

**SCHOOL DISTRICT
OF
ROXBURY TOWNSHIP**

**Roxbury Township School District
Board of Education
Succasunna, New Jersey**

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

**Comprehensive Annual
Financial Report**

of the

**Roxbury Township School District
Board of Education**

Succasunna, New Jersey

For the Fiscal Year Ended June 30, 2019

Prepared by

**Roxbury Township School District
Board of Education**

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INTRODUCTORY SECTION

ROXBURY TOWNSHIP PUBLIC SCHOOLS

BOARD OF EDUCATION OFFICE

42 NORTH HILLSIDE AVENUE, SUCCASUNNA, NEW JERSEY 07876

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Fax (973) 584-0426

November 8, 2019

The Honorable President and Members of
the Board of Education
Roxbury Township School District
County of Morris, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Roxbury Township School District (the "District") for the fiscal year ended June 30, 2019, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (the "Board"). 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 basic financial statements and results of operations 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 Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the District's financial position and operating results, and supplementary schedules providing detailed budgetary information. 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: The Roxbury Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Roxbury Township School District and all its schools constitute the District's reporting entity.

The Roxbury Township School District provides a full range of educational services appropriate to grade levels K through 12 for students residing in Roxbury Township. These include regular, vocational as well as special education for handicapped youngsters.

2) ECONOMIC CONDITION AND OUTLOOK: The District relies on local property taxes to support its budget. State aid for suburban school Districts in New Jersey has remained frozen for many years.

As expenses increase and state aid remains flat, local property taxes have increased to support the school District. The Roxbury Township School District is committed to limiting tax increases, however; due to a recent change to the state's funding formula, the District is anticipating a loss of approximately \$5 million over the next six years.

In anticipation of this loss, the District continues to explore alternate sources of revenue. We are currently providing transportation and help desk related services to other Districts within close proximity. This year we have partnered with Morris County Vo-Tech to offer students in Morris County the opportunity to attend our Athletic Trainer/Physical Therapy (ATPT) Academy. The District is also a part of the InterDistrict School Choice Program.

Over the past few years, the District has seen a 5% decrease in enrollment. The District is hoping that new developments such as the Woodmont Parc development as well as the proposed Shops at Ledgewood Commons will bring new families into Roxbury.

The District has seven schools with the oldest built in 1918 and the newest in 1971. Over the past couple of years, all schools in District have been retrofitted with secure vestibules. The District is only able to move forward on improvements like this and others by making annual deposits into the Capital Reserve Account.

3) MAJOR INITIATIVES: The vision for Roxbury School District, "to prepare the children of today for tomorrow," is exemplified in our efforts to review our curriculum, programs, personnel, facilities, and resources to align our budget to our goals. We strive to provide an engaging, personalized curriculum that inspires and empowers learners through choice and opportunity in order to satisfy students' unique interests, needs, abilities, and talents.

Supporting our one-to-one technology initiative provides a personalized learning experience that includes blended and self-directed learning. It fosters the growth and development of collaboration, communication, critical-thinking, and creativity. We have expanded our one-to-one program so that it now addresses grades 5 through 12 classroom instruction as well as provides professional development opportunities for teachers.

Professional development in the district is focused on implementing a variety of instructional strategies as well as social emotional learning that includes mindfulness, zones of regulation, and mental health lessons. Tech Free Days and Wellness Weekends are highlighted twice a year in an effort to raise awareness and provide healthy alternatives.

Professional Learning Communities (PLCs) have been reinvigorated with additional training and guidance as provided by our Director of Innovative Instruction and Planning.

Curriculum work is conducted throughout the year and during the summer to accordance with State guidelines for alignment with the New Jersey Student Learning Standards. A Five Year Curriculum Plan has been developed as well as Roxbury's Portrait of a Graduate and Pathways towards Careers. Two new programs began in September 2019: Athletic Training/Physical Therapy and Structural Fabrication and Design. In addition, new programming has allowed for additional electives, such as Design Thinking and Social Media Marketing. Programming and curricular design are focused on connections to credentials, college credit/dual enrollment, and real world experiences.

3) MAJOR INITIATIVES: To foster learning, a safe and secure environment is necessary. To advance our crisis planning, a reunification drill was designed, practiced, and evaluated. Along with safety and security, the environment should also reflect an invitation to learning. Therefore, classroom design and flexible seating is being explored with pilot designs being analyzed for educational impact. A safe learning environment is also described as one where students feel supported and ready to learn. The enhancement of the K-4 SEL program and inception of Responsive Classroom in grades 5-8 support student in their ability to participate in an exciting learning experience driven by regularly revised, standards-based curriculum. Further expansion of career pathways and secondary SEL are in the planning phase for the 2020-2021 schools year.

To support our community, Roxbury is in process of applying to the state for a Before and After Care program, which is set to begin in September 2020.

4) INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control system 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 system should not exceed the benefits likely to be derived; and (2) the valuation of the costs and benefits requires estimates and judgments by management.

As a recipient of federal and state awards, the District also is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control system is also subject to periodic evaluation by the District's management. As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control system, including that portion related to major federal and state award programs, as well as to determine that the District has complied with applicable laws, regulations, contracts and grants.

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

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

6) ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the GASB. The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Basic Financial Statements", Note 1.

The Honorable President and Members of
the Board of Education
Roxbury Township School District
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November 8, 2019

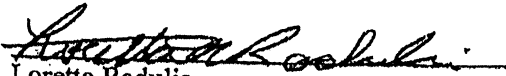
7) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.


8) RISK MANAGEMENT: The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The District oversees its own risk management. A schedule of insurance coverage is found on J-20.

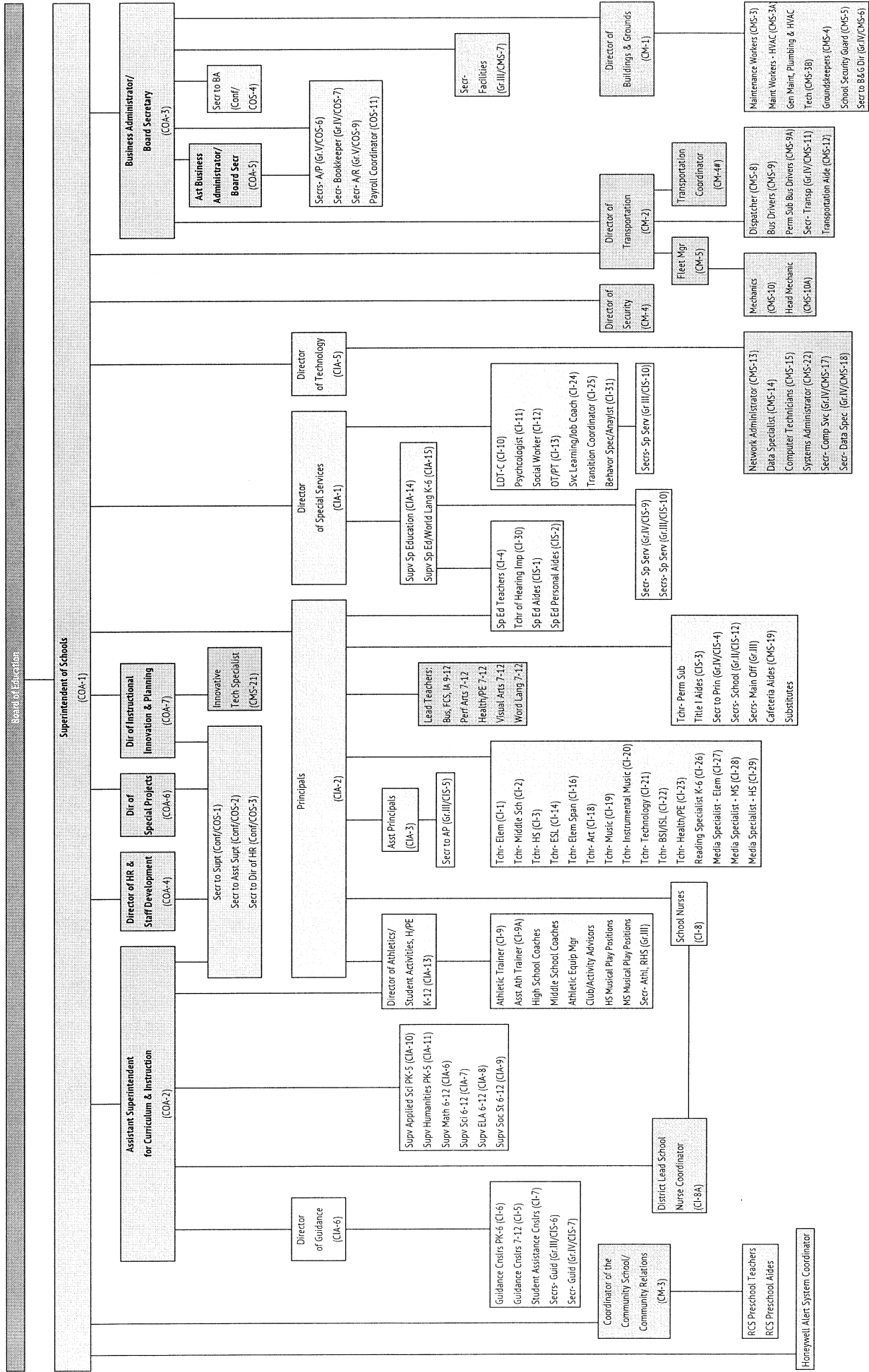
9) OTHER INFORMATION: Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet 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 New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The Auditors' Report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The Auditors' Reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

10) ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Roxbury Township School District 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. The preparation of this report could not have been accomplished without the efficient and dedicated services of the financial and accounting staff.

Respectfully submitted,


Loretta Radulic
Superintendent of Schools


Joseph Mondanaro
Business Administrator/Board Secretary



**ROXBURY TOWNSHIP SCHOOL DISTRICT
ROSTER OF OFFICIALS
JUNE 30, 2019**

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Leo J. Coakley, President	2021
Carol Scheneck, Vice President	2019
Richard Alexander	2019
Dan Masi	2019
Carol Scheneck	2019
Joseph Bocchino	2020
Heather Champagne	2020
Anne Colucci	2020
Kathy Purcell	2021
Danielle McCabe	2021
Rachel Byrne, Mt. Arlington Representative	2020

<u>Other Officers</u>	<u>Title</u>
Loretta Radulic	Superintendent
Charles Seipp	Assistant Superintendent
Patricia Wilson	School Business Administrator/Board Secretary (to 06/30/19)
Joseph Mondanaro	School Business Administrator/Board Secretary (from 07/01/19)
Lisa Palmieri	Treasurer of School Monies

ROXBURY TOWNSHIP BOARD OF EDUCATION

Consultants and Advisors

Audit Firm

Nisivoccia LLP, CPAs
Mount Arlington Corporate Center
200 Valley Road Suite 300
Mount Arlington, NJ 07856-1320

And

Lawrence Business Park
11 Lawrence Road
Newton, NJ 07860

Attorney

Scarinci & Hollenbeck, LLC
110 Valley Brook Avenue
P.O. Box 790
Lyndhurst, NJ 07071

Official Depository

TD Bank
240 Route 10
Succasunna, NJ 07876

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Roxbury Township School District
County of Morris, New Jersey

Report on the Financial Statements

We 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 Board of Education of the Roxbury Township School District (the "District") in the County of Morris, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the 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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our 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 audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we 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 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 District's internal control. Accordingly, we 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our 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 District 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, which follows this report, the pension and post-employment benefit schedules in Exhibits L-1 through L-5 and the related notes and the budgetary comparison information in Exhibits C-1 through C-3 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. We 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 inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying other supplementary information and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and the other information, such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying other supplementary and the schedules of expenditures of federal and state awards 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 our opinion, the other supplementary schedules and the schedules of expenditures of federal and state awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

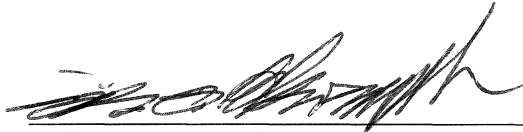
The accompanying other information such as the introductory and statistical sections has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 8, 2019 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

November 8, 2019
Mount Arlington, New Jersey

NISIVOCCIA LLP



William F. Schroeder
Licensed Public School Accountant #2112
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)**

This section of Roxbury Township School District's annual financial report presents its discussion and analysis of the District's financial performance during the fiscal year ending June 30, 2019. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follow this section.

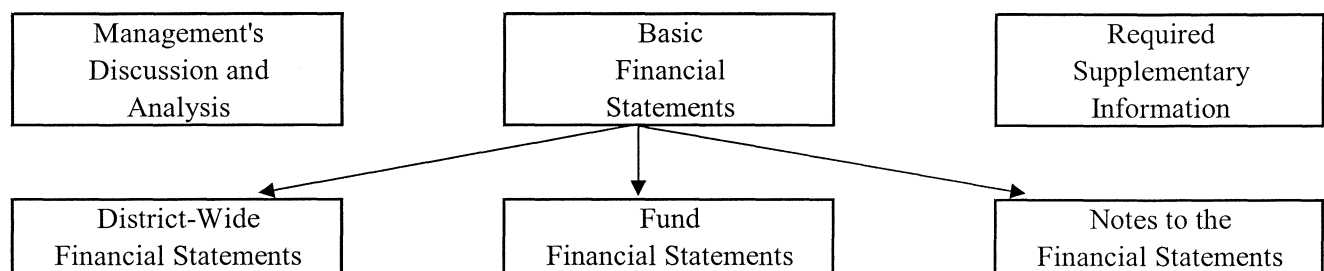
Overview of the Financial Statements

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food services and community school.
- *Fiduciary funds statements* provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year. Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1
Organization of the School District's Financial Report**



**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)**

Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights that structure and contents of each of the statements.

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

	District-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services and community school	Instances in which the District administers resources on behalf of someone else, such as student activities monies.
Required Financial Statements	<ul style="list-style-type: none"> • Statement of net position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenue, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenue, expenses, and changes in net position • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net position • Statement of changes in fiduciary net position
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities are included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)**

District-wide Statements

The District-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred inflows and outflows and liabilities. All of the current year's revenue and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two District-wide statements report the District's *net position* and how they have changed. Net position – the difference between the District's assets, deferred inflows and outflows and liabilities – is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the District's overall health, you need to consider additional nonfinancial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the District-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes, tuition and state formula aid finance most of these activities.
- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District's food service and community school are included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenue (such as federal grants).

