				
Cash and cash equivalents	\$ 940	\$ 354,926	\$ 306,550	\$ 662,416
Accounts receivable:				
State	-	-	785	785
Federal	-	-	46,117	46,117
Other	-	19,693	2,380	22,073
Interfund	-	-	519	519
Inventories	2,055	-	23,881	25,936
Total current assets	<u>2,995</u>	<u>374,619</u>	<u>380,232</u>	<u>757,846</u>
Fixed assets:				
Equipment	-	-	495,388	495,388
Less Accumulated depreciation	-	-	(392,363)	(392,363)
Total fixed assets	<u>-</u>	<u>-</u>	<u>103,025</u>	<u>103,025</u>
Total assets	<u>\$ 2,995</u>	<u>\$ 374,619</u>	<u>\$ 483,257</u>	<u>\$ 860,871</u>
LIABILITIES:				
Current liabilities:				
Accounts payable	\$ 38	\$ 784	\$ 23,411	\$ 24,233
Compensated absences payable	-	7,066	18,532	25,598
Unearned revenue	-	10,505	13,637	24,142
Interfund payable	-	519	40,655	41,174
Total current liabilities	<u>38</u>	<u>18,874</u>	<u>96,235</u>	<u>115,147</u>
NET POSITION:				
Net investment in capital assets	-	-	103,025	103,025
Unreserved retained earnings	2,957	355,745	283,997	642,699
Total net position	<u>\$ 2,957</u>	<u>\$ 355,745</u>	<u>\$ 387,022</u>	<u>\$ 745,724</u>

MAPLE SHADE SCHOOL DISTRICT
Enterprise Funds
Statement of Revenues, Expenses and Changes in Fund Net Position
for the Fiscal Year ended June 30, 2019

	School Store	School Age Child Care	Food Service	Total
OPERATING REVENUES:				
Local sources:				
Daily sales-reimbursable programs:				
School lunch program	\$ -	\$ -	\$ 251,315	\$ 251,315
Total-daily sales-reimbursable programs	-	-	251,315	251,315
Daily sales non-reimbursable programs	-	-	109,284	109,284
School store sales	3,460	-	-	3,460
Program fees	-	345,620	-	345,620
Special functions	-	-	24,504	24,504
Vending and Miscellaneous	-	-	544	544
Total operating revenue	3,460	345,620	385,647	734,727
OPERATING EXPENSES:				
Salaries	-	196,898	390,787	587,685
Employee benefits	-	67,987	130,682	198,669
Supplies and materials	-	11,019	30,077	41,096
Depreciation	-	-	8,736	8,736
Repairs and maintenance of equipment	-	-	27,255	27,255
Cost of Sales - Reimbursable	-	-	405,767	405,767
Cost of Sales - Nonreimbursable	5,516	-	62,526	68,042
Rent	-	32,000	-	32,000
Other	-	13,597	33,875	47,472
Total operating expenses	5,516	321,501	1,089,705	1,416,722
Operating income (loss)	(2,056)	24,119	(704,058)	(681,995)
Non-operating revenues:				
State sources:				
State school lunch program	-	-	10,765	10,765
Federal sources:				
National school lunch program	-	-	458,778	458,778
National school breakfast program	-	-	150,898	150,898
U.S.D.A. commodities	-	-	81,499	81,499
Interest revenue	13	4,048	4,316	8,377
Miscellaneous	29	2,386	-	2,415
Total non-operating revenues	42	6,434	706,256	712,732
Net income (loss) before contributions and transfers	(2,014)	30,553	2,198	30,737
Operating transfer out	-	-	-	-
Change in net position	(2,014)	30,553	2,198	30,737
Net Position - July 1	4,971	325,192	384,824	714,987
Net Position - June 30	\$ 2,957	\$ 355,745	\$ 387,022	\$ 745,724

MAPLE SHADE SCHOOL DISTRICT
Enterprise Funds
Statement of Cash Flows
for the Fiscal Year Ended June 30, 2019

	School Store	School Age Child Care	Food Service	Total
Cash flows from operating activities:				
Cash receipts from customers	\$ 3,498	\$ 357,543	\$ 390,638	\$ 751,679
Cash payments to employees for services	-	(264,885)	(479,543)	(744,428)
Cash payments to suppliers for goods and services	(2,659)	(58,226)	(500,394)	(561,279)
Net cash used by operating activities	839	34,432	(589,299)	(554,028)
Cash flows from noncapital financing activities:				
Miscellaneous	63	2,386	-	2,449
Operating transfer out	-	-	-	-
Cash received from state and federal reimbursements	-	-	612,356	612,356
Net cash provided by noncapital financing activities	63	2,386	612,356	614,805
Cash flows from capital financing activities:				
Purchases of fixed assets	-	-	(19,065)	(19,065)
Net cash used by capital financing activities	-	-	(19,065)	(19,065)
Cash flows from investing activities:				
Interest on investments	13	4,048	4,316	8,377
Bank fees	(35)	-	-	(35)
Net cash provided by investing activities	(22)	4,048	4,316	8,342
Net increase (decrease) in cash and cash equivalents	880	40,866	8,308	50,054
Cash and cash equivalents, July 1	60	314,060	298,242	612,362
Cash and cash equivalents, June 30	\$ 940	\$ 354,926	\$ 306,550	\$ 662,416
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (2,056)	\$ 24,119	\$ (704,058)	\$ (681,995)
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:				
Depreciation	-	-	8,735	8,735
Federal commodities	-	-	81,499	81,499
Change in assets and liabilities:				
(Increase)/decrease in accounts receivable	-	13,160	1,257	14,417
(Increase)/decrease in interfund receivable	-	-	420	420
(Increase)/decrease in inventory	2,945	-	4,583	7,528
Increase/(decrease) in unearned revenue	-	(1,236)	3,314	2,078
Increase/(decrease) in interfund payable	-	(419)	(9,732)	(10,151)
Increase/(decrease) in compensated absences payable	-	(64)	1,272	1,208
Increase/(decrease) in accounts payable	(50)	(1,128)	23,411	22,233
Net cash used by operating activities	\$ 839	\$ 34,432	\$ (589,299)	\$ (554,028)

Fiduciary Funds
Detail Statements

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

	Agency Funds		Private Purpose Trust Fund	Employee Benefits Trust Fund	Total
	Student Activity	Payroll		Unemployment Compensation Insurance Fund	
ASSETS:					
Cash and cash equivalents	\$ 209,909	\$ 3,259	\$ 22,119	\$ 214,111	\$ 449,398
TOTAL ASSETS	\$ 209,909	\$ 3,259	\$ 22,119	\$ 214,111	\$ 449,398
LIABILITIES AND FUND BALANCES:					
LIABILITIES:					
Accounts payable	\$ -	\$ -	\$ -	\$ 1,110	\$ 1,110
Payroll deductions and withholdings	-	1,014	-	-	1,014
Interfund payable	-	2,245	-	-	2,245
Due to student groups	209,909	-	-	-	209,909
Total liabilities	209,909	3,259	-	1,110	214,278
FUND BALANCES:					
Reserved for unemployment claims	-	-	-	213,001	213,001
Unreserved	-	-	22,119	-	22,119
Total fund balances	-	-	22,119	213,001	235,120
TOTAL LIABILITIES AND FUND BALANCES	\$ 209,909	\$ 3,259	\$ 22,119	\$ 214,111	\$ 449,398

MAPLE SHADE SCHOOL DISTRICT
Fiduciary Fund

Combining Statement of Changes in Fiduciary Net Position
for the Fiscal Year ended June 30, 2019

	Private Purpose Trust Fund	Employee Benefits Trust Fund Unemployment Compensation Insurance Fund	Total
REVENUES:			
Local sources:			
Contributions	\$ 13,554	\$ 37,781	\$ 51,335
Interest on Investments	359	2,283	2,642
Total Revenues	<u>13,913</u>	<u>40,064</u>	<u>53,977</u>
EXPENDITURES:			
Current Expense:			
Undistributed Expenditures:			
Unemployment claims	-	46,114	46,114
Scholarship payments	16,575	-	16,575
Total Expenditures	<u>16,575</u>	<u>46,114</u>	<u>62,689</u>
Excess (deficiency) of revenues over (under) expenditures)	(2,662)	(6,050)	(8,712)
Fund Balance July 1	<u>24,781</u>	<u>219,051</u>	<u>243,832</u>
Fund Balance June 30	<u>\$ 22,119</u>	<u>\$ 213,001</u>	<u>\$ 235,120</u>