The District has three kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. *Internal service funds* (the other kind of proprietary fund) report activities that provide supplies and services for other programs and activities. The District currently does not maintain any internal service funds.

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)**

Fund Financial Statements

- *Fiduciary funds:* The District is the trustee, or *fiduciary*, for assets that belong to others, such as scholarship funds and the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the District-wide financial statements because it cannot use these assets to finance its operations.

Notes to Basic Financial Statements: Provide additional information essential to a full understanding of the District-wide and fund financial statements.

Financial Analysis of the District as a Whole

Net Position. Figure A-3 represents the District's net position. The District's combined net position increased by \$6,721,254. Net position from governmental activities increased by \$6,699,913 and net position from business-type activities increased by \$21,341. Net investment in capital assets increased by \$2,933,042, restricted net position increased by \$2,350,957, and unrestricted net position increased by \$1,437,255.

Figure A-3

Condensed Statement of Net Position

	Government Activities		Business-Type Activities		Total School District		Percentage Change 2018/19
	2018/19	2017/18	2018/19	2017/18	2018/19	2017/18	
Current and							
Other Assets	\$ 17,342,816	\$ 15,574,249	\$ 224,013	\$ 472,364	\$ 17,566,829	\$ 16,046,613	
Capital Assets, Net	44,785,244	43,429,988	671,562	710,848	45,456,806	44,140,836	
Total Assets	<u>62,128,060</u>	<u>59,004,237</u>	<u>895,575</u>	<u>1,183,212</u>	<u>63,023,635</u>	<u>60,187,449</u>	4.71%
Deferred Outflows of Resources	<u>4,033,371</u>	<u>5,386,759</u>			<u>4,033,371</u>	<u>5,386,759</u>	-25.12%
Other Liabilities	1,332,317	2,746,770	88,376	397,354	1,420,693	3,144,124	
Long-Term Liabilities	<u>30,401,370</u>	<u>34,819,107</u>			<u>30,401,370</u>	<u>34,819,107</u>	
Total Liabilities	<u>31,733,687</u>	<u>37,565,877</u>	<u>88,376</u>	<u>397,354</u>	<u>31,822,063</u>	<u>37,963,231</u>	-19.30%
Deferred Inflows of Resources	<u>6,376,390</u>	<u>5,473,678</u>			<u>6,376,390</u>	<u>5,473,678</u>	14.16%
Net Position:							
Net Investment in							
Capital Assets	32,031,630	29,059,302	671,562	710,848	32,703,192	29,770,150	
Restricted	14,734,565	12,383,608			14,734,565	12,383,608	
Unrestricted/(Deficit)	<u>(18,714,841)</u>	<u>(20,091,469)</u>	<u>135,637</u>	<u>75,010</u>	<u>(18,579,204)</u>	<u>(20,016,459)</u>	
Total Net Position	<u>\$ 28,051,354</u>	<u>\$ 21,351,441</u>	<u>\$ 807,199</u>	<u>\$ 785,858</u>	<u>\$ 28,858,553</u>	<u>\$ 22,137,299</u>	30.36%

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)**

Figure A-4 represents the *Changes in Net Position*. The District's *combined* net position was \$28,858,553 on June 30, 2019, an increase of \$6,721,254 or 14.85% more than the year before. (See Figure A-3). Net Investment in Capital Assets increased by \$2,933,042 due to the current year maturity of serial bonds payable of \$1,685,000, \$743,465 pay down on capital leases payable, as well as current year capital assets additions (net of deletions) of \$3,708,614; offset by current year depreciation expense of \$2,392,644, a new capital lease of \$729,286 and the amortization of \$82,107 of the deferred amount on refunding. Restricted net position increased by \$2,350,957 mainly due to the net increase of \$1,490,115 in excess surplus and a net increase in Capital Reserve of \$2,061,548; offset by a \$1,029,506 decrease in restricted funds for debt service. The \$1,437,255 increase in unrestricted net position was primarily due to the changes in net pension liability and related deferred outflows and inflows.

Figure A-4

	Changes in Net Position from Operating Results						Percentage Change 2018/19
	Governmental Activities	Business- Type Activities	Governmental Activities	Business- Type Activities	Total School District	Total School District	
	2018/19	2018/19	2017/18	2017/18	2018/19	2017/18	
Revenue:							
Program Revenue:							
Charges for Services	\$ 5,097,756	\$ 1,332,779	\$ 4,916,240	\$ 902,647	\$ 6,430,535	\$ 5,818,887	
Operating Grants and Contributions	23,645,156	295,904	29,182,962	217,914	23,941,060	29,400,876	
Capital Grants and Contributions	725,079				725,079		
General Revenue:							
Property Taxes	56,051,472		56,462,448		56,051,472	56,462,448	
Unrestricted State and Federal Aid	10,420,307		10,943,978		10,420,307	10,943,978	
Other	651,738		378,154		651,738	378,154	
Total Revenue	<u>96,591,508</u>	<u>1,628,683</u>	<u>101,883,782</u>	<u>1,120,561</u>	<u>98,220,191</u>	<u>103,004,343</u>	-4.64%
Expenses:							
Instruction	51,125,435		56,053,701		51,125,435	56,053,701	
Pupil and Instruction Services	15,563,080		16,201,884		15,563,080	16,201,884	
Administrative and Business	9,186,384		8,763,408		9,186,384	8,763,408	
Maintenance and Operations	7,194,994		8,002,064		7,194,994	8,002,064	
Transportation	6,110,549		5,656,385		6,110,549	5,656,385	
Special Schools	314,566		900,123		314,566	900,123	
Other	398,290	1,609,281	455,149	1,124,587	2,007,571	1,579,736	
Total Expenses	<u>89,893,298</u>	<u>1,609,281</u>	<u>96,032,714</u>	<u>1,124,587</u>	<u>91,502,579</u>	<u>97,157,301</u>	-5.82%
Transfers	1,703	1,939	5,125		3,642	5,125	-28.94%
Increase/(Decrease) in Net Position	<u>\$ 6,699,913</u>	<u>\$ 21,341</u>	<u>\$ 5,856,193</u>	<u>\$ (4,026)</u>	<u>\$ 6,721,254</u>	<u>\$ 5,852,167</u>	14.85%

Governmental Activities

The financial position of the District is healthy despite continued use of fund balance as revenue. Maintaining existing programs that accommodate regular pupil enrollment and the provision of a multitude of special programs and services for disabled pupils place great demands on the District's resources. The past few years, veteran teachers have retired and have been replaced by teachers of less experience and therefore lower on the salary guide. This does generate savings but not enough to offset increases in special education programs, technology needs in the classroom, and rising health benefit costs.

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)**

Governmental Activities (Cont'd)

Careful management of expenses remains essential for the District to sustain its financial health. Among the many significant cost savings actions implemented or continued during the fiscal year were:

- A significant number of disabled pupils continue to be educated in programs within the District rather than being sent out-of-district whereby the District would have to pay tuition as well as increased transportation costs.
- The District have outsourced its food service operations since 2013-14 to counter the losses experienced in prior years. No board contribution was needed to support the food service program during 2018-2019.
- The District continued the employees' health contributions programs in 2018-2019 which helped to offset some of the District's healthcare insurance costs.

Figure A-5 presents the cost of seven major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation, special schools and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these functions.

Figure A-5

Net Cost of Governmental Activities

	Total Cost of Services <u>2018/19</u>	Net Cost of Services <u>2018/19</u>	Total Cost of Services <u>2017/18</u>	Net Cost of Services <u>2017/18</u>
Instruction	\$ 51,125,435	\$ 28,754,293	\$ 56,053,701	\$ 29,082,839
Pupil and Instruction Services	15,563,080	12,276,981	16,201,884	11,875,210
Administrative and Business	9,186,384	7,471,378	8,763,408	7,184,448
Maintenance and Operations	7,194,994	6,469,915	8,002,064	8,002,064
Transportation	6,110,549	4,806,410	5,656,385	5,029,411
Special Schools	314,566	248,040	900,123	304,391
Other	398,290	398,290	455,149	455,149
	<u>\$ 89,893,298</u>	<u>\$ 60,425,307</u>	<u>\$ 96,032,714</u>	<u>\$ 61,933,512</u>

Business-Type Activities

Net position from the District's business-type activity increased by \$21,341 mainly due to following (Refer to Figure A-4):

- The Community School had an operating income of \$42,786.
- The Food Service Fund expenses increased as a result of additional repair costs for equipment during the transition of food service management company.

Financial Analysis of the District's Funds

The District's financial position increased significantly by being fiscally responsible and efficient in what discretionary purchases the District makes. The District's budget, however, is 85% fixed costs. Expenditures during the recent fiscal years have increased significantly as a result of an increased number of pupils with disabilities entering the District. In addition to greater numbers, these pupils are more profoundly disabled and require more complex educational and related services.

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)**

Financial Analysis of the District's Funds (Cont'd)

The District has established more in-house special education classrooms, saving the District funds by not sending children to out-of-district schools and generating additional income by accepting tuition students from area schools. State Aid is not increasing in line with what the District needs, which adds to the taxpayer's burden of supporting an educational system that the Township enjoys. It becomes more difficult to support the educational system without additional help from the State which puts the burden on the taxpayer.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. These budget amendments were for changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.

Capital Asset and Long-Term Liabilities

Figure A-6

Capital Assets (Net of Depreciation)

	Government Activities		Business-Type Activities		Total School District		Percentage Change 2018/19
	2018/19	2017/18	2018/19	2017/18	2018/19	2017/18	
Sites and Site Improvements	\$ 524,594	\$ 559,054			\$ 524,594	\$ 559,054	
Construction in Progress	8,270,762	7,680,722			8,270,762	7,680,722	
Buildings and Building Improvements	31,274,426	30,088,698	\$ 99,795	103,237	31,374,221	30,191,935	
Machinery and Equipment	4,715,462	5,101,514	571,767	\$ 607,611	5,287,229	5,709,125	
Total	\$ 44,785,244	\$ 43,429,988	\$ 671,562	\$ 710,848	\$ 45,456,806	\$ 44,140,836	2.98%

The District had \$3,713,459 in capital assets additions, \$4,845 of capital assets disposals (net of accumulated depreciation), and depreciation expense was \$2,351,419 for governmental activities and \$41,225 for business-type activities in the current fiscal year.

Long-term Liabilities

Figure A-7

Outstanding Long-Term Liabilities

	Total School District		Percentage Change 2018/19
	2018/19	2017/18	
General Obligation Bonds (Financed with Property Taxes)	\$ 12,085,000	\$ 13,770,000	
Unamortized Bond Issuance Premium	578,400	685,090	
Net Pension Liability	15,427,727	18,088,687	
Capital Leases Payable	997,042	1,011,221	
Compensated Absences Payable	1,313,201	1,264,109	
	\$ 30,401,370	\$ 34,819,107	-12.69%

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2019
(Unaudited)**

Long-term Liabilities (Cont'd)

- The District continued to pay down its outstanding debt, retiring \$1,685,000 of outstanding bonds.
- The District entered into a \$729,286 capital lease in the current fiscal year and paid down \$743,465 in capital lease principal.
- The District's net pension liability decreased by \$2,660,960.
- The District's compensated absences payable increased by \$49,092.
- The District amortized \$106,690 in bond issuance premium.

More detailed information about the District's long-term liabilities is presented in Note 10 to the financial statements.

Factors Bearing on the District's Future Revenue/Expense Changes

The District continues to make classrooms available, where applicable, to allow additional in-house special education programs. This endeavor allows special education students to return from out-of-district settings, saving tuition and transportation costs for those students. It also allows the District to generate additional income by charging tuition for students from other school districts to attend these programs, provided space is available.

The District was awarded several ROD Grants by the State that will provide 40% reimbursement of the cost of the roofing and window projects that were identified in the District's Long Range Facility Plan (LRFP) back to the District. The majority of the remediation projects were funded from the District's capital reserve account.

The District expects to increase the balance in its capital reserve account to support capital projects that are outlined in the District's Long Range Facilities Plan.

The District maintained the fourth phase of employee health benefits contributions for the 2018-2019 school year. Based on current State Law, the contributions will continue. The effect of which is a partial neutralization of health benefits increases over the next fiscal year. The Roxbury Township Public Schools is anticipating a cut in state-aid of \$4.5 million over the current fiscal year and the next four years.

Contacting the District's Financial Management

The financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the Districts' finances and to demonstrate the District's accountability for the money it receives. If you have questions about his report or need additional financial information, please contact the Board of Education Office, 42 North Hillside Avenue, Succasunna, NJ 07876.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2019

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 987,831	\$ 165,993	\$ 1,153,824
Investments	3,000,000		3,000,000
Interfund Receivable - Fiduciary Funds	8,679		8,679
Receivables from State Government	1,502,517	958	1,503,475
Receivables from Federal Government	600,320	23,671	623,991
Receivables from Other Governments	1,092,813		1,092,813
Other Receivables	32,110		32,110
Capital Leases Receivable	605		605
Inventories		33,391	33,391
Restricted Cash and Cash Equivalents	10,117,941		10,117,941
Capital Assets, Net:			
Sites (Land) and Construction in Progress	8,445,242		8,445,242
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	36,340,002	671,562	37,011,564
Total Assets	<u>62,128,060</u>	<u>895,575</u>	<u>63,023,635</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred Amount on Refunding	328,428		328,428
Deferred Outflows Related to Pensions	3,704,943		3,704,943
Total Deferred Outflows of Resources	<u>4,033,371</u>		<u>4,033,371</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	1,055,859		1,055,859
Accrued Interest Payable	110,338		110,338
Payable to State Government	101,329		101,329
Payable to Federal Government	4,191		4,191
Unearned Revenue	60,600	88,376	148,976
Noncurrent Liabilities:			
Due Within One Year	2,578,251		2,578,251
Due Beyond One Year	27,823,119		27,823,119
Total Liabilities	<u>31,733,687</u>	<u>88,376</u>	<u>31,822,063</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Inflows Related to Pensions	6,376,390		6,376,390
Total Deferred Inflows of Resources	<u>6,376,390</u>		<u>6,376,390</u>
<u>NET POSITION/(DEFICIT)</u>			
Net Investment in Capital Assets	32,031,630	671,562	32,703,192
Restricted for:			
Capital Projects	7,926,731		7,926,731
Maintenance	1,975,104		1,975,104
Emergency	216,106		216,106
Excess Surplus	4,616,624		4,616,624
Unrestricted/(Deficit)	(18,714,841)	135,637	(18,579,204)
Total Net Position	<u>\$ 28,051,354</u>	<u>\$ 807,199</u>	<u>\$ 28,858,553</u>

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 36,594,849	\$ 2,715,659	\$ 10,976,182		\$ (22,903,008)		\$ (22,903,008)
Special Education	11,232,196	1,641,683	6,563,541		(3,026,972)		(3,026,972)
Other Special Instruction	1,559,740		474,077		(1,085,663)		(1,085,663)
School Sponsored/Other Instruction	1,738,650				(1,738,650)		(1,738,650)
Support Services:							
Tuition	2,743,823				(2,743,823)		(2,743,823)
Student and Instruction Related Services	12,819,257		3,286,099		(9,533,158)		(9,533,158)
General Administrative Services	1,468,234		272,985		(1,195,249)		(1,195,249)
School Administrative Services	4,913,524		1,351,687		(3,561,837)		(3,561,837)
Central Services	1,294,975		90,334		(1,204,641)		(1,204,641)
Administrative Information Technology	1,509,651			\$ 725,079	(1,509,651)		(1,509,651)
Plant Operations and Maintenance	7,194,994				(6,469,915)		(6,469,915)
Pupil Transportation	6,110,549	740,414	563,725		(4,806,410)		(4,806,410)
Transfer of Funds to Charter School	213,148				(213,148)		(213,148)
Special Schools	314,566		66,526		(248,040)		(248,040)
Interest on Long-Term Debt	185,142				(185,142)		(185,142)
Total Governmental Activities	89,893,298	5,097,756	23,645,156	725,079	(60,425,307)		(60,425,307)
Business-Type Activities:							
Food Service	1,235,997	916,709	295,904			\$ (23,384)	(23,384)
Community School	373,284	416,070				42,786	42,786
Total Business-Type Activities	1,609,281	1,332,779	295,904			19,402	19,402
Total Primary Government	\$ 91,502,579	\$ 6,430,535	\$ 23,941,060	\$ 725,079	(60,425,307)	19,402	(60,405,905)

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Net (Expense) Revenue and Changes in Net Position			
	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
General Revenues and Transfers:				
General Revenues:				
Taxes:				
Property Taxes, Levied for General Purposes, Net		\$ 55,379,778		\$ 55,379,778
Taxes Levied for Debt Service		671,694		671,694
Federal, State and Local Aid not Restricted		10,420,307		10,420,307
Interest Earnings		132,547		132,547
Miscellaneous Income		519,191		519,191
Transfers		1,703	\$ 1,939	3,642
		67,125,220	1,939	67,127,159
Total General Revenues and Transfers				
Change in Net Position		6,699,913	\$ 21,341	6,721,254
Net Position - Beginning		21,351,441	785,858	22,137,299
Net Position - Ending		\$ 28,051,354	\$ 807,199	\$ 28,858,553

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

FUND FINANCIAL STATEMENTS

ROXBURY TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	\$ 987,831				\$ 987,831
Investments	3,000,000				3,000,000
Interfund Receivable	1,282,926				1,282,926
Receivables From State Government	777,438		\$ 725,079		1,502,517
Receivables From Federal Government		\$ 600,320			600,320
Receivables From Other Governments	1,091,834	979			1,092,813
Other Accounts Receivables		7,942	24,168		32,110
Capital Leases Receivable			605		605
Restricted Cash and Cash Equivalents	10,117,941				10,117,941
Total Assets	\$ 17,257,970	\$ 609,241	\$ 749,852	\$ -0-	\$ 18,617,063
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Accounts Payable	\$ 301,911	\$ 5,867			\$ 307,778
Interfund Payable		437,254	\$ 836,993		1,274,247
Payable to State Government		101,329			101,329
Payable to Federal Government		4,191			4,191
Unearned Revenue		60,600			60,600
Total Liabilities	301,911	609,241	836,993		1,748,145
Fund Balances:					
Restricted for:					
Capital Reserve	7,926,731				7,926,731
Maintenance Reserve	1,975,104				1,975,104
Emergency Reserve	216,106				216,106
Excess Surplus - 2020-2021	2,190,115				2,190,115
Excess Surplus - 2019-2020	2,426,509				2,426,509
Assigned:					
Other Purposes	1,474,987				1,474,987
Unassigned / (Deficit)	746,507		\$ (87,141)		659,366
Total Fund Balances	16,956,059		(87,141)		16,868,918
Total Liabilities and Fund Balances	\$ 17,257,970	\$ 609,241	\$ 749,852	\$ -0-	\$ 18,617,063

ROXBURY TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019

Amounts Reported for *Governmental Activities* in the Statement of Net Position (A-1) are Different Because:

Total Fund Balances	\$ 16,868,918
Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the funds.	44,785,244
Deferred Amount on Refunding is not reported as an expenditure in the Governmental Funds in the year of the expenditure.	328,428
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.	(14,395,243)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	(110,338)
Bond issuance premiums are reported as revenue in the Governmental Funds in the year of receipt.	(578,400)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.	(15,427,727)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds	<u>(3,419,528)</u>
Net Position of Governmental Activities	<u><u>\$ 28,051,354</u></u>

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, 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	\$ 55,379,778			\$ 671,694	\$ 56,051,472
Tuition Charges	4,357,342				4,357,342
Transportation Fees	740,414				740,414
Rents and Royalties	74,408				74,408
Interest Earned on Capital Reserve Funds	37,985				37,985
Miscellaneous	539,345	\$ 25,349			564,694
Total - Local Sources	61,129,272	25,349		671,694	61,826,315
State Sources	24,881,876	214,648	\$ 725,079		25,821,603
Federal Sources	85,924	1,213,685			1,299,609
Total Revenues	86,097,072	1,453,682	725,079	671,694	88,947,527
EXPENDITURES:					
Current:					
Regular Instruction	20,425,736	433,433			20,859,169
Special Education Instruction	6,174,089	863,532			7,037,621
Other Special Instruction	865,103				865,103
School Sponsored/Other Instruction	1,420,027				1,420,027
Support Services and Undistributed Costs:					
Tuition	2,743,823				2,743,823
Student & Instruction Related Services	7,919,887	156,717			8,076,604
General Administrative Services	969,127				969,127
School Administrative Services	2,730,336				2,730,336
Central Services	939,707				939,707
Administration Information Technology	1,232,494				1,232,494
Plant Operations and Maintenance	6,810,236				6,810,236
Pupil Transportation	4,867,774				4,867,774
Unallocated Benefits	21,174,283				21,174,283
Debt Service:					
Principal				1,460,000	1,460,000
Interest and Other Charges				241,200	241,200
Capital Outlay	1,547,777		3,170,508		4,718,285
Special Schools	204,771				204,771
Transfer of Funds to Charter Schools	213,148				213,148
Total Expenditures	80,238,318	1,453,682	3,170,508	1,701,200	86,563,708
Excess/(Deficiency) of Revenue over/(under) Expenditures	5,858,754		(2,445,429)	(1,029,506)	2,383,819
OTHER FINANCING SOURCES/(USES):					
Capital Leases (Non-Budgeted)	729,286				729,286
Transfers	(2,157,687)		2,161,130	199	3,642
Total Other Financing Sources/(Uses)	(1,428,401)		2,161,130	199	732,928
Net Change in Fund Balances	4,430,353		(284,299)	(1,029,307)	3,116,747
Fund Balance—July 1	12,525,706		197,158	1,029,307	13,752,171
Fund Balance/(Deficit) —June 30	\$ 16,956,059	\$ -0-	\$ (87,141)	\$ -0-	\$ 16,868,918

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

ROXBURY TOWNSHIP 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 Exhibit B-2)	\$	3,116,747
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, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation and disposals of capital assets in the period.		
Depreciation Expense	\$	(2,351,419)
Disposals of Capital Assets, Net of Depreciation		(4,845)
Capital Outlays		3,713,459
Capital Assets Transferred to Proprietary Fund		<u>(1,939)</u>
		1,355,256
Repayment of debt service principal and other long-term obligation liabilities is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		1,685,000
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 not reported in the statement of activities.		
		743,465
Capital leases entered into by the district are an other financing source in the governmental funds, however, the acquisition increases long-term liabilities in the statement of net position and is not reported in the statement of activities.		
		(729,286)
In the Statement of Activities, interest on long-term debt is accrued regardless of when it is due. In the Governmental Funds, interest is reported when due.		
		31,475
The governmental funds report the effect of the deferred amount on refunding relative to an advance refunding when debt is first issued whereas this amount is deferred and amortized in the statement of activities. (-)		
		(82,107)
The governmental funds report the effect of bond premiums when debt is first issued whereas these amounts are deferred and amortized in the statement of activities. (+)		
		106,690
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:		
Change in Net Pension Liability		2,660,960
Changes in Deferred Outflows and Inflows Related to Pensions		(2,139,195)
In the Statement of Activities, certain operating expenses, e.g., compensated absences are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).		
		<u>(49,092)</u>
Change in Net Position of Governmental Activities (Exhibit A-2)	\$	<u><u>6,699,913</u></u>

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2019

	Business-Type Activities - Enterprise Funds	
	Total Non-Major Funds	Total Enterprise
ASSETS:		
Current Assets:		
Cash and Cash Equivalents	\$ 165,993	\$ 165,993
Intergovernmental Accounts Receivable:		
State	958	958
Federal	23,671	23,671
Inventories	33,391	33,391
Total Current Assets	224,013	224,013
Non-Current Assets:		
Capital Assets	1,036,103	1,036,103
Less: Accumulated Depreciation	(364,541)	(364,541)
Total Non-Current Assets	671,562	671,562
Total Assets	895,575	895,575
LIABILITIES:		
Current Liabilities:		
Unearned Revenue	88,376	88,376
Total Current Liabilities	88,376	88,376
Total Liabilities	88,376	88,376
NET POSITION:		
Investment in Capital Assets	671,562	671,562
Unrestricted	135,637	135,637
Total Net Position	\$ 807,199	\$ 807,199

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Business-Type Activities - Enterprise Funds	
	Total	Total
	Non-Major Funds	Enterprise
Operating Revenue:		
Daily Sales:		
Reimbursable Programs	\$ 530,530	\$ 530,530
Non-Reimbursable Programs	302,346	302,346
Special Events	60,496	60,496
Miscellaneous Revenue	23,337	23,337
Total Operating Revenue	<u>1,332,779</u>	<u>1,332,779</u>
Operating Expenses:		
Cost of Sales:		
Reimbursable Programs	336,257	336,257
Non-Reimbursable Programs	233,670	233,670
Salaries	642,607	642,607
Employee Benefits	108,234	108,234
Purchased Professional Technical Services	130,191	130,191
Other Purchased Services	21,837	21,837
Supplies and Materials	44,609	44,609
Management Fee	50,000	50,000
Miscellaneous Expenditures	651	651
Depreciation Expense	41,225	41,225
Total Operating Expenses	<u>1,609,281</u>	<u>1,609,281</u>
Operating Income/(Loss)	<u>(276,502)</u>	<u>(276,502)</u>
Non-Operating Revenue:		
State Sources:		
State School Lunch Program	11,104	11,104
Federal Sources:		
National School Lunch Program	260,820	260,820
School Breakfast Program	12,970	12,970
Food Distribution Program	11,010	11,010
Total Non-Operating Revenue	<u>295,904</u>	<u>295,904</u>
Change in Net Position Before Other Items	<u>19,402</u>	<u>19,402</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Business-Type Activities - Enterprise Funds	
	Total Non-Major Funds	Total Enterprise
	<hr/>	<hr/>
Other Items:		
Transfer of Capital Assets from Governmental Activities	\$ 1,939	\$ 1,939
Total Other Items	<hr/> 1,939	<hr/> 1,939
Change in Net Position	\$ 21,341	21,341
Net Position - Beginning of Year	<hr/> 785,858	<hr/> 785,858
Net Position - End of Year	<hr/> <hr/> \$ 807,199	<hr/> <hr/> \$ 807,199

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Business-Type Activities - Enterprise Funds	
	Total	
	Non-Major Funds	Total Enterprise
Cash Flows from Operating Activities:		
Receipts from Customers	\$ 1,377,907	\$ 1,377,907
Payments to Food Service Company	(1,465,558)	(1,465,558)
Payments to/for Employees	(259,560)	(259,560)
Payments to Suppliers	(175,175)	(175,175)
Net Cash Provided by/(Used for) Operating Activities	<u>(522,386)</u>	<u>(522,386)</u>
Cash Flows from Noncapital Financing Activities:		
State Sources	10,755	10,755
Federal Sources	265,173	265,173
Net Cash Provided by Noncapital Financing Activities	<u>275,928</u>	<u>275,928</u>
Net Decrease in Cash and Cash Equivalents	(246,458)	(246,458)
Cash and Cash Equivalents, July 1	<u>412,451</u>	<u>412,451</u>
Cash and Cash Equivalents, June 30	<u>\$ 165,993</u>	<u>\$ 165,993</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:		
Operating Income/(Loss)	\$ (276,502)	\$ (276,502)
Depreciation	41,225	41,225
Food Distribution Program	11,010	11,010
Changes in Assets and Liabilities:		
Decrease in Other Accounts Receivable	37,416	37,416
(Decrease) in Accounts Payable	(316,690)	(316,690)
Increase/(Decrease) in Unearned Revenue	7,712	7,712
(Increase) in Inventory	(26,557)	(26,557)
Net Cash Provided by/(Used for) Operating Activities	<u>\$ (522,386)</u>	<u>\$ (522,386)</u>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$11,010 and utilized U.S.D.A. Commodities valued at \$11,010.