MAPLE SHADE SCHOOL DISTRICT
Student Activity Agency Fund
 Schedule of Receipts and Disbursements
 for the Fiscal Year ended June 30, 2019

	<u>Balance</u> <u>July 1, 2018</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Accounts</u> <u>Payable</u> <u>June 30, 2019</u>	<u>Balance</u> <u>June 30, 2019</u>
JUNIOR/SENIOR HIGH SCHOOLS:					
Maple Shade: Activities	\$ 184,573	\$ 493,507	\$ 468,171	\$ -	\$ 209,909
Total	<u>\$ 184,573</u>	<u>\$ 493,507</u>	<u>\$ 468,171</u>	<u>\$ -</u>	<u>\$ 209,909</u>

MAPLE SHADE SCHOOL DISTRICT
Payroll Agency Fund
Schedule of Receipts and Disbursements
for the Fiscal Year ended June 30, 2019

	<u>Balance July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2019</u>
ASSETS:				
Cash and cash equivalents	\$ 3,196	\$ 25,299,499	\$ 25,299,436	\$ 3,259
Total assets	<u>\$ 3,196</u>	<u>\$ 25,299,499</u>	<u>\$ 25,299,436</u>	<u>\$ 3,259</u>
LIABILITIES:				
Payroll deductions and withholdings	\$ 1,077	\$ 11,237,314	\$ 11,237,377	\$ 1,014
Net payroll	-	14,062,059	14,062,059	-
Interfund payable	<u>2,119</u>	<u>126</u>	<u>-</u>	<u>2,245</u>
Total liabilities	<u>\$ 3,196</u>	<u>\$ 25,299,499</u>	<u>\$ 25,299,436</u>	<u>\$ 3,259</u>

Long-Term Debt Schedules

MAPLE SHADE SCHOOL DISTRICT
General Long-Term Debt Account Group
Statement of Serial Bonds
June 30, 2019

Issue	Date of Issue	Amount of Issue	Annual Maturities		Rate of Interest	Balance July 1, 2018	Issued	Retired	Balance June 30, 2019
			Date	Amount					
2012 Refunding Bonds	4/01/2012	\$ 15,455,000	04/01/20	\$ 985,000	3.000%	\$ 11,685,000	\$ -	\$ 890,000	\$ 10,795,000
			04/01/21	975,000	3.000%				
			04/01/22	965,000	3.000%				
			04/01/23	955,000	2.750%				
			04/01/24	945,000	3.000%				
			04/01/25	990,000	3.000%				
			04/01/26	1,020,000	3.125%				
			04/01/27	1,010,000	3.250%				
			04/01/28	995,000	3.250%				
			04/01/29	985,000	3.375%				
04/01/30	970,000	3.500%							
2013 Refunding Bonds	12/1/2013	\$ 3,860,000	03/01/20	610,000	3.000%	1,245,000		635,000	610,000
Total						\$ 12,930,000	\$ -	\$ 1,525,000	\$ 11,405,000

MAPLE SHADE SCHOOL DISTRICT
General Long-Term Debt Account Group
Statement of Obligations Under Capital Leases
June 30, 2019

Purpose	Interest Rate Payable	Amount of Original Issue	Amount Outstanding June 30, 2018	Issued Current Year	Retired Current Year	Amount Outstanding June 30, 2019
Acquisition of One School Bus	2.30%	\$ 88,985	\$ 18,231	\$ -	\$ 18,231	\$ -
Acquisition of Three School Buses	1.88%	253,297	102,261		50,672	51,589
Phone System	3.25%	121,202	95,922		22,844	73,078
Security Web Filter	2.08%	21,965	14,185		6,873	7,312
Antivirus Software License	3.54%	19,670	14,714		4,735	9,979
Acquisition of Pickup Truck	3.08%	34,170		34,170	16,000	18,170
Acquisition of Three School Buses	3.23%	325,553		325,553	94,259	231,294
			<u>\$ 245,313</u>	<u>\$ 359,723</u>	<u>\$ 213,614</u>	<u>\$ 391,422</u>

MAPLE SHADE SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 1,726,797	\$ -	\$ 1,726,797	\$ 1,726,797	\$ -
Total revenues - local sources	1,726,797		1,726,797	1,726,797	
State sources:					
State aid	204,647		204,647	204,647	
Total revenues - state sources	204,647	-	204,647	204,647	
Total Revenues	1,931,444	-	1,931,444	1,931,444	
EXPENDITURES:					
Regular debt service:					
Interest	406,444		406,444	406,444	
Redemption of principal	1,525,000		1,525,000	1,525,000	
Total Expenditures	1,931,444	-	1,931,444	1,931,444	
Excess (Deficiency) of revenues over (under) expenditures	-	-	-	-	-
Other Financing Sources (Uses):					
Transfer from Capital Projects Fund				6,046	
Total Other Financing Sources (Uses)	-	-	-	6,046	-
Net Change in Fund Balance	-	-	-	6,046	-
Fund Balances, July 1	-		-	-	
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ 6,046	\$ -

Statistical Section

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

Exhibit J-1

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental activities:										
Net investment in capital assets	\$ 8,413,713	\$ 8,713,998	\$ 8,741,419	\$ 9,864,305	\$ 10,707,401	\$ 11,299,664	\$ 11,766,184	\$ 12,524,556	\$ 13,134,252	\$ 13,673,346
Restricted for:	-	-	-	-	-	-	-	-	-	-
Special revenue	-	-	-	-	-	-	-	-	-	-
Debt service	(258,448)	13,387	9,180	37,617	58,648	21,031	-	-	-	-
Other purposes	1,164,679	2,642,360	3,707,393	4,436,237	4,302,666	4,154,525	3,735,127	3,702,989	4,326,792	3,663,512
Unrestricted	(1,335,313)	(1,682,281)	(1,208,737)	(1,463,734)	(1,554,892)	(10,893,756)	(11,227,676)	(12,915,759)	(12,366,572)	(12,587,637)
Total governmental activities net position	\$ 7,984,631	\$ 9,687,464	\$ 11,249,255	\$ 12,874,425	\$ 13,513,823	\$ 4,581,464	\$ 4,273,635	\$ 3,311,786	\$ 5,094,472	\$ 4,749,221
Business-type activities:										
Net investment in capital assets	\$ 134,998	\$ 118,668	\$ 102,337	\$ 86,007	\$ 105,681	\$ 91,632	\$ 75,294	\$ 63,151	\$ 92,696	\$ 103,025
Unrestricted	440,505	312,711	292,870	381,076	389,221	462,523	508,781	560,387	622,291	642,699
Total business-type activities net position	\$ 575,503	\$ 431,379	\$ 395,207	\$ 467,083	\$ 494,902	\$ 554,155	\$ 584,075	\$ 623,538	\$ 714,987	\$ 745,724
District-wide:										
Net investment in capital assets	\$ 8,548,711	\$ 8,832,666	\$ 8,843,756	\$ 9,950,312	\$ 10,813,082	\$ 11,391,296	\$ 11,841,478	\$ 12,587,707	\$ 13,226,948	\$ 13,776,371
Restricted:										
Special revenue	-	-	-	-	-	-	-	-	-	-
Debt service	(258,448)	13,387	9,180	37,617	58,648	21,031	-	-	-	-
Other purposes	1,164,679	2,642,360	3,707,393	4,436,237	4,302,666	4,154,525	3,735,127	3,702,989	4,326,792	3,663,512
Unrestricted	(894,808)	(1,369,570)	(915,867)	(1,082,658)	(1,165,671)	(10,431,233)	(10,718,895)	(12,355,372)	(11,744,281)	(11,944,938)
Total district net position	\$ 8,560,134	\$ 10,118,843	\$ 11,644,462	\$ 13,341,508	\$ 14,008,725	\$ 5,135,619	\$ 4,857,710	\$ 3,935,324	\$ 5,809,459	\$ 5,494,945

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

Exhibit J-2

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
Governmental activities:										
Instruction:										
Regular	\$ 9,573,089	\$ 9,303,929	\$ 10,039,639	\$ 9,996,443	\$ 10,675,180	\$ 10,829,275	\$ 11,278,482	\$ 11,083,681	\$ 9,967,993	\$ 11,935,490
Special education	4,113,909	4,035,411	4,321,755	4,653,009	4,741,683	5,256,723	5,465,486	5,414,491	5,340,161	5,691,375
Other instruction	880,585	720,738	688,442	738,959	789,437	783,687	769,053	852,476	967,437	1,009,111
Support Services:										
Tuition	1,343,235	1,109,530	1,210,734	1,036,736	1,108,329	1,086,943	1,144,050	1,312,550	1,698,460	1,921,856
Student & instruction related services	3,940,008	3,568,044	3,553,237	3,563,797	3,602,661	3,814,195	4,043,375	4,036,584	4,435,872	5,018,244
School administrative services	1,211,661	1,180,495	1,233,999	1,357,413	1,287,436	1,400,314	1,436,508	1,440,721	1,512,637	1,472,957
General and business administrative services	1,118,120	1,112,944	1,277,960	1,076,278	1,183,465	1,135,454	1,122,256	1,127,184	1,144,775	1,244,922
Plant operations and maintenance	3,497,489	2,764,603	3,030,699	2,822,027	2,937,535	3,336,258	3,383,024	3,495,626	2,869,972	4,011,845
Pupil transportation	780,931	1,248,863	938,997	901,541	966,150	967,334	967,450	997,102	1,020,179	1,221,462
Unallocated employee benefits	6,906,069	6,684,782	5,842,792	8,079,780	7,980,343	8,603,957	9,719,254	11,765,114	24,349,378	21,337,635
Special schools	-	-	-	-	-	-	-	-	-	-
Charter schools										
Interest on long-term debt	1,070,066	1,005,371	774,348	623,545	706,397	531,671	498,460	460,596	439,482	393,419
Unallocated depreciation and amortization	63,319	62,276	75,424	49,449	49,037	41,232	48,063	34,744	47,026	46,493
Total governmental activities expenses	<u>34,498,481</u>	<u>32,796,986</u>	<u>32,988,026</u>	<u>34,898,977</u>	<u>36,027,653</u>	<u>37,787,043</u>	<u>39,875,461</u>	<u>42,020,869</u>	<u>53,793,372</u>	<u>55,304,809</u>
Business-type activities:										
School Store	\$ 12,545	\$ 9,053	\$ 13,332	\$ 8,453	\$ 10,644	\$ 4,008	\$ 5,704	\$ 8,526	\$ 9,943	\$ 5,516
After School Program	319,836	356,182	392,754	331,372	339,051	312,177	279,291	281,732	327,761	321,501
Food Service	860,583	873,538	973,565	853,987	1,042,900	1,065,804	1,094,282	1,081,050	1,011,125	1,089,705
Total business-type activities expense	<u>1,192,964</u>	<u>1,238,773</u>	<u>1,379,651</u>	<u>1,193,812</u>	<u>1,392,595</u>	<u>1,381,989</u>	<u>1,379,277</u>	<u>1,371,308</u>	<u>1,348,829</u>	<u>1,416,722</u>
Total district expenses	<u>35,691,445</u>	<u>34,035,759</u>	<u>34,367,677</u>	<u>36,092,789</u>	<u>37,420,248</u>	<u>39,169,032</u>	<u>41,254,738</u>	<u>43,392,177</u>	<u>55,142,201</u>	<u>56,721,531</u>
Program Revenues:										
Governmental activities:										
Operating grants and contributions	3,483,372	3,592,718	2,588,472	4,345,656	4,188,188	4,626,325	5,339,069	5,687,283	18,979,620	16,976,103
Total governmental activities program revenues	<u>3,483,372</u>	<u>3,592,718</u>	<u>2,588,472</u>	<u>4,345,656</u>	<u>4,188,188</u>	<u>4,626,325</u>	<u>5,339,069</u>	<u>5,687,283</u>	<u>18,979,620</u>	<u>16,976,103</u>

(Continued)

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

Exhibit J-2

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Business-type activities:										
Charges for services:										
School Store	\$ 13,203	\$ 10,083	\$ 9,957	\$ 9,392	\$ 8,649	\$ 7,898	\$ 6,290	\$ 7,601	\$ 6,623	\$ 3,460
After School Program	306,767	286,533	360,547	334,892	383,180	380,676	360,034	347,694	375,339	345,620
Food Service	542,437	519,926	487,063	432,679	448,785	416,702	415,596	403,028	397,695	385,647
Operating grants and contributions	366,721	373,460	482,494	485,287	579,411	631,615	626,720	646,455	656,485	701,940
Capital grants and contributions										
Total business type activities program revenues	<u>1,229,128</u>	<u>1,190,002</u>	<u>1,340,061</u>	<u>1,262,250</u>	<u>1,420,025</u>	<u>1,436,891</u>	<u>1,408,640</u>	<u>1,404,778</u>	<u>1,436,142</u>	<u>1,436,667</u>
Total district program revenues	<u>\$ 4,712,500</u>	<u>\$ 4,782,720</u>	<u>\$ 3,928,533</u>	<u>\$ 5,607,906</u>	<u>\$ 5,608,213</u>	<u>\$ 6,063,216</u>	<u>\$ 6,747,709</u>	<u>\$ 7,092,061</u>	<u>\$ 20,415,762</u>	<u>\$ 18,412,770</u>
Net (Expense)/Revenue:										
Governmental activities	\$ (31,015,109)	\$ (29,204,268)	\$ (30,399,554)	\$ (30,553,321)	\$ (31,839,465)	\$ (33,160,718)	\$ (34,536,392)	\$ (36,333,586)	\$ (34,813,752)	\$ (38,328,706)
Business-type activities	36,164	(48,771)	(39,590)	68,438	27,430	54,902	29,363	33,470	87,313	19,945
Total district-wide net expense	<u>\$ (30,978,945)</u>	<u>\$ (29,253,039)</u>	<u>\$ (30,439,144)</u>	<u>\$ (30,484,883)</u>	<u>\$ (31,812,035)</u>	<u>\$ (33,105,816)</u>	<u>\$ (34,507,029)</u>	<u>\$ (36,300,116)</u>	<u>\$ (34,726,439)</u>	<u>\$ (38,308,761)</u>
General Revenues and Other Changes in Net Assets:										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 19,015,269	\$ 20,383,394	\$ 20,821,703	\$ 21,238,137	\$ 21,662,900	\$ 22,457,797	\$ 23,204,506	\$ 24,186,667	\$ 24,798,897	\$ 25,294,875
Taxes levied for debt service	2,167,074	2,189,388	2,218,533	2,152,858	1,789,612	1,792,243	1,809,713	1,781,904	1,779,144	1,726,797
Unrestricted grants and contributions	7,938,731	7,781,878	8,505,465	8,643,024	8,714,129	8,889,246	8,772,697	8,989,948	9,685,476	10,432,719
Tuition	133,383	239,695	263,233	373,229	138,126	166,524	186,118	186,537	126,969	150,031
Investment earnings	41,889	-	-	-	-	-	-	-	-	-
Miscellaneous income	226,678	212,746	152,411	198,234	174,096	168,812	255,529	226,681	205,952	379,033
Transfers	-	100,000	-	-	-	-	-	-	-	-
Total governmental activities	<u>29,523,024</u>	<u>30,907,101</u>	<u>31,961,345</u>	<u>32,605,482</u>	<u>32,478,863</u>	<u>33,474,622</u>	<u>34,228,563</u>	<u>35,371,737</u>	<u>36,596,438</u>	<u>37,983,455</u>
Business-type activities:										
Investment earnings	\$ 3,612	\$ 2,187								
Miscellaneous income	9,315	2,460	\$ 3,418	\$ 3,438	\$ 389	\$ 4,351	\$ 557	\$ 5,993	\$ 4,136	\$ 10,792
Transfers	-	(100,000)	-	-	-	-	-	-	-	-
Contribution of equipment	-	-	-	-	-	-	-	-	-	-
Total business-type activities	<u>12,927</u>	<u>(95,353)</u>	<u>3,418</u>	<u>3,438</u>	<u>389</u>	<u>4,351</u>	<u>557</u>	<u>5,993</u>	<u>4,136</u>	<u>10,792</u>
Total district-wide	<u>\$ 29,535,951</u>	<u>\$ 30,811,748</u>	<u>\$ 31,964,763</u>	<u>\$ 32,608,920</u>	<u>\$ 32,479,252</u>	<u>\$ 33,478,973</u>	<u>\$ 34,229,120</u>	<u>\$ 35,377,730</u>	<u>\$ 36,600,574</u>	<u>\$ 37,994,247</u>
Change in Net Position:										
Governmental activities	\$ (1,492,085)	\$ 1,702,833	\$ 1,561,791	\$ 2,052,161	\$ 639,398	\$ 313,904	\$ (307,829)	\$ (961,849)	\$ 1,782,686	\$ (345,251)
Business-type activities	49,091	(144,124)	(36,172)	71,876	27,819	59,253	29,920	39,463	91,449	30,737
Total district-wide	<u>\$ (1,442,994)</u>	<u>\$ 1,558,709</u>	<u>\$ 1,525,619</u>	<u>\$ 2,124,037</u>	<u>\$ 667,217</u>	<u>\$ 373,157</u>	<u>\$ (277,909)</u>	<u>\$ (922,386)</u>	<u>\$ 1,874,135</u>	<u>\$ (314,514)</u>