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2019

	<u>Agency</u>	<u>Unemployment Compensation Trust</u>	<u>Flexible Spending Trust</u>
<u>ASSETS:</u>			
Cash and Cash Equivalents	\$ 690,690	\$ 442,137	\$ 16,748
Interfund Receivable - Payroll Agency		45,348	
Total Assets	<u>690,690</u>	<u>487,485</u>	<u>16,748</u>
<u>LIABILITIES:</u>			
Interfund Payable:			
General Fund			8,679
Unemployment Compensation Trust	45,348		
Payroll Deductions and Withholdings	399,595		
Due to Student Groups	245,747		
Total Liabilities	<u>690,690</u>		<u>8,679</u>
<u>NET POSITION:</u>			
Held in Trust for:			
Unemployment Benefit Claims		487,485	
Flexible Spending Claims			8,069
Total Net Position	<u>\$ -0-</u>	<u>\$ 487,485</u>	<u>\$ 8,069</u>

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Unemployment Compensation Trust	Flexible Spending Trust
	<u> </u>	<u> </u>
ADDITIONS:		
Contributions:		
Plan Members	\$ 162,397	\$ 27,920
Board Contribution	123,581	
	<u> </u>	<u> </u>
Total Additions	<u>285,978</u>	<u>27,920</u>
DEDUCTIONS:		
Unemployment Benefit Claims	133,047	
Flexible Spending Claims		22,360
	<u> </u>	<u> </u>
Total Deductions	<u>133,047</u>	<u>22,360</u>
Change in Net Position Before Other Financing Uses	152,931	5,560
Other Financing Uses:		
Transfer to General Fund		(3,642)
	<u> </u>	<u> </u>
Change in Net Position	152,931	1,918
Net Position - Beginning of the Year	<u>334,554</u>	<u>6,151</u>
Net Position - End of the Year	<u>\$ 487,485</u>	<u>\$ 8,069</u>

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (the "Board") of Roxbury Township School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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 Board's accounting policies are described below.

A. Reporting Entity

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District.

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall government in its entirety, except those that are fiduciary. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other non-exchange transactions. Business type activities are financed in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation (Cont'd)

District-Wide Financial Statements: (Cont'd)

Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the 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. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category – governmental, proprietary and fiduciary – are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund. These resources can be transferred from and to current expenses by board resolution.

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states 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 revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that 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 revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

Capital Projects Fund: The Capital Projects Fund is used to account for 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 temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation (Cont'd)

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.

The District reports the following proprietary fund:

Enterprise Fund: The Enterprise Fund accounts for all revenue and expenses pertaining to the Board's cafeteria operations. The Food Service and Community School Funds are utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Additionally, the District reports the following fund type:

Fiduciary Funds: The Fiduciary Funds are used to account for assets held by the District on behalf of others and includes the Student Activities Fund, Payroll Agency Fund, Unemployment Compensation Insurance Trust Fund and the Flexible Spending Trust Fund.

C. Measurement Focus and Basis of Accounting

The district-wide financial statements and the proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budget for the fiscal year ended June 30, 2019 was submitted to the County office and was approved by a vote of the Board of Education. 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. 6:20-2A.2(m)1. All budget amendments/transfers must be made by School Board resolution.

All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year). Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. 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 grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The general fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements. The capital projects fund budgetary revenue differs from GAAP revenue due to a difference in the recognition of SDA grant receivable. These grants are recognized on the budgetary basis in full at the time of the award but are recognized on the GAAP basis as they are expended and requested for reimbursement.

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenue and Expenditures:

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 86,076,768	\$ 1,460,724
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, Whereas the GAAP Basis does not.		
Current Year Encumbrances		(11,753)
Prior Year Encumbrances		4,711
Prior Year State Aid Payments Recognized for GAAP Statements	1,370,489	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(1,350,185)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 86,097,072</u>	<u>\$ 1,453,682</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control (Cont'd)

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenue and Expenditures:

	General Fund	Special Revenue Fund
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 80,238,318	\$ 1,460,724
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		(11,753)
Prior Year Encumbrances		4,711
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 80,238,318	\$ 1,453,682
		<u>Capital Projects Fund</u>
	Revenue	Fund Balance
Revenue/Committed Fund Balance	\$ 21,420	\$ 1,996,802
Committed - Year End Encumbrances		104,055
Total Revenue/Fund Balance - Budgetary Basis	21,420	2,100,857
Reconciliation to Governmental Funds Statements (GAAP):		
SDA Grant Revenue Recognized on GAAP Basis	703,659	
SDA Grant Receivable not Recognized on GAAP Basis		(2,187,998)
Revenue/Fund Balance/(Deficit) per Governmental Funds (GAAP)	\$ 725,079	\$ (87,141)

E. Cash and Cash Equivalents and Investments

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

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Cash Equivalents and Investments (Cont'd)

New Jersey school districts are limited as to the type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that 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.

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 depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having market value of 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 the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the enterprise fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between governmental and business-type activities or governmental and agency funds, which are presented as internal balances or between governmental and agency funds.

G. Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

H. 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. Open encumbrances in governmental funds other than the special revenue fund are reported as restricted, committed and/or assigned fund balances 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 the special revenue fund for which the District has received advances are reflected in the balance sheet as unearned 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.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

I. 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 District and that are due within one year.

J. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure during the year of purchase.

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2019.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment. The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line.

The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as follows:

	Estimated Useful Life
Buildings and Building Improvements	50 years
Sites and Site Improvements	20 years
Machinery and Equipment	10 to 15 years
Computer and Related Technology	5 years
Vehicles	8 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Capital assets are not capitalized and the related depreciation is not reported in the fund financial statements.

L. Long Term Liabilities:

In the district-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or enterprise funds. Bond premium and discounts are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

M. Accrued Salaries and Wages

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year, therefore, there are no accrued salaries and wages as of June 30, 2019.

N. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. 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.

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

In the district-wide *Statement of Net Position*, the liabilities, whose average maturities are greater than one year, should be reported in two components – the amount due within one year and the amount due in more than one year.

O. Unearned Revenue

Unearned revenue in the special revenue and the enterprise funds represent cash which has been received but not yet earned.

P. Fund Balance Appropriated

General Fund: Of the \$16,956,059 General Fund fund balance at June 30, 2019, \$1,474,987 is assigned for encumbrances; \$7,926,731 is restricted in the capital reserve account; \$1,975,104 is restricted in the maintenance reserve account; \$216,106 is restricted in the emergency reserve account; \$2,426,509 is restricted for prior fiscal year excess surplus in accordance with N.J.S.A. 18A:7F-7 (S1701) and has been appropriated and included as anticipated revenue for the fiscal year ending June 30, 2020; \$2,190,115 is restricted for current fiscal year excess surplus in accordance with N.J.S.A.18A:7F (S1701) and will be appropriated and included as anticipated revenue for the fiscal year ended June 30, 2021; and \$746,507 is unassigned fund balance, which is \$1,350,185 less than the budgetary unassigned fund balance, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2020.

Capital Projects Fund: The \$87,141 Capital Projects Fund deficit fund balance at June 30, 2019 is unassigned and is \$2,187,998 less than the budgetary committed fund balance because SDA grant receivable is not recognized on the GAAP basis until reimbursement requests are submitted to the State.

Debt Service Fund: The Debt Service Fund has \$-0- fund balance at June 30, 2019.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (s1701), the designation for Restricted Fund Balance-Excess Surplus is 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 year's budget. The District has excess surplus at June 30, 2019 as indicated above.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

P. Fund Balance Appropriated (Cont'd)

P.L. 2003, C.97 provides that in the event state school aid payments are not made until the following school budget year, districts must record the last state aid payments as revenue, for budget purposes only, in the current school budget year. The bill 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 last two state aid payments in the subsequent fiscal year, the school district cannot recognize these last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments noted above.

Q. Deficit Net Position/Fund Balance

The District has a deficit in unrestricted net position of \$18,714,841 in its governmental activities, which is primarily due to deferred inflows, outflows and liabilities related to pensions and compensated absences. The District has a deficit in unassigned balance of \$87,141 in the Capital Projects Fund because SDA grant revenue is not recognized on the GAAP basis until reimbursement requests are submitted to the State. These deficits do not indicate the District is in financial difficulties and are permitted under generally accepted accounting principles.

R. Net Position:

Net position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2019 for the deferred amount on the refunding of debt related to the District's 2010 refunding bonds and deferred inflows and outflows related to pensions.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

S. Fund Balance Restrictions, Commitments and Assignments

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned.

Fund balance restrictions have been established for a capital reserve, an emergency reserve, a maintenance reserve, and excess surplus.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District has no committed resources at June 30, 2019 on the GAAP basis.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for encumbrances in the General Fund at June 30, 2019.

T. Revenue - Exchange and Nonexchange 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 the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available.

Available means 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 District, available means within sixty days of the fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. 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 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. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

T. Revenue - Exchange and Nonexchange Transactions: (Cont'd)

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes, interest and tuition.

U. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for food service and fees for the community school. Operating expenses are necessary costs incurred to provide the services that are the primary activities of the Enterprise Fund.

V. Management Estimates:

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of revenue and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

W. 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 State of New Jersey Public Employees' Retirement System (PERS) and the State of New Jersey Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's net position have been determined on the same basis as they are reported by the PERS and the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Pension Plan investments are reported at fair value.

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

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

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as on the following pages.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Custodial Credit Risk - The District's policy with respect to custodial credit risk requires that the District ensures funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

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

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit, and

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments: (Cont'd)

- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or
- (9) Deposit of funds in accordance with the following conditions:
 - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

As of June 30, 2019, cash and cash equivalents and investments of the District consisted of the following:

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents			Investments	Total
		Capital Reserve Account	Maintenance Reserve Account	Emergency Reserve Account		
Checking Accounts	\$ 2,303,399	\$ 7,926,731	\$ 1,975,104	\$ 216,106		\$ 12,421,340
Certificates of Deposit					\$ 3,000,000	3,000,000
	<u>\$ 2,303,399</u>	<u>\$ 7,926,731</u>	<u>\$ 1,975,104</u>	<u>\$ 216,106</u>	<u>\$ 3,000,000</u>	<u>\$ 15,421,340</u>

During the period ended June 30, 2019, the District did not hold any investments other than certificates of deposit. The carrying amount of the Board's cash and cash equivalents and investments at June 30, 2019, was \$15,421,340 and the bank balance was \$16,516,210.

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Roxbury Township Board of Education 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 District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a 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 of any unanticipated revenue or unexpended line item appropriation amounts or both. A 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-5.1(d)7*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Beginning Balance, July 1, 2018	\$ 5,865,183
Add: Transfer from Unassigned Fund Balance as per Board Resolution	3,500,000
Budgeted Increase	850,000
Interest Earnings	37,985
Unexpended Balance Returned from Capital Projects Fund	3,244
Less: Transfer to Capital Projects Fund as per Board Resolutions	(2,329,482)
Transfer to Debt Service Fund	<u>(199)</u>
Ending Balance, June 30, 2019	<u>\$ 7,926,731</u>

The balance in the capital reserve account at June 30, 2019 does not exceed the LRFP balance of local support costs of uncompleted capital projects. Withdrawals from the capital reserve were for use in DOE approved facilities projects, consistent with the District's LRFP.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

(Continued)

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by Board resolution on June 24, 2013. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current fiscal year in the advertised recapitulation of balances of the subsequent fiscal year's budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the fiscal year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan.

Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any fiscal year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at fiscal year-end. At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current fiscal year of the District's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent fiscal year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Beginning Balance, July 1, 2018	\$ 2,307,410
Add: Transfer from Unassigned Fund Balance as per Board Resolution	500,000
Less: Withdrawal by Board Resolutions	<u>(832,306)</u>
Ending Balance, June 30, 2019	<u>\$ 1,975,104</u>

NOTE 6. EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by Board resolution in June 2011. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve is restricted to be used to accumulate funds in accordance with N.J.S.A. 18A:7F-41c(1) to finance unanticipated general fund expenditures required for a thorough and efficient education. Unanticipated means reasonably unforeseeable and shall not include additional costs caused by poor planning. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1% of the general fund budget not to exceed one million dollars. Deposits may be made to the emergency reserve account by board resolution at fiscal year-end of any unanticipated revenue or unexpended line item appropriation or both. The department has defined fiscal year end for the purpose of depositing surplus into reserve accounts as an amount approved by the district board of education between June 1st and June 30th. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or to finance school security improvements.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 6. EMERGENCY RESERVE ACCOUNT (Cont'd)

Beginning Balance, July 1, 2018	\$ 55,000
Add: Unexpended Balance Returned from Capital Projects Fund	<u>161,106</u>
Ending Balance, June 30, 2019	<u>\$ 216,106</u>

NOTE 7. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2019 were as follows:

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 174,480			\$ 174,480
Construction in Progress	7,680,722	\$ 3,170,508	\$ (2,580,468)	8,270,762
Total Capital Assets Not Being Depreciated	7,855,202	3,170,508	(2,580,468)	8,445,242
Capital Assets Being Depreciated:				
Site Improvements	2,081,065			2,081,065
Buildings and Building Improvements	59,434,144	223,778	2,580,468	62,238,390
Machinery and Equipment	12,372,624	319,173	(18,210)	12,673,587
Total Capital Assets Being Depreciated	73,887,833	542,951	2,562,258	76,993,042
Governmental Activities Capital Assets	81,743,035	3,713,459	(18,210)	85,438,284
Less Accumulated Depreciation for:				
Site Improvements	(1,696,491)	(34,460)		(1,730,951)
Buildings and Building Improvements	(29,345,446)	(1,618,518)		(30,963,964)
Machinery and Equipment	(7,271,110)	(698,441)	11,426	(7,958,125)
	(38,313,047)	(2,351,419)	11,426	(40,653,040)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	\$ 43,429,988	\$ 1,362,040	\$ (6,784)	\$ 44,785,244
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 911,736		\$ 9,660	\$ 921,396
Building Improvements	114,707			114,707
	1,026,443		9,660	1,036,103
Less Accumulated Depreciation for:				
Machinery and Equipment	(304,125)	\$ (37,783)	(7,721)	(349,629)
Building Improvements	(11,470)	(3,442)		(14,912)
	(315,595)	(41,225)	(7,721)	(364,541)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	\$ 710,848	\$ (41,225)	\$ 1,939	\$ 671,562

The District expended \$3,170,508 towards construction projects in progress during the fiscal year. As of June 30, 2019, the District has \$2,100,857 in active construction projects including \$104,055 of encumbrances.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

(Continued)

NOTE 7. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 1,081,652
Special Instruction	141,085
Student and Instruction Related Services	117,571
General Administration	70,543
School Administration	141,085
Central Services	47,028
Administrative Information Technology	94,057
Operations and Maintenance of Plant	258,657
Student Transportation	399,741
	<u>\$ 2,351,419</u>

NOTE 8. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2019, the District transferred \$587,688 to the capital outlay accounts for equipment and therefore did not require approval from the County Superintendent.