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

Exhibit J-3

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund:										
Reserved for:										
Encumbrances	\$ 15,032	\$ 232,270	\$ 2,800	\$ 8,992	\$ 5,750	\$ 89,540	\$ -	\$ 32,000	\$ 3,535	\$ 67,042
Capital reserve	234,292	684,992	1,080,315	1,246,323	1,133,727	1,052,408	775,004	685,131	980,909	828,776
Maintenance reserve	200,000	450,000	650,000	650,000	618,080	446,524	446,524	439,643	704,643	570,143
Legally restricted	706,195	497,615	1,077,483	1,394,307	1,400,000	1,400,000	1,400,000	1,300,000	1,391,490	1,500,000
Excess surplus		777,483	896,795	1,136,615	1,145,109	1,148,892	1,113,599	1,246,215	1,246,215	1,289,175
Unreserved	(37,369)	20,425	12,015	(171,405)	(161,697)	(129,846)	(111,783)	(79,160)	(93,512)	(190,143)
Total general fund	<u>\$ 1,118,150</u>	<u>\$ 2,662,785</u>	<u>\$ 3,719,408</u>	<u>\$ 4,264,832</u>	<u>\$ 4,140,969</u>	<u>\$ 4,007,518</u>	<u>\$ 3,623,344</u>	<u>\$ 3,623,829</u>	<u>\$ 4,233,280</u>	<u>\$ 4,064,993</u>
All Other Governmental Funds										
Reserved:										
Encumbrances	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,630
Unreserved, reported in:										
Special revenue fund	-	-	-	-	-	-	-	-	-	-
Capital projects fund	9,160	-	-	-	-	17,161	-	-	-	-
Debt service fund	36,167	13,387	9,180	37,617	58,648	21,031	-	-	-	(604,300)
Total all other governmental funds	<u>\$ 45,327</u>	<u>\$ 13,387</u>	<u>\$ 9,180</u>	<u>\$ 37,617</u>	<u>\$ 58,648</u>	<u>\$ 38,192</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (591,624)</u>

**Maple Shade School District
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years**

Exhibit J-4

(modified accrual basis of accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues										
Tax levy	\$ 21,182,343	\$ 22,572,782	\$ 23,040,236	\$ 23,390,995	\$ 23,452,512	\$ 24,250,040	\$ 25,014,219	\$ 25,968,571	\$ 26,578,041	\$ 27,021,672
Tuition charges	133,383	239,695	263,233	373,229	138,126	166,524	186,118	186,537	126,969	150,031
Transportation charges	98,336	56,149	29,972	40,249	23,285	58,686	54,549	93,107	86,153	92,856
Miscellaneous	175,266	156,597	122,439	157,985	150,811	110,126	226,721	133,574	119,799	294,377
State sources	9,061,352	10,019,406	9,801,689	11,906,440	11,576,667	12,241,030	12,727,659	13,349,650	14,622,728	17,103,848
Federal sources	2,355,716	1,355,190	1,292,248	1,082,240	1,325,650	1,274,541	1,358,366	1,327,581	1,310,178	1,315,642
Total revenue	<u>33,006,396</u>	<u>34,399,819</u>	<u>34,549,817</u>	<u>36,951,138</u>	<u>36,667,051</u>	<u>38,100,947</u>	<u>39,567,632</u>	<u>41,059,020</u>	<u>42,843,868</u>	<u>45,978,426</u>
Expenditures										
Instruction										
Regular Instruction	8,878,579	8,526,584	9,159,809	9,635,224	9,962,026	10,052,788	10,518,778	10,142,625	10,256,734	11,121,821
Special education instruction	4,113,909	4,035,411	4,321,755	4,653,009	4,741,683	5,256,723	5,465,486	5,414,491	5,340,161	5,691,375
Other instruction	880,585	720,738	688,442	738,959	789,437	783,687	769,053	852,476	967,437	1,009,111
Support Services:										
Tuition	1,343,235	1,109,530	1,210,734	1,036,736	1,108,329	1,086,943	1,144,050	1,312,550	1,698,460	1,921,856
Student & instruction related services	3,940,008	3,568,044	3,553,237	3,563,797	3,602,661	3,814,195	4,043,375	4,036,584	4,435,872	5,018,244
General and business admin.services	1,020,797	1,017,706	1,181,012	1,076,278	1,287,436	1,038,089	1,026,131	1,031,769	1,050,723	1,151,937
School administrative services	1,211,661	1,180,495	1,233,999	1,258,513	1,085,389	1,400,314	1,436,508	1,440,721	1,512,637	1,472,957
Plant operations and maintenance	2,649,655	2,564,997	2,638,851	2,539,984	2,611,552	2,665,131	2,674,817	2,875,729	2,548,236	2,866,723
Pupil transportation	780,931	851,083	938,997	901,541	966,150	967,334	967,450	997,102	1,020,179	1,221,462
Other support services	6,906,069	6,684,782	5,842,792	8,079,780	7,980,343	8,566,990	9,450,688	10,304,598	11,220,463	12,381,816
Special Schools										
Capital outlay	644,737	568,150	176,307	449,577	614,489	652,776	687,890	647,096	354,008	1,309,314
Debt service:										
Principal	1,505,000	1,530,000	1,590,000	1,796,000	1,375,000	1,490,000	1,520,000	1,505,000	1,540,000	1,525,000
Interest and other charges	1,190,484	1,027,384	961,466	647,879	714,501	568,869	539,069	497,794	452,644	406,444
Total expenditures	<u>35,065,650</u>	<u>33,384,904</u>	<u>33,497,401</u>	<u>36,377,277</u>	<u>36,838,996</u>	<u>38,343,839</u>	<u>40,243,295</u>	<u>41,058,535</u>	<u>42,397,554</u>	<u>47,098,060</u>
Excess (Deficiency) of revenues over (under) expenditures	(2,059,254)	1,014,915	1,052,416	573,861	(171,945)	(242,892)	(675,663)	485	446,314	(1,119,634)
Other Financing sources (uses)										
Proceeds from borrowing	-	397,780	-	-	4,118,188	-	253,297	-	163,137	359,723
Deposit to refunding fund	-	-	-	-	(4,049,075)	-	-	-	-	-
Transfers in	4,207	109,180	-	-	-	289,241	10,296	-	-	6,046
Transfers out	(4,207)	(9,180)	-	-	-	(200,256)	(10,296)	-	-	(6,046)
Total other financing sources (uses)	<u>-</u>	<u>497,780</u>	<u>-</u>	<u>-</u>	<u>69,113</u>	<u>88,985</u>	<u>253,297</u>	<u>-</u>	<u>163,137</u>	<u>359,723</u>
Net change in fund balances	<u>\$ (2,059,254)</u>	<u>\$ 1,512,695</u>	<u>\$ 1,052,416</u>	<u>\$ 573,861</u>	<u>\$ (102,832)</u>	<u>\$ (153,907)</u>	<u>\$ (422,366)</u>	<u>\$ 485</u>	<u>\$ 609,451</u>	<u>\$ (759,911)</u>
Debt service as a percentage of noncapital expenditures	7.83%	7.79%	7.66%	6.80%	5.77%	5.46%	5.21%	4.96%	4.74%	4.22%

Source: District records

Note: Noncapital expenditures are total expenditures less capital outlay.

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

Exhibit J-5

<u>Fiscal Year Ending June 30,</u>	<u>Interest on Investments</u>	<u>Tuition</u>	<u>Transportation</u>	<u>Prior Year Refunds</u>	<u>Other Refunds</u>	<u>Use of Facilities</u>	<u>Miscellaneous</u>	<u>Total</u>
2010	\$ 41,889	\$ 133,383	\$ 98,336	\$ 35,964	\$ 36,917	\$ 45,245	\$ 6,009	\$ 397,743
2011	20,098	239,695	56,149	8,277	65,791	46,270	16,141	452,421
2012	20,680	263,233	29,972	19,386	34,389	45,807	2,177	415,644
2013	12,065	373,229	40,249	33,008	76,491	36,421		571,463
2014	6,344	138,126	23,285	38,651	60,750	45,066		312,222
2015	5,129	166,524	58,686	2,390	49,621	47,199	5,787	335,336
2016	4,975	186,118	54,549	43,341	110,273	34,114	8,277	441,647
2017	4,972	186,537	93,107	43,183	48,967	34,375	2,077	413,218
2018	11,149	126,969	86,153	30,286	21,434	50,215	6,715	332,921
2019	62,694	150,031	92,856	47,045	49,208	49,899	71,285	523,018
	<u>\$ 189,995</u>	<u>\$ 1,963,845</u>	<u>\$ 633,342</u>	<u>\$ 301,531</u>	<u>\$ 553,841</u>	<u>\$ 434,611</u>	<u>\$ 118,468</u>	<u>\$ 4,195,633</u>

Source: District records

Maple Shade School District
 Assessed Value and Actual Value of Taxable Property,
 Last Ten Fiscal Years

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	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	\$ 12,158,800	\$ 959,357,700	\$ -	\$ -	\$ 329,716,900	\$ 23,405,000	\$ 255,525,000	\$1,580,163,400	\$ 3,781,690	\$1,583,945,090	\$ 117,551,900	\$ 1.425	\$ 1,693,829,048
2011	12,070,000	959,426,100	-	-	323,266,900	23,405,000	251,425,000	1,569,593,000	2,959,527	1,572,552,527	117,436,400	1.465	1,654,349,835
2012	11,751,500	958,463,650	-	-	318,482,100	19,755,000	243,350,000	1,551,802,250	2,896,756	1,554,699,006	117,423,900	1.505	1,603,729,953
2013	10,623,150	951,085,470	-	-	308,792,100	19,710,000	236,400,000	1,526,610,720	4,158,119	1,530,768,839	118,038,600	1.532	1,484,738,741
2014	R 12,028,300	739,876,800	-	-	279,490,800	18,294,600	242,962,000	1,292,652,500	4,003,900	1,296,656,400	139,116,200	1.870	1,534,967,517
2015	12,450,700	740,620,500	-	-	276,170,400	18,426,200	242,962,000	1,290,629,800	3,744,232	1,294,374,032	139,425,500	1.932	1,431,769,335
2016	13,444,200	743,120,700	-	-	266,723,900	18,426,200	241,063,800	1,282,778,800	3,721,232	1,286,500,032	141,295,600	2.018	1,415,073,933
2017	12,167,550	743,825,230	-	-	264,341,800	18,731,200	237,088,100	1,276,153,880	4,056,754	1,280,210,634	141,546,210	2.076	1,321,955,821
2018	7,454,150	747,848,330	-	-	276,439,095	18,746,200	237,088,100	1,287,575,875	3,887,971	1,291,463,846	142,118,510	2.092	1,415,935,162
2019	6,338,150	748,589,690	-	-	276,711,020	17,814,200	237,088,100	1,286,541,160	95	1,286,541,255	143,896,110	2.149	1,362,829,339

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.

c Information not available.

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

Exhibit J-7

Fiscal Year Ended June 30,	Maple Shade School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Township of Maple Shade	Burlington County	
2009	\$ 1.194	\$ 0.136	\$ 1.330	\$ 0.533	\$ 0.396	\$ 2.259
2010	1.287	0.138	1.425	0.567	0.402	2.394
2011	1.324	0.141	1.465	0.618	0.398	2.481
2012	1.367	0.138	1.505	0.659	0.388	2.552
2013	1.415	0.117	1.532	0.691	0.360	2.583
2014	R 1.732	0.138	1.870	0.840	0.441	3.151
2015	1.792	0.140	1.932	0.861	0.457	3.250
2016	1.879	0.139	2.018	0.861	0.443	3.322
2017	1.937	0.139	2.076	0.881	0.415	3.372
2018	1.958	0.134	2.092	0.881	0.439	3.412
2019	2.012	0.137	2.149	0.901	0.422	3.472

Source: Municipal Tax Collector

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

b Rates for debt service are based on each year's requirements.

R Revaluation.

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

Exhibit J-8

Taxpayer	2019		Taxpayer	2010	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
Deerfield Association	\$ 88,361,200	6.87%	Deerfield Association	\$ 98,000,000	6.19%
Maplewood Apartments, LLC	51,900,000	4.03%	Maplewood Apartments, LLC	46,015,500	2.91%
Roberts Mill Apartments	29,141,700	2.27%	Village of Stoney Run, NJ LLC	28,000,000	1.77%
Village of Stoney Run, NJ LLC	24,500,000	1.90%	Roberts Mill Apartments	28,000,000	1.77%
Holman Enterprises	19,039,260	1.48%	Holman Enterprises	21,600,000	1.36%
Blue Saber Properties	16,250,000	1.26%	Davis Enterprises	21,311,000	1.35%
Davis Enterprises	14,944,200	1.16%	Blue Saber Properties	20,000,000	1.26%
Pickwick Apartments, LLC	14,830,400	1.15%	Pickwick Apartments, LLC	13,000,000	0.82%
AFADJ LLC	9,713,400	0.76%	Public Storage	11,900,000	0.75%
Americo Real Estate Co.	9,300,000	0.72%	Kings Highway Investors, LP	11,800,000	0.74%
Total	\$ 277,980,160	21.61%		\$ 299,626,500	18.92%

Source: Municipal Tax Assessor

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

Exhibit J-9

Fiscal Year Ended June 30,	Taxes Levied for the Calendar Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2010	\$ 21,182,343	\$ 21,182,343	100.00%	-
2011	22,572,782	22,572,782	100.00%	-
2012	23,040,236	23,040,236	100.00%	-
2013	23,390,995	23,390,995	100.00%	-
2014	23,452,512	23,452,512	100.00%	-
2015	24,250,040	24,250,040	100.00%	-
2016	25,014,219	25,014,219	100.00%	-
2017	25,968,571	25,968,571	100.00%	-
2018	26,578,041	26,578,041	100.00%	-
2019	27,021,672	27,021,672	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 Statute, 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.

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

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Percentage of Personal Income ^a	Per Capita ^b
	General Obligation Bonds	Unfunded Pension Liability	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District		
2010	\$ 24,188,000	\$ -	\$ 61,389	\$ -	\$ -	\$ 24,249,389	2.62%	1,266
2011	22,658,000	-	357,188	-	-	23,015,188	2.41%	1,203
2012	22,266,000	-	263,504	-	-	22,529,504	2.31%	1,179
2013	20,470,000	-	166,481	-	-	20,636,481	2.11%	1,086
2014	18,985,000	-	120,923	-	-	19,105,923	1.88%	1,007
2015	17,495,000	-	90,262	-	-	17,585,262	1.66%	932
2016	15,975,000	-	254,249	-	-	16,229,249	1.51%	866
2017	14,470,000	-	188,085	-	-	14,658,085	1.32%	787
2018	12,930,000	-	245,313	-	-	13,175,313	c	711
2019	11,405,000	-	391,422	-	-	11,796,422	c	c

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

- a Based on Per Capita Income for Burlington County.
- b Based on School District Population as of July 1
- c Not available.