NOTE 9. OPERATING LEASES

The District has a commitment to lease copying equipment under an operating lease which expires in 2022. Future minimum lease payments are as follows:

<u>Fiscal Year Ending</u>	<u>Amount</u>
June 30, 2020	\$ 80,244
June 30, 2021	80,244
June 30, 2022	60,183
Total future minimum lease payments	<u>\$ 220,671</u>

NOTE 10. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2019, the following changes occurred in long-term liabilities reported in the district-wide financial statements:

	<u>Balance</u> <u>6/30/2018</u>	<u>Accrued</u>	<u>Retired</u>	<u>Balance</u> <u>6/30/2019</u>
Serial Bonds Payable	\$ 13,770,000		\$ 1,685,000	\$ 12,085,000
Unamortized Bond Issuance Premium	685,090		106,690	578,400
Net Pension Liability	18,088,687		2,660,960	15,427,727
Capital Leases Payable	1,011,221	\$ 729,286	743,465	997,042
Compensated Absences Payable	1,264,109	139,153	90,061	1,313,201
	<u>\$ 34,819,107</u>	<u>\$ 868,439</u>	<u>\$ 5,286,176</u>	<u>\$ 30,401,370</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable:

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds.

On April 24, 2014, the District issued energy savings obligation refunding bonds of \$7,740,000 with interest rates ranging from 2.0% to 4.0%. The bonds mature on April 15, 2014 through 2035. The energy savings obligation refunding bonds were issued to fund the implementation of the District's energy savings improvement plan ("ESIP"), entailing various permitted energy conservation measures under the ESIP Law, at all six schools in the District. This includes installation of interior and exterior lighting upgrades and replacements, lighting occupancy sensors, energy management systems, HVAC systems and control systems, building exterior weatherization improvements and small-scale solar PV systems.

The ESIP Law (P.L. 2009, c. 4) allowed the District to issue energy savings obligation refunding bonds without voter approval to fund certain improvements that result in reduced energy use, facilities for production of renewable energy or water conservation improvements (collectively, "ECMs"); provided that the value of the savings will cover the cost of the ECMs. The ESIP law provides, however, that notwithstanding any law to the contrary, energy savings obligation refunding bonds shall not be excepted from any budget or school levy limitation otherwise provided by law, and shall be funded through appropriations in the General Fund annual budget, on the basis that the costs of implemented energy conservation measures should be fully offset by energy savings to be generated by such measures (on both an annual and aggregate basis).

The District had serial bonds outstanding as of June 30, 2019 as follows:

Purpose	Issue Date	Interest Rate	Final Maturity Date	Amount
School Refunding Bonds	08/19/10	4.00%	09/01/22	\$ 5,300,000
Energy Savings Improvement Program (ESIP)	04/24/14	2.625%-4.00%	04/15/35	6,785,000
				<u>\$ 12,085,000</u>

Principal and interest due on serial bonds outstanding are as follows:

Fiscal Year Ending June 30,	Bonds		
	Principal	Interest	Total
2020	\$ 1,765,000	\$ 420,662	\$ 2,185,662
2021	1,845,000	348,862	2,193,862
2022	1,935,000	273,663	2,208,663
2023	860,000	218,262	1,078,262
2024	330,000	199,125	529,125
2025-2029	1,985,000	845,512	2,830,512
2030-2034	2,710,000	467,825	3,177,825
2035	655,000	26,200	681,200
	<u>\$ 12,085,000</u>	<u>\$ 2,800,111</u>	<u>\$ 14,885,111</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable: (Cont'd)

The Debt Service Fund will be used to liquidate the school refunding bonds payable. The energy savings improvement program bonds will be liquidated by General Fund.

B. Bonds Authorized But Not Issued:

As of June 30, 2019, the Board had \$260,000 of energy savings improvement program bonds authorized but not issued.

C. Unamortized Bond Issuance Premium:

The unamortized bond issuance premium of the governmental fund types is recorded in the noncurrent liabilities. The current portion of the unamortized bond issuance premium balance of the governmental funds is \$106,690 and is separated from the long-term liability balance of \$471,710.

D. Capital Leases Payable:

The District's capital leases relate to the financing of Jefferson school windows replacement and the purchases of school buses and various technology equipment. The capital leases total \$2,680,834, of which \$1,683,792 has been liquidated as of June 30, 2019. The capital leases are for terms of five years. The following is a schedule of the future minimum lease payments under the District's three capital leases, and the present value of the net minimum lease payments at June 30, 2019.

<u>Fiscal Year Ending</u>	<u>Amount</u>
June 30, 2020	\$ 639,181
June 30, 2021	<u>389,181</u>
Total minimum lease payments	1,028,362
Less: Amount representing interest	<u>(31,320)</u>
Present value of net minimum lease payments	<u><u>\$ 997,042</u></u>

The current portion of capital lease payable at June 30, 2019 in the governmental activities is \$616,954 and the long-term portion is \$380,088. The General Fund will be used to liquidate the capital lease payable in the governmental activities.

E. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is \$89,607 and is separated from the long-term liability balance of compensated absences of \$1,223,594. The General Fund will be used to liquidate the governmental funds Compensated Absences Payable.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2019, \$-0- is recorded for compensated absences in the Enterprise Fund.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
 (Continued)

NOTE 10. LONG-TERM LIABILITIES (Cont'd)

F. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2019 is \$-0- and the long-term portion is \$15,427,727. See Note 11 for further information on the PERS.

NOTE 11. PENSION PLANS

Substantially all of the Board's employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers' Pension and Annuity Fund (TPAF) or the Public Employee's Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP).

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS. The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a members retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 50 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
 (Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability is being paid by the employer in level annual payments over a period of 15 years, which began with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$782,879 for fiscal year 2019. The employee contribution rate was 7.50% effective July 1, 2018.

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

At June 30, 2019, the District reported a liability of \$15,427,727 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 which was rolled forward to June 30, 2018. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2018, the District's proportion was 0.078%, which was an increase of 0.0006% from its proportion measured as of June 30, 2017.

For the fiscal year ended June 30, 2018, the District recognized pension expense of \$285,304. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2014	6.44	\$ 122,112	
	2015	5.72	551,137	
	2016	5.57	1,868,985	
	2017	5.48		\$ 2,843,985
	2018	5.63		2,088,982
			<u>2,542,234</u>	<u>4,932,967</u>
Difference Between Expected and Actual Experience	2015	5.72	152,911	
	2016	5.57	56,718	
	2017	5.48	84,580	
	2018	5.63		79,550
			<u>294,209</u>	<u>79,550</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

	<u>Deferral</u> <u>Year</u>	<u>Amortization</u> <u>Period</u> <u>in Years</u>	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Changes in Proportion	2014	6.44		\$ 376,862
	2015	5.72		375,404
	2016	5.57		93,366
	2017	5.48		373,528
	2018	5.63	\$ 120,419	
			<u>120,419</u>	<u>1,219,160</u>
Net Difference Between Projected and Actual	2015	5.00		(93,225)
Investment Earnings on Pension Plan Investments	2016	5.00		(521,172)
	2017	5.00		469,081
	2018	5.00		290,029
				<u>144,713</u>
District Contribution Subsequent to the				
Measurement Date	2018	1.00	748,081	
			<u>\$ 3,704,943</u>	<u>\$ 6,376,390</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts including changes in proportion and the District contribution subsequent to the measurement date) related to pensions will be recognized in pension expense as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2019	\$ 107,076
2020	(148,249)
2021	(1,063,064)
2022	(921,480)
2023	(295,070)
	<u>\$ (2,320,787)</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2018
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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:

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 participants. 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 2012 to 2013 using Projection Scale AA and 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 Disabled Mortality Table (set back 3 years for males and set forward one 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 pension plan investments (7.00% at June 30, 2018) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2018 are summarized in the following table.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Estate	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%

Discount Rate

The discount rate used to measure the 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 upon the contribution rate in the most recent fiscal year. 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 June 30, 2046. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through June 30, 2046, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

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

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2018 calculated using the discount rate as disclosed below, as well as what the 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 or 1-percentage-point higher than the current rate:

	June 30, 2018		
	1% Decrease (4.66%)	Current Discount Rate (5.66%)	1% Increase (6.66%)
District's proportionate share of the Net Pension Liability	\$ 19,398,589	\$ 15,427,727	\$ 12,096,427

Pension plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which 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 is administered by the State of New Jersey Division of Pensions and Benefits (the Division). For additional information about the TPAF, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/financial-reports.shtml.

Benefits Provided

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 for 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 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Benefits Provided (Cont'd)

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to 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 members 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 the respective tier.

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included 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. For fiscal year 2018, the State's pension contribution was less than the actuarially determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. This note discloses the portion of the District's total proportionate share of the net pension liability that is associated with the District. During the fiscal year ended 2019, the State of New Jersey contributed \$5,559,650 to the TPAF for normal pension benefits on behalf of the District, which is less than the contractually required contribution of \$10,080,494.

The employee contribution rate was 7.50% effective July 1, 2018.

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

At June 30, 2019, the State's proportionate share of the net pension liability associated with the District was \$172,917,654. 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 which was rolled forward to June 30, 2018. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2018, the District's proportion was 0.272%, which was a decrease of 0.009% from its proportion measured as of June 30, 2017.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

District's Proportionate Share of the Net Pension Liability	\$	-0-
State's Proportionate Share of the Net Pension Liability Associated with the District		172,917,654
Total	\$	<u>172,917,654</u>

For the fiscal year ended June 30, 2018, the State recognized pension expense on behalf of the District in the amount of \$10,080,494 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2019 financial statements. The State reported collective deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2014	8.50	\$ 1,076,424,469	
	2015	8.30	3,063,649,492	
	2016	8.30	6,913,685,892	
	2017	8.30		\$ 10,084,192,916
	2018	8.29		5,994,557,085
			<u>11,053,759,853</u>	<u>16,078,750,001</u>
Difference Between Expected and Actual Experience	2014	8.30		10,252,211
	2015	8.50	189,214,650	
	2016	8.30		85,977,601
	2017	8.30	179,419,108	
	2018	8.29	1,051,605,259	
			<u>1,420,239,017</u>	<u>96,229,812</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2015	5.00		(192,642,062)
	2016	5.00		(863,710,381)
	2017	5.00		678,024,787
	2018	5.00		384,121,486
			<u>5,793,830</u>	
			<u>\$ 12,473,998,870</u>	<u>\$ 16,180,773,643</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as follows:

Fiscal Year Ending June 30,	Total
2019	\$ 401,574,312
2020	208,932,249
2021	(222,922,941)
2022	(149,225,008)
2023	(735,040,983)
Thereafter	(3,210,092,402)
	\$ (3,706,774,773)

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:	
2012-2026	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 White 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. Disabled 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.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

(Continued)

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2018) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected_returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in 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	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Estate	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%

Discount Rate – TPAF

The discount rate used to measure the 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 will be made based upon the contribution rate in the most recent fiscal year. The State contributed 50% of the actuarially determined contributions.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 11. PENSION PLANS (Cont'd)

B. Teachers' Pension and Annuity Fund (TPAF) (Cont'd)

Discount Rate – TPAF (Cont'd)

Based on those assumptions, the pension 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 pension 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 State's Proportionate Share of the Net Pension Liability Associated with the District to Changes in the Discount Rate

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2018 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2018		
	1% Decrease (3.86%)	Current Discount Rate (4.86%)	1% Increase (5.86%)
Total Net Pension Liability	\$ 204,385,383	\$ 172,917,654	\$ 146,831,673

Pension Plan Fiduciary Net Position

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

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$96,817 for the fiscal year ended June 30, 2019. Employee contributions to DCRP amounted to \$130,564 for the fiscal year ended June 30, 2019.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
 (Continued)

NOTE 12. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. Health benefits coverage is provided by Horizon Blue Cross/Blue Shield of New Jersey.

Property and Liability Insurance

The District is a member of the School Alliance Insurance Fund (the “Fund”). This public entity risk management pool provides general liability and property and automobile coverage for its members. The District is also a member of the New Jersey Schools Insurance Group (“NJSIG”). The NJSIG is a public entity risk management pool that provides workers’ compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. The Fund and NJSIG are risk-sharing public entity risk pools that are an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum. Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund and NJSIG are elected.

As a member of the Fund and NJSIG, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of either the Fund or NJSIG were to be exhausted, members would become responsible for their respective shares of the Fund/NJSIG’s liabilities. The Fund and NJSIG can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

The June 30, 2019 audit report for the Fund and NJSIG are not available as of the date of this report. Selected, summarized financial information for the Fund and NJSIG as of June 30, 2018 detailed below:

	NJSIG	Fund
Total Assets	\$ 342,337,056	\$ 45,062,979
Net Position	\$ 82,580,855	\$ 12,432,937
Total Revenue	\$ 133,258,299	\$ 42,523,904
Total Expenses	\$ 129,340,074	\$ 40,218,340
Change in Net Position	\$ 3,918,225	\$ 2,305,564
Members Dividends	\$ -0-	\$ -0-

Financial statements for the Fund and NJSIG and are available at their respective Executive Director’s Office:

Public Entity Group Administrative Services
 51 Everett Drive, Suite B-40
 West Windsor, NJ 08550
 (609) 275-1155

New Jersey Schools Insurance Group
 6000 Midlantic Drive, Suite 300 North
 Mount Laurel, NJ 08054
 (609) 386-6060
www.njsig.org

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

(Continued)

NOTE 12. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance

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

Fiscal Year	District Contributions	Interest Earned	Employee Contributions	Amount Reimbursed	Ending Balance
2018-2019	\$ 123,581	\$ -0-	\$ 162,397	\$ 133,047	\$ 487,485
2017-2018	125,000	-0-	112,772	106,704	334,554
2016-2017	125,596	-0-	127,606	114,628	203,486

NOTE 13. ECONOMIC DEPENDENCY

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

NOTE 14. INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 1,282,926	
Special Revenue Fund		\$ 437,254
Capital Projects Fund		836,993
Fiduciary Funds:		
Flexible Spending Trust		8,679
	<u>\$ 1,282,926</u>	<u>\$ 1,282,926</u>

The interfund between the General Fund and the Special Revenue and Capital Projects Funds are due to a deficit in cash and cash equivalents in the Special Revenue and Capital Projects Funds. These deficits are due to timing between expenditure and reimbursement from the State of New Jersey. The interfund payable in the Flexible Spending Trust is prior year unclaimed employee contributions due to the General Fund.