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

Exhibit J-11

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2010	\$ 24,188,000	\$ -	\$ 24,188,000	1.53%	1,263
2011	22,658,000	-	22,658,000	1.44%	1,184
2012	22,266,000	-	22,266,000	1.43%	1,165
2013	20,470,000	-	20,470,000	1.34%	1,077
2014	18,985,000	-	18,985,000	1.46%	1,001
2015	17,495,000	-	17,495,000	1.35%	927
2016	15,975,000	-	15,975,000	1.23%	852
2017	14,470,000	-	14,470,000	1.12%	777
2018	12,930,000	-	12,930,000	1.00%	698
2019	11,405,000	-	11,405,000	0.89%	c

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.
a See Exhibit J-6 for property tax data.
b Population data can be found in Exhibit J-14.
c Information not available.

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

Exhibit 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:			
Township of Maple Shade	\$ 32,557,647	100.000%	\$ 32,557,647
Burlington County General Obligation Debt	253,458,314	2.988%	7,573,334
			<hr/>
Subtotal, overlapping debt			40,130,981
Maple Shade Township School District Direct Debt			<hr/> 14,470,000
Total direct and overlapping debt			<hr/> <u>\$ 54,600,981</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Burlington County Board of Taxation.

Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Maple Shade. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

a For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the district's boundaries and dividing it by each unit's total taxable value.

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

Exhibit J-13

Legal Debt Margin Calculation for Fiscal Year 2019

	Equalized valuation basis	
	2016	\$ 1,320,954,382
	2017	1,394,856,137
	2018	1,358,345,685
	[A]	<u>\$ 4,074,156,204</u>
Average equalized valuation of taxable property	[A/3]	\$ 1,358,052,068
Debt limit (4% of average equalized valuation)	[B]	54,322,083 ^a
Net bonded school debt	[C]	11,405,000
Legal debt margin	[B-C]	<u>\$ 42,917,083</u>

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Debt limit	\$ 66,139,907	\$ 66,843,262	\$ 66,244,202	\$ 63,627,308	\$ 61,930,399	\$ 54,419,365	\$ 58,296,103	\$ 55,507,094	\$ 55,092,086	\$ 54,322,083
Total net debt applicable to limit	<u>24,188,000</u>	<u>22,658,000</u>	<u>22,266,000</u>	<u>20,470,000</u>	<u>18,985,000</u>	<u>17,495,000</u>	<u>15,975,000</u>	<u>14,470,000</u>	<u>12,930,000</u>	<u>11,405,000</u>
Legal debt margin	<u>\$ 41,951,907</u>	<u>\$ 44,185,262</u>	<u>\$ 43,978,202</u>	<u>\$ 43,157,308</u>	<u>\$ 42,945,399</u>	<u>\$ 36,924,365</u>	<u>\$ 42,321,103</u>	<u>\$ 41,037,094</u>	<u>\$ 42,162,086</u>	<u>\$ 42,917,083</u>
Total net debt applicable to the limit as a percentage of debt limit	36.57%	33.90%	33.61%	32.17%	30.66%	32.15%	27.40%	26.07%	23.47%	21.00%

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation

^a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

**Maple Shade School District
Demographic and Economic Statistics
Last Ten Fiscal Years**

Exhibit J-14

Year	Population ^a	Personal Income ^b	Per Capita Personal Income ^c	Unemployment Rate ^d
2010	19,157	\$ 926,719,875	\$ 48,375	8.8%
2011	19,131	955,995,201	49,971	8.6%
2012	19,116	975,336,552	51,022	8.9%
2013	19,011	978,990,456	51,496	7.4%
2014	18,968	1,014,579,352	53,489	6.6%
2015	18,867	1,056,929,340	56,020	5.1%
2016	18,747	1,077,371,343	57,469	4.4%
2017	18,631	1,111,506,829	59,659	4.2%
2018	18,528	e	e	3.8%
2019	e	e	e	e

Source:

- a Population information provided by the NJ Dept of Labor and Workforce Development
- b Personal income for Maple Shade Township.
- c Per Capita for Burlington County.
- d Unemployment data provided by the NJ Dept of Labor and Workforce Development
- e Not available.

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

Exhibit J-16

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Instruction										
Regular	175	117	126	123	129	131	128	130	135	139
Special education	39	74	83	83	107	108	97	100	113	118
Other special education										
Vocational										
Other instruction		7	4	4	4	4	4	4	4	9
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	37	29	31	31	37	38	39	39	40	42
School administrative services	9	14	17	17	18	18	16	16	19	20
General and business administrative services	3	2	6	6	6	6	6	10	12	11
Plant operations and maintenance	45	34	35	35	37	37	37	39	39	39
Pupil transportation	25	13	14	14	20	21	17	19	19	20
Business and other support services	5	5	5	5	-	-				
Special Schools					11	12	9	9	11	11
Food Service					16	20	14	19	19	18
Total	338	295	321	318	385	395	367	385	411	427

Source: District Personnel Records

Maple Shade School District
 Operating Statistics,
 Last Ten Fiscal Years

Exhibit 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/Senior High School				
2010	2,070	\$ 31,725,429	\$ 15,326	4.73%	214	1:13.9	1:14.4	2076.0	1962.0	3.39%	94.51%
2011	2,134	30,259,370	14,180	-7.47%	198	1:12.8	1:12.7	2132.6	2024.9	2.73%	94.95%
2012	2,143	30,769,628	14,358	1.25%	213	1:12.8	1:13.5	2154.5	2088.6	1.03%	96.94%
2013	2,112	33,483,821	15,854	10.42%	210	1:12.8	1:13.5	2084.5	1978.0	-3.25%	94.89%
2014	2,169	34,135,006	15,738	0.73%	240	1:12.8	1:13.5	2181.3	2077.9	4.64%	95.26%
2015	2,230	35,632,194	15,979	1.50%	243	1:12.8	1:13.5	2232.5	2120.8	7.44%	95.00%
2016	2,179	37,496,336	17,208	7.69%	229	1:12.8	1:13.5	2184.7	2063.6	-2.14%	94.46%
2017	2,156	38,408,645	17,815	0.60%	234	1:12.8	1:13.5	2162.7	2050.1	-6.54%	94.79%
2018	2,156	40,050,902	18,576	4.27%	252	1:12.8	1:13.5	2173.3	2046.5	0.49%	94.16%
2019	2,191	43,857,302	20,017	7.76%	266	1:12.8	1:13.5	2297.6	2165.6	0.57%	94.25%

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).

**Maple Shade School District
School Building Information
Last Ten Fiscal Years**

Exhibit J-18

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
District Building										
<u>Elementary</u>										
Howard R. Yocum School (1959)										
Square Feet	70,811	70,811	70,811	70,811	70,811	70,811	70,811	70,811	70,811	70,811
Capacity (students)	464	464	464	464	464	464	464	464	464	464
Enrollment	542	566	571	564	604	625	569	547	553	556
Maude M. Wilkins Elementary (1926)										
Square Feet	65,029	65,029	65,029	65,029	65,029	65,029	65,029	65,029	65,029	65,029
Capacity (students)	576	576	576	576	576	576	576	576	576	576
Enrollment	337	348	355	354	411	403	416	428	418	441
Ralph J. Steinhauer School (1953)										
Square Feet	71,711	71,711	71,711	71,711	71,711	71,711	71,711	71,711	71,711	71,711
Capacity (students)	547	547	547	547	547	547	547	547	547	547
Enrollment	304	317	312	299	303	322	342	330	345	442
Maple Shade High School (1972)										
Square Feet	168,516	168,516	168,516	168,516	168,516	168,516	168,516	168,516	168,516	168,516
Capacity (students)	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590	1,590
Enrollment	893	901	916	868	863	880	857	857	857	858
Number of Schools at June 30, 2019										
Elementary = 3										
Middle School = 0										
High School = 1										

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions. Enrollment is based on the annual October district count.

Maple Shade School District
 Schedule of Required Maintenance
 Last Ten Fiscal Years

Exhibit 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
Maple Shade School District											
High School	\$ 192,054	\$ 296,414	\$ 374,142	\$ 332,952	\$ 369,908	\$ 378,847	\$ 400,556	\$ 475,634	\$ 348,729	\$ 405,850	\$ 3,575,086
Steinhauer School	140,093	114,372	144,363	128,483	142,744	146,193	154,555	183,524	134,558	156,598	1,445,483
Maude M. Wilkins School	135,974	124,558	157,221	139,907	155,436	159,192	168,321	199,870	146,543	170,546	1,557,568
Howard R. Yokum School	145,818	126,147	159,226	141,685	157,412	161,215	170,466	202,417	148,410	172,719	1,585,515
Total School Facilities	<u>\$ 613,939</u>	<u>\$ 661,491</u>	<u>\$ 834,952</u>	<u>\$ 743,027</u>	<u>\$ 825,500</u>	<u>\$ 845,447</u>	<u>\$ 893,898</u>	<u>\$ 1,061,445</u>	<u>\$ 778,240</u>	<u>\$ 905,713</u>	<u>\$ 8,163,652</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

**Maple Shade School District
Insurance Schedule
June 30, 2019**

Exhibit J-20

	<u>Coverage</u>
Commercial Package Policy (1)	
Property	\$ 500,000,000
Liability General and Auto	5,000,000
Aggregate Excess Liability	10,000,000
Crime Coverage - Employee Dishonesty	500,000
Cyber Liability	2,000,000
Environmental Impairment Liability	1,000,000
School Board Legal Liability (1)	5,000,000
Workers Compensation (1)	Statutory
Student Athletic Accident Policy (2)	1,000,000
Surety Bonds	
Treasurer (3)	275,000
Board Secretary (4)	110,000

- (1) School Alliance Insurance Fund
- (2) Catlin Insurance Company
- (3) Selective Insurance Company
- (4) Liberty Mutual Insurance Company

Source: District records

Single Audit Section

INVERSO & STEWART, LLC
Certified Public Accountants

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-Member of-
 American Institute of CPAs
 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
 Maple Shade School District
 County of Burlington
 Maple Shade, New Jersey

Report on Compliance for Each Major Federal and State Program

I have audited Maple Shade School District's (School District), in the County of Burlington, 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, 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 Maple Shade School District, in the County of Burlington, 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 Maple Shade School District, in the County of Burlington, 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 Maple Shade 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

MAPLE SHADE 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	June 30, 2018			Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustments	Repayment of Prior Years' Balances	June 30, 2019		
						Accounts Receivable	Unearned Revenue	Due to Grantor at						Accounts Receivable	Unearned Revenue	Due to Grantor at
U.S. Department of Education																
General Fund:																
Medical Assistance Program (SEMI)	93.778	1805NJ5MAP	N/A	\$ 82,226	7/1/18 - 6/30/19	\$ -	\$ -	\$ -	\$ -	\$ 82,226	\$ (82,226)	\$ -	\$ -	\$ -	\$ -	\$ -
Total General Fund						-	-	-	-	82,226	(82,226)	-	-	-	-	-
Special Revenue Fund:																
Every Student Succeeds Act (ESSA)																
Title I	84.010A	S010A170030	ESSA-3010-19	542,160	7/1/18 - 6/30/19					153,528	(521,681)			(368,153)		
Title II - Part A	84.367A	S367A170029	ESSA-3010-19	54,200	7/1/18 - 6/30/19					29,572	(49,583)			(20,011)		
Title III - Immigrant	84.365A	S365A170030	ESSA-3010-19	8,239	7/1/18 - 6/30/19					3,478	(3,973)			(495)		
Title IV	84.424A	S424A170031	ESSA-3010-19	31,727	7/1/18 - 6/30/19					7,095	(25,358)			(18,263)		
Every Student Succeeds Act (ESSA)																
Title I	84.010A	S010A170030	ESSA-3010-18	541,262	7/1/17 - 6/30/18	(202,008)				202,008				-		
Title II - Part A	84.367A	S367A170029	ESSA-3010-18	58,868	7/1/17 - 6/30/18	(9,434)				9,434				-		
Title III	84.365A	S365A170030	ESSA-3010-18	17,970	7/1/17 - 6/30/18	(7,135)				7,135				-		
Title III - Immigrant	84.365A	S365A170030	ESSA-3010-18	3,695	7/1/17 - 6/30/18	(135)				135				-		
Title IV	84.424A	S424A170031	ESSA-3010-18	10,000	7/1/17 - 6/30/18	(909)				909				-		
Individuals With Disabilities Act (I.D.E.A.)																
Part B - Basic - Current Year	84.027	H027A170100	IDEA-3010-19	626,216	7/1/18 - 6/30/19					573,783	(614,483)			(40,700)		
Part B - Basic - Prior Year	84.027	H027A170100	IDEA-3010-18	614,455	7/1/17 - 6/30/18	(126,593)				126,593				-		
Part B - Preschool - Current Year	84.173	H173A170114	IDEA-3010-19	18,338	7/1/18 - 6/30/19					18,087	(18,338)			(251)		
Part B - Preschool - Prior Year	84.173	H173A170114	IDEA-3010-18	17,820	7/1/17 - 6/30/18	(255)				255				-		
Temporary Emergency Impact Aid	84.938C	S938C18005	N/A	13,500	7/1/17 - 6/30/18	(13,500)				13,500				-		
Total Special Revenue Fund						(359,969)	-	-	-	1,145,512	(1,233,416)	-	-	(447,873)	-	-
U.S. Department of Agriculture																
Enterprise Fund:																
Food Distribution Program	10.565	191NJ304N1099	N/A	81,499	7/1/18 - 6/30/19					81,499	(81,499)			-		
National School Lunch Program	10.555	191NJ304N1099	N/A	458,778	7/1/18 - 6/30/19					425,333	(458,778)			(33,445)		
National School Lunch Program	10.555	181NJ304N1099	N/A	420,863	7/1/17 - 6/30/18	(27,327)				27,327				-		
National School Breakfast Program	10.553	191NJ304N1099	N/A	150,898	7/1/18 - 6/30/19					138,226	(150,898)			(12,672)		
National School Breakfast Program	10.553	181NJ304N1099	N/A	138,802	7/1/17 - 6/30/18	(10,839)				10,839				-		
Total Enterprise Fund						(38,166)	-	-	-	683,224	(691,175)	-	-	(46,117)	-	-
Total Federal Awards						\$ (398,135)	\$ -	\$ -	\$ -	\$ 1,910,962	\$ (2,006,817)	\$ -	\$ -	\$ (493,990)	\$ -	\$ -