During the fiscal year, the District transferred \$2,329,482 from the Capital Reserve in the General Fund to the Capital Projects Fund to fully fund six other facilities projects.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 15. DEFERRED COMPENSATION

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future fiscal years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

AXA Equitable	Oppenheimer Funds
Lincoln Financial Advisors	Lincoln Investment Planning
Variable Annuity Life Insurance (VALIC)	MetLife
The Legend Group	Security Benefit

NOTE 16. TAX CALENDAR

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Taxes are collected by the constituent municipality and are remitted to the local school district on a predetermined mutually agreed-upon schedule.

NOTE 17. ACCOUNTS PAYABLE

The following accounts payable balances existed as of June 30, 2019:

	Governmental Funds			District Contribution Subsequent to the Measure- ment Date	Total Governmental Activities	Business- Type Activities
	General Fund	Special Revenue Fund	Capital Projects Fund			Proprietary Funds
State of New Jersey				\$ 748,081	748,081	
Vendors	\$ 301,911	\$ 5,867			307,778	
	\$ 301,911	\$ 5,867	\$ -0-	\$ 748,081	\$ 1,055,859	\$ -0-

NOTE 18. COMMITMENTS AND CONTINGENCIES

Grant Programs

The School District participates in state and federally assisted grant programs. The programs are subject to program compliance audits by grantors or their representatives. The School District is potentially liable for expenditures which may be disallowed pursuant to terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 18. COMMITMENTS AND CONTINGENCIES (Cont'd)

Litigation

The District is periodically involved in claims and pending lawsuits. The District estimates that the potential claims against it resulting from such litigation and not covered by insurance would not materially affect the financial statements of the District.

Arbitrage

The District may have a liability for arbitrage payable to the federal government relative to its school bond issues. The amount of liability at June 30, 2019, if any, is unknown.

Encumbrances

At June 30, 2019, there were encumbrances as detailed below in the governmental funds.

General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
\$ 1,474,987	\$ 11,753	\$ 104,055	\$ 1,590,795

On the District's Governmental Funds Balance Sheet as of June 30, 2019, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund, which is \$11,753 less than the actual year-end encumbrances on a budgetary basis. Encumbrances are not recognized on a GAAP basis and are reflected as either a reduction in grant receivables or an increase in unearned revenue. The \$104,055 year-end encumbrances in the Capital Projects Fund is included in the \$87,141 deficit unassigned fund balance on a GAAP basis at June 30, 2019, which is \$2,187,998 less than the budgetary committed fund balance because SDA grant receivable is not recognized on the GAAP basis until reimbursement requests are submitted to the State.

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund)

General Information about the OPEB Plan

A. Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Statement No. 75, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the State Health Benefit Local Education Retired Education Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in GASB Codification Section P50. The State Health Benefits Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

General Information about the OPEB Plan (Cont'd)

B. Plan Description and Benefits Provided (Cont'd)

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A. 52:14-17.32f. According to N.J.S.A. 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 years or more of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

The total nonemployer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits, if any, is the responsibility of the individual education employers.

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at <https://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>.

C. Employees Covered by Benefit Terms

At June 30, 2017, the plan membership consisted of the following:

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	145,050
Active Plan Members	217,131
Total	362,181

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2018 was determined by an actuarial valuation as of June 30, 2017, which was rolled forward to June 30, 2018. The total nonemployer OPEB liability as of June 30, 2017 was determined by an actuarial valuation as of June 30, 2016, which was rolled forward to June 30, 2017.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Inflation Rate	2.50%	2.50%	2.50%
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

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 and July 1, 2011 – June 30, 2014 for TPAF 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.

Mortality Rates

Pre-retirement 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. Post-retirement mortality rates were based on the RP-2006 Headcount-Weighted Health 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 MP-2017 scale.

Health Care Trend Assumptions

For pre-Medicare preferred provider organization (PPO) medical benefits and health maintenance organization (HMO) medical benefits, 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 prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long term rate after seven years. 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.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

Discount Rate

The discount rate for June 30, 2018 and 2017 was 3.87% and 3.58%, respectively, a change of +.29%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. 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.

Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District

	Total OPEB Liability
Balance at June 30, 2017	\$ 165,721,609
Changes for Year:	
Service Cost	4,971,231
Interest on the Total OPEB Liability	6,044,432
Difference between Actual and Expected Experience	(11,461,254)
Changes of Assumptions	(16,628,740)
Gross Benefit Payments by the State	(3,874,747)
Contributions from Members	133,917
Net Changes	(20,815,161)
Balance at June 30, 2018	\$ 144,906,448

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2018, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2018		
	At 1% Decrease (2.87%)	At Discount Rate (3.87%)	At 1% Increase (4.87%)
	Total OPEB Liability Attributable to the District	\$ 171,308,920	\$ 144,906,448

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2018, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2018		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 119,773,619	\$ 144,906,448	\$ 178,145,577

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

For the fiscal year ended June 30, 2019, the District recognized OPEB expense of \$5,697,774 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2018 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources:

	Deferral Year	Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 17,601,334
	2018	9.51		14,880,187
				32,481,521
Differences between Expected and Actual Experience	2018	9.51		14,066,407
Changes in Proportion	N/A	N/A	\$ 2,847,192	480,709
			\$ 2,847,192	\$ 47,028,637

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

NOTE 19. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

State Health Benefit Program Fund – Local Education Retired (including Prescription Drug Program Fund) (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30,	Total
2018	\$ (5,735,875)
2019	(5,735,875)
2020	(5,735,874)
2021	(5,735,874)
2022	(5,735,874)
Thereafter	(17,868,556)
	\$ (46,547,928)

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

ROXBURY TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST FIVE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
District's proportion of the net pension liability	0.0879080154%	0.0814226014%	0.0804038141%	0.0777058812%	0.0783550900%
District's proportionate share of the net pension liability	\$ 16,458,785	\$ 18,277,742	\$ 23,813,304	\$ 18,088,687	\$ 15,427,727
District's covered employee payroll	\$ 5,655,443	\$ 5,465,431	\$ 5,410,830	\$ 5,462,441	\$ 5,349,876
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	291.03%	334.42%	440.10%	331.15%	288.38%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

ROXBURY TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST FIVE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Contractually required contribution	\$ 724,701	\$ 700,016	\$ 717,605	\$ 758,062	\$ 782,879
Contributions in relation to the contractually required contribution	<u>(724,701)</u>	<u>(700,016)</u>	<u>(717,605)</u>	<u>(758,062)</u>	<u>(782,879)</u>
Contribution deficiency/(excess)	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
District's covered employee payroll	\$ 6,110,275	\$ 5,655,443	\$ 5,465,431	\$ 5,410,830	\$ 5,462,441
Contributions as a percentage of covered employee payroll	11.86%	12.38%	13.13%	14.01%	14.33%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

ROXBURY TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF THE STATE'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST FIVE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
State's proportion of the net pension liability attributable to the District	0.2823140342%	0.2838710877%	0.2848933108%	0.2810293175%	0.2718068090%
State's proportionate share of the net pension liability attributable to the District	\$ 150,887,663	\$ 179,418,650	\$ 224,115,218	\$ 189,480,099	\$ 172,917,654
District's covered employee payroll	\$ 28,514,332	\$ 28,760,876	\$ 28,149,592	\$ 29,328,741	\$ 28,231,178
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	529.16%	623.83%	796.16%	646.06%	612.51%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

ROXBURY TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS
TEACHERS' PENSION AND ANNUITY FUND
LAST FIVE FISCAL YEARS
UNAUDITED

	Fiscal Year Ending June 30,				
	2015	2016	2017	2018	2019
Contractually required contribution	\$ 8,119,173	\$ 10,955,124	\$ 16,839,140	\$ 13,126,222	\$ 10,080,494
Contributions in relation to the contractually required contribution	(1,534,711)	(2,280,967)	(3,050,500)	(4,002,755)	(5,559,650)
Contribution deficiency/(excess)	<u>\$ 6,584,462</u>	<u>\$ 8,674,157</u>	<u>\$ 13,788,640</u>	<u>\$ 9,123,467</u>	<u>\$ 4,520,844</u>
District's covered employee payroll	\$ 28,760,876	\$ 28,149,592	\$ 29,328,741	\$ 28,231,178	\$ 29,142,608
Contributions as a percentage of covered employee payroll	5.34%	8.10%	10.40%	14.18%	19.08%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

ROXBURY TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF THE TOTAL OPEB
LIABILITY ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS
LAST FISCAL YEAR
UNAUDITED

	Fiscal Year Ending	
	2017	2018
Total OPEB Liability		
Service Cost	\$ 5,989,340	\$ 4,971,231
Interest Cost	5,230,192	6,044,432
Difference between Expected and Actual Experience		(11,461,254)
Changes in Assumptions	(21,162,559)	(16,628,740)
Member Contributions	141,342	133,917
Gross Benefit Payments	(3,838,464)	(3,874,747)
Net Change in Total OPEB Liability	(13,640,149)	(20,815,161)
Total OPEB Liability - Beginning	179,361,758	165,721,609
Total OPEB Liability - Ending	<u>\$ 165,721,609</u>	<u>\$ 144,906,448</u>
District's Covered Employee Payroll	\$ 34,791,182	\$ 33,581,054
Total OPEB Liability as a Percentage of Covered Employee Payroll	476%	432%

Note: This schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate changed from 5.00% as of June 30, 2017 to 5.66% as of June 30, 2018. The municipal bond rate changed from 3.58% to 3.87%.

The mortality rates utilized in the July 1, 2016 valuation were as follows: Pre-retirement mortality rates were based on the RP-2000 Employee Pre-retirement Mortality Table for male and female active participants. 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 plan actuary's modified MP-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 and a one year static projection based on mortality improvement Scale AA. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from the base year of 2013 using a generational approach based on the plan actuary's modified MP-2014 projection scale. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward one year for females).

The mortality rates utilized in the July 1, 2017 valuation were as follows: Pre-retirement mortality rates were based on the RP-2000 Employee Pre-retirement Mortality Table for male and female active participants. 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 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 Disabled Mortality Table (set back 3 years for males and set forward one year for females).

B. TEACHERS PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate changed from 4.25% as of June 30, 2017 to 4.86% as of June 30, 2018. The municipal bond rate changed from 3.58 to 3.87%.

The salary increases in the July 1, 2016 valuation were as follows: 2012-2021 and thereafter – varies based on experience. The salary increases in the July 1, 2017 valuation are as follows: 2011-2026 – 1.55% - 4.55% and thereafter – 2% - 5.45%.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

B. TEACHERS PENSION AND ANNUITY FUND (Cont'd)

Changes of Actuarial Assumptions (Cont'd)

The morality rates utilized in the July 1, 2016 valuation were as follows: Pre-retirement, post-retirement and disabled mortality rates were based on the experience of TPAF members reflecting mortality improvement on a generational basis based on a 60-year average of Social Security data from 1953 to 2013.

The morality rates utilized in the July 1, 2017 valuation were as follows: 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 White 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. Disabled 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.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate changed from 3.58% as of June 30, 2017 to 3.87% as of June 30, 2018.

The mortality rates in the valuation as of June 30, 2017 were based on the following:

Preretirement mortality rates were based on the RP-2014 Headcount-Weighted Healthy Employee Male/Female Mortality Table with fully generational mortality improvement projections from the central year using MP-2017 scale. Postretirement mortality rates were based on the RP-2014 Headcount-Weighted Health 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-2014 Headcount-Weighted Disabled Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale.

The mortality rates in the valuation as of June 30, 2018 were based on the following:

Pre-retirement 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. Post-retirement mortality rates were based on the RP-2006 Headcount-Weighted Health 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 MP-2017 scale.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN (Cont'd)

Changes of Actuarial Assumptions (Cont'd)

The health care trend rates in the valuation as of June 30, 2018 were based on the following:

For pre-Medicare preferred provider organization (PPO) medical benefits, this amount initially is 5.8% and decreases to a 5.0% long term trend rate after eight years. For self-insured post 65 PPO medical benefits, the trend rate is 4.5%. For health maintenance organization (HMO) medical benefits, the trend rate is initially 5.8% and decreases to a 5.0% long term rate after eight years. For prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%. The assumed Medicare Advantage trend rate is 4.5% in all future years.

The health care trend rates in the valuation as of June 30, 2017 were based on the following:

For pre-Medicare preferred provider organization (PPO) medical benefits and health maintenance organization (HMO) medical benefits, 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 prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long term rate after seven years. 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.