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

MAPLE SHADE 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 Award Amount	Grant Period	June 30, 2018			Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Canceled	June 30, 2019		
				Accounts Receivable	Unearned Revenue	Due to Grantor at					Accounts Receivable	Unearned Revenue	Due to Grantor at
State Department of Education													
<u>General Fund:</u>													
Equalization Aid	19-495-034-5120-078	\$ 7,665,842	7/1/18 - 6/30/19	\$ -	\$ -	\$ -	\$ 6,940,271	\$ (7,665,842)	\$ -	\$ -	\$ (725,571)	\$ -	\$ -
Equalization Aid	18-495-034-5120-078	7,665,842	7/1/17 - 6/30/18	(681,196)			681,196						
Special Education Categorical Aid	19-495-034-5120-089	1,384,544	7/1/18 - 6/30/19				1,253,497	(1,384,544)			(131,047)		
Special Education Categorical Aid	18-495-034-5120-089	1,222,775	7/1/17 - 6/30/18	(108,657)			108,657						
Extraordinary Aid	19-495-034-5120-044	199,579	7/1/18 - 6/30/19					(199,579)			(199,579)		
Extraordinary Aid	18-495-034-5120-044	214,845	7/1/17 - 6/30/18	(214,845)			214,845						
Homeless Tuition	18-495-034-5120-005	9,208	7/1/17 - 6/30/18	(9,208)			9,208						
Transportation Aid	18-495-034-5120-014	587,335	7/1/18 - 6/30/19				531,744	(587,335)			(55,591)		
Transportation Aid	18-495-034-5120-014	85,205	7/1/17 - 6/30/18	(7,572)			7,572						
Security Aid	18-495-034-5120-084	624,464	7/1/18 - 6/30/19				565,359	(624,464)			(59,105)		
Security Aid	18-495-034-5120-084	124,422	7/1/17 - 6/30/18	(11,056)			11,056						
Under Adequacy Aid	18-495-034-5120-096	27,454	7/1/17 - 6/30/18	(2,440)			2,440						
PARCC Readiness Aid	18-495-034-5120-098	22,080	7/1/17 - 6/30/18	(1,962)			1,962						
Per Pupil Growth Aid	18-495-034-5120-097	22,080	7/1/17 - 6/30/18	(1,962)			1,962						
Professional Learning Community Aid	18-495-034-5120-101	22,330	7/1/17 - 6/30/18	(1,984)			1,984						
Reimbursement of Nonpublic Transportation	18-495-034-5120-014	22,910	7/1/18 - 6/30/19					(22,910)			(22,910)		
Reimbursement of Nonpublic Transportation	18-495-034-5120-014	16,820	7/1/17 - 6/30/18	(16,820)			16,820						
On Behalf TPAF - Pension Contribution	19-495-034-5094-002	2,996,852	7/1/18 - 6/30/19				2,996,852	(2,996,852)					
On Behalf TPAF Post Retirement Medical	19-495-034-5094-001	1,359,367	7/1/18 - 6/30/19				1,359,367	(1,359,367)					
On Behalf TPAF Long Term Disability Insurance	19-495-034-5094-004	3,152	7/1/18 - 6/30/19				3,152	(3,152)					
Reimbursed TPAF Social Security Contributions	19-495-034-5094-003	1,232,161	7/1/18 - 6/30/19				1,176,354	(1,232,161)			(55,807)		
Reimbursed TPAF Social Security Contributions	18-495-034-5094-003	1,168,600	7/1/17 - 6/30/18	(51,575)			51,575				-		
Total General Fund				(1,109,277)	-	-	15,935,873	(16,076,206)	-	-	(1,249,610)	-	-
<u>Special Revenue Fund</u>													
Preschool Education Expansion	19-495-034-5120-086	1,150,560	7/1/18- 6/30/19				1,015,200	(878,475)			(135,360)	272,085	
N.J. Nonpublic Aid:													
Textbook Aid	19-100-034-5120-064	9,826	7/1/18- 6/30/19				9,826	(8,445)					1,381
Nursing Aid	19-100-034-5120-070	17,848	7/1/18- 6/30/19				17,848	(17,848)					
Technology	19-100-034-5120-373	6,624	7/1/18- 6/30/19				6,624	(6,624)					
Security	19-100-034-5120-509	27,600	7/1/18- 6/30/19				27,600						27,600
Security	18-100-034-5120-509	15,675	7/1/17- 6/30/18						2,774				
Auxiliary Services:													
Compensatory Education	19-100-034-5120-067	37,733	7/1/18- 6/30/19				37,733	(37,478)					255
Compensatory Education	18-100-034-5120-067	42,166	7/1/17- 6/30/18						179				
E.S.L.	18-100-034-5120-067	903	7/1/17- 6/30/18						903				
Handicapped Services:													
Examination & Classification	19-100-034-5120-066	11,287	7/1/18- 6/30/19				11,287	(4,735)					6,552
Examination & Classification	18-100-034-5120-066	9,649	7/1/17- 6/30/18						730				
Corrective Speech	19-100-034-5120-066	22,320	7/1/18- 6/30/19				22,320	(3,571)					18,749
Corrective Speech	18-100-034-5120-066	22,320	7/1/17- 6/30/18						16,963				
Supplemental Instruction	19-100-034-5120-066	10,308	7/1/18- 6/30/19				10,308						10,308
Supplemental Instruction	18-100-034-5120-066	9,516	7/1/17- 6/30/18						9,516				
Total Special Revenue Fund				-	-	31,065	1,158,746	(957,176)	31,065	-	(135,360)	272,085	64,845

(Continued)

MAPLE SHADE 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 Award Amount	Grant Period	June 30, 2018			Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Canceled	June 30, 2019		
				Accounts Receivable	Unearned Revenue	Due to Grantor at					Accounts Receivable	Unearned Revenue	Due to Grantor at
Debt Service Fund													
Debt Service Aid Type II	19-495-034-5120-017	\$ 204,647	7/1/18 - 6/30/19	\$ -	\$ -	\$ -	\$ 204,647	\$ (204,647)	\$ -	\$ -	\$ -	\$ -	\$ -
State Department of Agriculture													
Enterprise Fund:													
State School Lunch Program	19-100-010-3350-023	10,765	9/1/18- 6/30/19				9,980	(10,765)			(785)		
State School Lunch Program	18-100-010-3350-023	9,964	9/1/17- 6/30/18	(652)			652		-	-			
Total Enterprise Fund				(652)	-	-	10,632	(10,765)	-	-	(785)	-	-
Total State Financial Assistance				<u>\$ (1,109,929)</u>	<u>\$ -</u>	<u>\$ 31,065</u>	<u>\$ 17,309,898</u>	<u>(17,248,794)</u>	<u>\$ 31,065</u>	<u>\$ -</u>	<u>\$ (1,385,755)</u>	<u>\$ 272,085</u>	<u>\$ 64,845</u>
Less: State Financial Expenditures Not Subject to Major Program Determination													
On-Behalf TPAF Contribution - Pension (Non-Budgeted)									2,996,852				
On-Behalf TPAF Contribution - Post-Retirement Medical (Non-Budgeted)									1,359,367				
On-Behalf TPAF Contribution - LTDI (Non-Budgeted)									3,152				
Total State Financial Expenditures Subject to Major Program Determination									<u>\$ (12,889,423)</u>				

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

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

I. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Maple Shade School District ("School District"). The School District is defined in Note 1 to the School District'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 more June state aid payments in the current budget year, consistent with *N.J.S.A. 18A:22-44.2*.

The net adjustment to reconcile expenditures from the budgetary basis to the GAAP basis is (\$134,181) in the general fund and \$-0- in 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.

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

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

Awards and financial assistance expenditures are reported in the School District's basic financial statements on a GAAP basis as presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 82,226	\$ 15,942,025	\$ 16,024,251
Special Revenue	1,233,416	957,176	2,190,592
Debt Service	-	204,647	204,647
Food Service	691,175	10,765	701,940
	<u>\$ 2,006,817</u>	<u>\$ 17,114,613</u>	<u>\$ 19,121,430</u>

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. REIMBURSED AND ON-BEHALF PAYMENTS

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distribution, respectively. 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.

**MAPLE SHADE TOWNSHIP 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 of the 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

MAPLE SHADE TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Section 1 -- Summary of Auditor's Results (Cont'd)

State Awards Section

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

Auditee qualified as low-risk auditee? X yes no

Internal Control over major programs:

1) Material weakness(es) identified? yes X no

2) Significant deficiencies identified that are not considered to be material weakness? 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 NJOMB Circular Letter 15-08 as applicable? yes X no

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
<u>19-495-034-5120-078</u>	State Aid Public Cluster: <u>Equalization Aid</u>
<u>19-495-034-5120-089</u>	<u>Special Education Categorical Aid</u>
<u>19-495-034-5120-084</u>	<u>Security Aid</u>
<u>19-495-034-5094-003</u>	<u>Reimbursed TPAF Social Security Contributions</u>
<u>19-495-034-5120-086</u>	<u>Preschool Education Expansion Aid</u>
<u>19-100-010-3350-023</u>	<u>State School Lunch Program</u>
<u> </u>	<u> </u>
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**MAPLE SHADE TOWNSHIP 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 and/or questioned costs identified.

**MAPLE SHADE TOWNSHIP 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.

**MAPLE SHADE TOWNSHIP 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.