BUDGETARY COMPARISON SCHEDULES

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

REVENUES:	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Local Sources:					
Local Tax Levy	\$ 55,379,778		\$ 55,379,778	\$ 55,379,778	
Tuition From Other LEAs	3,583,128		3,583,128	4,357,342	\$ 774,214
Transportation Fees From Individuals	200,000		200,000	77,101	(122,899)
Transportation Fees From Other LEAs				663,313	663,313
Rents and Royalties	30,000		30,000	74,408	44,408
Interest Earned on Capital Reserve Funds	26,000		26,000	37,985	11,985
Unrestricted Miscellaneous Revenue	270,000		270,000	539,345	269,345
Total - Local Sources	59,488,906		59,488,906	61,129,272	1,640,366
State Sources:					
Equalization Aid	10,300,890		10,300,890	10,300,890	
School Choice Aid	367,227		367,227	367,227	
Transportation Aid	558,875		558,875	558,875	
Special Education Aid	2,433,575		2,433,575	2,433,575	
Security Aid	61,433		61,433	61,433	
Extraordinary Special Education Costs Aid				632,450	632,450
Excess Nonpublic School Transportation Costs				36,877	36,877
On-Behalf TPAF Post Retirement Contributions (Non-Budgeted)				2,574,637	2,574,637
On-Behalf TPAF Pension Contributions (Non-Budgeted)				5,559,650	5,559,650
On-Behalf TPAF Non-Contributory Insurance (Non-Budgeted)				116,378	116,378
On-Behalf TPAF Long-Term Disability Insurance (Non-Budgeted)				6,270	6,270
TPAF Social Security (Reimbursed - Non-Budgeted)				2,213,310	2,213,310
Total State Sources	13,722,000		13,722,000	24,861,572	11,139,572
Federal Sources:					
Medicaid Assistance Program	47,111		47,111	85,924	38,813
Total - Federal Sources	47,111		47,111	85,924	38,813
Total Revenues	73,258,017		73,258,017	86,076,768	12,818,751

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 847,290		\$ 847,290	791,316	\$ 55,974
Grades 1-5 - Salaries of Teachers	6,102,294	\$ (155,000)	5,947,294	5,714,160	233,134
Grades 6-8 - Salaries of Teachers	3,935,366	(5,070)	3,930,296	3,910,736	19,560
Grades 9-12 - Salaries of Teachers	8,177,179	(116,985)	8,060,194	8,059,188	1,006
Regular Programs - Home Instruction:					
Salaries of Teachers	25,000	(11,347)	13,653	13,653	
Purchased Professional-Educational Services	15,000	17,500	32,500	18,931	13,569
Regular Programs - Undistributed Instruction:					
Purchased Professional-Educational Services	39,895	3,357	43,252	39,082	4,170
Other Purchased Services (400-500 series)	878,267	(7,660)	870,607	832,638	37,969
General Supplies	911,569	25,270	936,839	842,059	94,780
Textbooks	330,483	(107,310)	223,173	203,096	20,077
Other Objects	3,245		3,245	877	2,368
Total Regular Programs - Instruction	21,265,588	(357,245)	20,908,343	20,425,736	482,607
Special Education - Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	378,759	16,288	395,047	391,142	3,905
Other Salaries for Instruction	321,712	(12,092)	309,620	242,260	67,360
General Supplies	6,050		6,050	1,926	4,124
Textbooks	3,300		3,300		3,300
Total Learning and/or Language Disabilities	709,821	4,196	714,017	635,328	78,689
Auditory Impairments:					
General Supplies		100	100		100
Total Auditory Impairments		100	100		100
Behavioral Disabilities:					
Salaries of Teachers	437,976	4,067	442,043	440,511	1,532
Other Salaries for Instruction	181,144	38,014	219,158	219,158	
General Supplies	1,050		1,050		1,050
Textbooks	2,100	(1,150)	950		950
Total Behavioral Disabilities	622,270	40,931	663,201	659,669	3,532

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Special Education - Instruction: (Cont'd)					
Multiple Disabilities:					
Salaries of Teachers	\$ 131,045	\$ 7,561	\$ 138,606	\$ 138,606	
Other Salaries for Instruction	106,727	(3,675)	103,052	92,459	\$ 10,593
Purchased Professional-Educational Services	205,000	(89,629)	115,371	115,371	
General Supplies	20,400	(8,237)	12,163	12,163	
Textbooks	800		800		800
Other Objects	5,250		5,250	5,242	8
Total Multiple Disabilities	<u>469,222</u>	<u>(93,980)</u>	<u>375,242</u>	<u>363,841</u>	<u>11,401</u>
Resource Room/Resource Center:					
Salaries of Teachers	3,238,401	(6,392)	3,232,009	3,232,009	
Other Salaries for Instruction	400,621	38,211	438,832	438,832	
General Supplies	17,550	(1,501)	16,049	15,683	366
Textbooks	5,700		5,700	295	5,405
Total Resource Room/Resource Center	<u>3,662,272</u>	<u>30,318</u>	<u>3,692,590</u>	<u>3,686,819</u>	<u>5,771</u>
Autism:					
Salaries of Teachers	245,217		245,217	237,035	8,182
Other Salaries for Instruction	182,525	(55,285)	127,240	125,119	2,121
Purchased Professional-Educational Services	193,680	(70,000)	123,680	59,839	63,841
General Supplies	3,000	1,500	4,500	4,278	222
Textbooks	1,500		1,500		1,500
Total Autism	<u>625,922</u>	<u>(123,785)</u>	<u>502,137</u>	<u>426,271</u>	<u>75,866</u>
Preschool Disabilities - Part-Time:					
Salaries of Teachers	58,834	(5,448)	53,386	51,772	1,614
Other Salaries for Instruction	37,585	7,191	44,776	44,776	
General Supplies	1,252		1,252	735	517
Total Preschool Disabilities - Part-Time	<u>97,671</u>	<u>1,743</u>	<u>99,414</u>	<u>97,283</u>	<u>2,131</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Special Education - Instruction:					
Preschool Disabilities - Full-Time:					
Salaries of Teachers	\$ 160,470	\$ (30,886)	\$ 129,584	\$ 123,862	\$ 5,722
Other Salaries for Instruction	45,668	1,652	47,320	47,320	
General Supplies	1,100		1,100	782	318
Other Objects	2,500		2,500	2,500	
Total Preschool Disabilities - Full-Time	209,738	(29,234)	180,504	171,964	8,540
Home Instruction:					
Salaries of Teachers	15,000	(3,438)	11,562	11,562	
Purchased Professional-Educational Services	52,829	101,500	154,329	121,352	32,977
Total Home Instruction	67,829	98,062	165,891	132,914	32,977
Total Special Education - Instruction	6,464,745	(71,649)	6,393,096	6,174,089	219,007
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	511,693	60,337	572,030	572,030	
General Supplies	5,000		5,000	2,000	3,000
Total Basic Skills/Remedial - Instruction	516,693	60,337	577,030	574,030	3,000
Bilingual Education - Instruction:					
Salaries of Teachers	242,418	46,449	288,867	288,867	
Other Purchased Services (400-500 series)	500		500	164	336
General Supplies	2,500		2,500	2,042	458
Total Bilingual Education - Instruction	245,418	46,449	291,867	291,073	794
School Sponsored Cocurricular Activities:					
Salaries	231,500	6,835	238,335	229,763	8,572
Purchased Services (300-500 series)	29,143	(6,835)	22,308	16,410	5,898
Supplies and Materials	46,670	(18,030)	28,640	24,119	4,521
Other Objects	46,020	4,000	50,020	49,057	963
Total School-Sponsored Cocurricular Activities	353,333	(14,030)	339,303	319,349	19,954

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

EXPENDITURES:	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
CURRENT EXPENSE:					
School-Sponsored Athletics:					
Salaries	\$ 748,103	\$ 31,594	\$ 779,697	\$ 716,926	\$ 62,771
Purchased Services (300-500 series)	183,771	15,479	199,250	165,023	34,227
Supplies and Materials	131,630	11,869	143,499	110,680	32,819
Other Objects	129,250	(5,765)	123,485	108,049	15,436
Total School-Sponsored Athletics	<u>1,192,754</u>	<u>53,177</u>	<u>1,245,931</u>	<u>1,100,678</u>	<u>145,253</u>
Total Instruction	<u>30,038,531</u>	<u>(282,961)</u>	<u>29,755,570</u>	<u>28,884,955</u>	<u>870,615</u>
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Regular	60,000		60,000	15,710	44,290
Tuition to Other LEAs Within the State - Special	735,668	24,659	760,327	724,673	35,654
Tuition to County Vocational School - Regular	427,700		427,700	368,081	59,619
Tuition to County Vocational School - Special	40,000		40,000	16,500	23,500
Tuition to CSSD & Regional Day Schools	73,628		73,628	3,925	69,703
Tuition to Private Schools for the Handicapped Within State	1,935,723	(157,950)	1,777,773	1,531,440	246,333
Tuition - State Facilities	81,494		81,494	81,494	
Tuition - Other	2,000	2,000	2,000	2,000	
Total Instruction	<u>3,354,213</u>	<u>(131,291)</u>	<u>3,222,922</u>	<u>2,743,823</u>	<u>479,099</u>
Attendance and Social Work Services:					
Salaries	94,302		94,302	87,693	6,609
Unused Vacation Payment to Terminated/Retired Staff		1,436	1,436	1,436	
Supplies and Materials	640		640	492	148
Total Attendance and Social Work Services	<u>94,942</u>	<u>1,436</u>	<u>96,378</u>	<u>89,621</u>	<u>6,757</u>
Health Services:					
Salaries	653,396	38,662	692,058	667,502	24,556
Purchased Professional and Technical Services	33,500		33,500	30,568	2,932
Supplies and Materials	25,416	1	25,417	16,890	8,527
Total Health Services	<u>712,312</u>	<u>38,663</u>	<u>750,975</u>	<u>714,960</u>	<u>36,015</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Speech, OT, PT & Related Services:					
Salaries	\$ 748,092	\$ 47,122	\$ 795,214	\$ 795,214	\$ 47,098
Purchased Professional - Educational Services	649,069	(36,485)	612,584	565,486	3,170
Supplies and Materials	15,450		15,450	12,280	3,170
Total Speech, OT, PT & Related Services	1,412,611	10,637	1,423,248	1,372,980	50,268
Other Support Services - Extraordinary Services:					
Salaries	571,240	254,927	826,167	826,167	
Purchased Professional - Educational Services	1,047,531	(362,822)	684,709	562,420	122,289
Total Other Support Services - Extraordinary Services	1,618,771	(107,895)	1,510,876	1,388,587	122,289
Guidance:					
Salaries of Other Professional Staff	976,565	10,180	986,745	986,745	
Salaries of Secretarial and Clerical Assistants	149,911		149,911	134,728	15,183
Purchased Professional-Educational Services	57,300	5,455	62,755	55,943	6,812
Purchased Professional and Technical Services	5,814		5,814	1,286	4,528
Other Purchased Services (400-500 series)	19,420		19,420	15,564	3,856
Supplies and Materials	7,895	19,147	27,042	22,645	4,397
Other Objects	2,486	(150)	2,336	1,075	1,261
Total Guidance	1,219,391	34,632	1,254,023	1,217,986	36,037
Child Study Team:					
Salaries of Other Professional Staff	1,215,328		1,215,328	1,188,933	26,395
Salaries of Secretarial and Clerical Assistants	242,532	(2,221)	240,311	192,169	48,142
Unused Vacation Payment to Terminated/Retired Staff		2,221	2,221	2,221	
Purchased Professional - Educational Services	67,236		67,236	66,089	1,147
Other Purchased Professional and Technical Services	50,083		50,083	40,675	9,408
Other Purchased Services (400-500 series)	1,920		1,920	40	1,880
Miscellaneous Purchased Services	10,238		10,238	4,844	5,394

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Child Study Team: (Cont'd)					
Supplies and Materials	\$ 28,551	\$ 14,500	\$ 43,051	\$ 27,666	\$ 15,385
Other Objects	1,050		1,050	769	281
Total Child Study Team	<u>1,616,938</u>	<u>14,500</u>	<u>1,631,438</u>	<u>1,523,406</u>	<u>108,032</u>
Improvement of Instructional Services:					
Salaries of Other Professional Staff	402,184	(8,290)	393,894	371,917	21,977
Salaries of Secretarial and Clerical Assistants	45,000		45,000	44,918	82
Purchased Professional - Educational Services	27,584	7,902	35,486	35,486	
Supplies and Materials	180,000	3	180,003	180,003	
Total Improvement of Instructional Services	<u>654,768</u>	<u>(385)</u>	<u>654,383</u>	<u>632,324</u>	<u>22,059</u>
Educational Media Services/School Library:					
Salaries	427,657		427,657	368,184	59,473
Purchased Professional and Technical Services	19,825		19,825	17,862	1,963
Supplies and Materials	80,262	(4,078)	76,184	65,699	10,485
Total Educational Media Services/School Library	<u>527,744</u>	<u>(4,078)</u>	<u>523,666</u>	<u>451,745</u>	<u>71,921</u>
Instructional Staff Training Services:					
Salaries of Other Professional Staff	402,184	(6,226)	395,958	361,166	34,792
Salaries of Secretarial and Clerical Assistants	27,584		27,584	27,516	68
Other Salaries	20,000	9,255	29,255	29,255	
Purchased Professional - Educational Services	61,150	41,764	102,914	57,246	45,668
Other Purchased Services (400-500 series)	78,410	(7,168)	71,242	52,948	18,294
Supplies and Materials	400	147	547	147	400
Total Instructional Staff Training Services	<u>589,728</u>	<u>37,772</u>	<u>627,500</u>	<u>528,278</u>	<u>99,222</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
General Administration:					
Salaries	\$ 541,910	\$ 9,767	\$ 551,677	\$ 495,727	\$ 55,950
Legal Services	130,000	(16,508)	113,492	55,741	57,751
Audit Fees	57,430		57,430	57,430	
Architectural/Engineering Services	65,195	37,214	102,409	49,747	52,662
Other Purchased Professional Services	130,000	(41,415)	88,585	49,589	38,996
Communications/Telephone	88,250	18,447	106,697	86,297	20,400
BOE Other Purchased Services	6,000		6,000	2,458	3,542
Other Purchased Services (400-500)	22,500	286	22,786	21,837	949
General Supplies	24,898	(413)	24,485	17,702	6,783
Judgments Against the School District	19,680	93,500	93,500	93,500	
Miscellaneous Expenditures	30,000	(352)	19,328	11,063	8,265
BOE Membership Dues and Fees		(1,320)	28,680	28,036	644
Total General Administration	1,115,863	99,206	1,215,069	969,127	245,942
School Administration:					
Salaries of Principals/Assistant Principals	1,505,464		1,505,464	1,429,648	75,816
Salaries of Other Professional Staff	521,720	125,000	646,720	512,469	134,251
Salaries of Secretarial and Clerical Assistants	690,850	(17,907)	672,943	653,707	19,236
Unused Vacation Payment to Terminated/Retired Staff	22,427		22,427	15,795	6,632
Purchased Professional and Technical Services	5,000		5,000	2,691	2,309
Other Purchased Services (400-500)	5,100	980	6,080	3,801	2,279
Supplies and Materials	64,082	11,423	75,505	68,647	6,858
Other Objects	49,765	240	50,005	43,578	6,427
Total School Administration	2,864,408	119,736	2,984,144	2,730,336	253,808
Central Services:					
Salaries	748,276	47,470	795,746	737,539	58,207
Unused Vacation Payment to Terminated/Retired Staff		5,992	5,992	5,992	
Purchased Professional Services	8,000	(5,992)	2,008	850	1,158
Purchased Technical Services	90,500	(2,208)	88,292	88,292	

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Central Services (Cont'd):					
Miscellaneous Purchased Services (400-500)	\$ 49,000	\$ 58,225	\$ 107,225	\$ 82,160	\$ 25,065
Supplies and Materials	22,816	(4,180)	18,636	15,433	3,203
Miscellaneous Expenditures	6,500	4,116	10,616	9,441	1,175
Total Central Services	925,092	103,423	1,028,515	939,707	88,808
Administrative Information Technology:					
Salaries	502,430		502,430	485,359	17,071
Other Purchased Services (400-500)	527,201	(43,025)	484,176	434,301	49,875
Supplies and Materials	432,510	(342)	432,168	311,444	120,724
Other Objects	2,540		2,540	1,390	1,150
Total Administrative Information Technology	1,464,681	(43,367)	1,421,314	1,232,494	188,820
Required Maintenance for School Facilities:					
Salaries	604,639		604,639	516,404	88,235
Cleaning, Repair and Maintenance Services	1,173,178	452,821	1,625,999	817,162	808,837
General Supplies	570,456	10,277	580,733	240,956	339,777
Other Objects	2,000		2,000		2,000
Total Required Maintenance for School Facilities	2,350,273	463,098	2,813,371	1,574,522	1,238,849
Custodial Services:					
Salaries	301,305	2,462	303,767	291,760	12,007
Purchased Professional and Technical Services	53,500		53,500	44,104	9,396
Cleaning, Repair and Maintenance Services	2,189,926	4,000	2,193,926	2,191,032	2,894
Rental of Land & Bldg. Other Than Lease Pur Agrmt	32,000	(2,462)	29,538	5,803	23,735
Other Purchased Property Services	124,500		124,500	106,719	17,781
Insurance	333,326	54,874	388,200	341,088	47,112
Miscellaneous Purchased Services	7,500		7,500	1,669	5,831
General Supplies	161,500		161,500	149,217	12,283
Energy (Natural Gas)	280,500	69,083	349,583	338,048	11,535

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Custodial Services (Cont'd):					
Energy (Electricity)	\$ 750,000	\$ (129,083)	\$ 620,917	\$ 595,721	\$ 25,196
Interest - Energy Savings Improvement Program Bonds	248,063		248,063	248,063	
Principal - Energy Savings Impr Prog Bonds	225,000		225,000	225,000	
Other Objects	10,000		10,000	5,549	4,451
Total Custodial Services	4,717,120	(1,126)	4,715,994	4,543,773	172,221
Care & Upkeep of Grounds:					
Salaries	257,481	(20,067)	237,414	235,892	1,522
Cleaning, Repair and Maintenance Services	44,900	95,052	139,952	136,592	3,360
General Supplies	102,500	(46,024)	56,476	56,146	330
Total Care & Upkeep of Grounds	404,881	28,961	433,842	428,630	5,212
Security:					
Salaries	160,647	49,778	210,425	210,425	
Cleaning, Repair and Maintenance Services		43,025	43,025	43,025	
General Supplies	25,700	(9,193)	16,507	9,861	6,646
Total Security	186,347	83,610	269,957	263,311	6,646
Student Transportation Services:					
Salaries for Pupil Transportation:					
Between Home and School - Regular	2,454,452	25,859	2,480,311	2,478,134	2,177
Between Home and School - Special Education	35,418	122,303	157,721	151,165	6,556
Other than Between Home and School	110,000	(40,049)	69,951	69,951	
Between Home and School - Non Public Schools	79,000	109	79,109	78,384	725
Unused Vacation Payment to Terminated/Retired Staff		5,436	5,436	5,436	
Other Purchased Professional and Technical Services	10,000	39	10,039	9,941	98
Cleaning, Repair and Maintenance Services	95,000	(27,729)	67,271	66,211	1,060
Lease Payments - Buses	139,181		139,181	139,181	
Aid in Lieu of Payments for Nonpublic School Students	100,000	(12,739)	87,261	82,622	4,639

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Undistributed Expenditures: (Cont'd)					
Student Transportation Services (Cont'd):					
Contracted Services:					
Other than Home and School -Vendors	\$ 10,000	\$ (6,685)	\$ 3,315	\$ 3,314	\$ 1
Between Home and School - Joint Agreements	60,000	(23,925)	36,075	33,178	2,897
Special Education Students - Vendors	8,000	1,967	9,967	9,967	
Special Education Students - Joint Agreements	750,000	281,862	1,031,862	1,031,862	
Regular Education Students - ESCs & CTSA's	90,000	1,426	91,426	91,426	
Miscellaneous Purchased Services - Transportation	127,340	(53,830)	73,510	72,549	961
General Supplies	560,126	36,583	596,709	537,963	58,746
Other Objects	6,500		6,500	6,490	10
Total Student Transportation Services	4,635,017	310,627	4,945,644	4,867,774	77,870
Unallocated Benefits:					
Social Security Contributions	900,000	19	900,019	875,485	24,534
Other Retirement Contributions - PERS	790,400	(1,600)	788,800	782,879	5,921
Other Retirement Contributions - Regular	84,852	14,105	98,957	96,817	2,140
Unemployment Compensation	125,000		125,000	125,000	
Workmen's Compensation	226,304		226,304	225,805	499
Health Benefits	9,518,000	(1,036,973)	8,481,027	8,102,820	378,207
Tuition Reimbursement	122,000	32,412	154,412	148,868	5,544
Other Employee Benefits	589,200	(10,999)	578,201	346,364	231,837
Total Unallocated Benefits	12,355,756	(1,003,036)	11,352,720	10,704,038	648,682
On-Behalf Contributions (Non-budgeted):					
TPAF Post Retirement Contributions (Non-Budgeted)				2,574,637	(2,574,637)
TPAF Pension Contributions (Non-Budgeted)				5,559,650	(5,559,650)
TPAF Non-Contributory Insurance (Non-Budgeted)				116,378	(116,378)
TPAF Long-Term Disability Insurance (Non-Budgeted)				6,270	(6,270)
Reimbursed TPAF Social Security Contributions				2,213,310	(2,213,310)
Total On-Behalf Contributions (Non-Budgeted)				10,470,245	(10,470,245)

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Total Employee Benefits	\$ 12,355,756	\$ (1,003,036)	\$ 11,352,720	\$ 21,174,283	\$ (9,821,563)
Total Undistributed Expenditures	42,820,856	55,123	42,875,979	49,387,667	(6,511,688)
TOTAL GENERAL CURRENT EXPENSE	72,859,387	(227,838)	72,631,549	78,272,622	(5,641,073)
CAPITAL OUTLAY:					
Equipment:					
Regular Programs - Instruction:					
Grades 1-5		7,500	7,500	7,500	
Grades 6-8	33,317	(17,390)	15,927	13,577	2,350
Grades 9-12	7,000	50,628	57,628	55,741	1,887
Special Education - Instruction:					
Multiple Disabilities	7,600		7,600		7,600
School-Sponsored/Athletics	39,697	10,850	50,547	50,547	
Undistributed Expenditures:					
General Administration	3,469		3,469	3,469	
Administrative Information Technology	304,191		304,191	273,944	30,247
Required Maint for School Fac.	251,397		251,397	249,924	1,473
Custodial Services		50,712	50,712	13,100	37,612
Care and Upkeep of Grounds	90,500	(37,612)	52,888	12,957	39,931
Student Transportation - Non-Instructional	16,596	5,000	21,596	21,484	112
School Buses - Regular		518,000	518,000		518,000
School Buses - Special	59,584		59,584	59,584	
Total Equipment	813,351	587,688	1,401,039	761,827	639,212
Facilities Acquisition and Construction Services:					
Assessment for Debt Service on SDA Funding	56,664		56,664	56,664	
Total Facilities Acquisition and Construction Services	56,664		56,664	56,664	

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CAPITAL OUTLAY: (Cont'd)					
Assets Acquired Under Capital Leases (Non-Budgeted):					
Regular Programs - Equipment				729,286	\$ (729,286)
Total Assets Acquired Under Capital Leases (Non-Budgeted)				729,286	(729,286)
TOTAL CAPITAL OUTLAY	\$ 870,015	\$ 587,688	\$ 1,457,703	1,547,777	(90,074)
Special Schools:					
Other Special Schools - Instruction:					
Salaries of Teachers	115,000	5,070	120,070	120,070	
Other Salaries for Instruction	68,000	15,966	83,966	83,966	
Total Other Special Schools - Instruction	183,000	21,036	204,036	204,036	
Other Special Schools - Support Services:					
Salaries		735	735	735	
Total Other Special Schools - Support Services		735	735	735	
Total Other Special Schools	183,000	21,771	204,771	204,771	
Total Special Schools	183,000	21,771	204,771	204,771	
Transfer of Funds to Charter Schools	213,148		213,148	213,148	
TOTAL EXPENDITURES	74,125,550	381,621	74,507,171	80,238,318	(5,731,147)
Excess/(Deficit) of Revenues Over/(Under) Expenditures	(867,533)	(381,621)	(1,249,154)	5,838,450	7,087,604

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Other Financing Sources/(Uses):					
Transfer from Flexible Spending Trust Fund				\$ 3,642	\$ 3,642
Capital Reserve - Transfer to Capital Projects Fund				(2,329,482)	(2,329,482)
Capital Reserve - Transfer to Debt Service Fund				(199)	(199)
Unexpended Balance Transfer from Capital Projects Fund				4,002	4,002
Capital Reserve - Unexpended Balance Transfer from Capital Projects Fund				3,244	3,244
Emergency Reserve - Unexpended Balance Transfer from Capital Projects Fund				161,106	161,106
Capital Leases (Non-budgeted)				729,286	729,286
Total Other Financing Sources/(Uses)				<u>(1,428,401)</u>	<u>(1,428,401)</u>
Excess/(Deficit) of Revenues and Other Financing Sources	(867,533)	(381,621)	(1,249,154)	4,410,049	5,659,203
Over/(Under) Expenditures and Other Financing Uses					
Fund Balance, July 1	13,896,195		13,896,195	13,896,195	
Fund Balance, June 30	<u>\$ 13,028,662</u>	<u>\$ (381,621)</u>	<u>\$ 12,647,041</u>	<u>\$ 18,306,244</u>	<u>\$ 5,659,203</u>
Recapitulation:					
Restricted Fund Balance:					
Capital Reserve				\$ 7,926,731	
Maintenance Reserve				1,975,104	
Emergency Reserve				216,106	
Excess Surplus - Restricted For 2020-2021				2,190,115	
Excess Surplus - Restricted For 2019-2020				2,426,509	
Assigned Fund Balance:					
Year End Encumbrances				1,474,987	
Designated for Subsequent Year's Expenditures				-0-	
Unassigned Fund Balance				<u>2,096,692</u>	
				18,306,244	
Reconciliation to Governmental Funds Statement (GAAP):					
Last State Aid Payments not Recognized on GAAP basis				<u>(1,350,185)</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 16,956,059</u>	

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
 (UNAUDITED)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources		\$ 81,786	\$ 81,786	\$ 26,504	\$ (55,282)
State Sources	\$ 236,174	87,987	324,161	222,832	(101,329)
Federal Sources	925,651	413,263	1,338,914	1,211,388	(127,526)
Total Revenues	1,161,825	583,036	1,744,861	1,460,724	(284,137)
EXPENDITURES:					
Instruction:					
Salaries of Teachers		197,433	197,433	187,504	9,929
Purchased Professional and Technical Services	116,183	113,867	230,050	131,486	98,564
Tuition	871,369	15,555	886,924	863,532	23,392
General Supplies		160,221	160,221	108,841	51,380
Textbooks	58,090	(42,925)	15,165	14,932	233
Other Objects		8,050	8,050	1,155	6,895
Total Instruction	1,045,642	452,201	1,497,843	1,307,450	190,393
Support Services:					
Salaries of Program Directors		6,967	6,967	6,967	
Personal Services - Employee Benefits		15,317	15,317	14,877	440
Purchased Professional and Technical Services		153,946	153,946	82,059	71,887
Purchased Professional and Educational Services	116,183	(88,441)	27,742	27,742	
Other Purchased Services		34,146	34,146	12,751	21,395
Supplies and Materials		8,900	8,900	8,878	22
Total Support Services	116,183	130,835	247,018	153,274	93,744
Total Expenditures	\$ 1,161,825	\$ 583,036	\$ 1,744,861	\$ 1,460,724	\$ 284,137

ROXBURY TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

Note A - Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 86,076,768	\$ 1,460,724
Difference - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognized Encumbrances as Expenditures and Revenue while the GAAP Basis does not:		
Current Year Encumbrances		(11,753)
Prior Year Encumbrances		4,711
Prior Year State Aid Payments Recognized for GAAP Purposes, not Recognized for Budgetary Statements	1,370,489	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(1,350,185)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 86,097,072</u>	<u>\$ 1,453,682</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 80,238,318	\$ 1,460,724
Differences - Budget to GAAP:		
Encumbrances for Supplies and Equipment Ordered but Not Received are Reported in the Year the Order is Placed for Budgetary Purposes, but in the Year the Supplies are Received for Financial Reporting Purposes:		
Current Year Encumbrances		(11,753)
Prior Year Encumbrances		4,711
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 80,238,318</u>	<u>\$ 1,453,682</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(UNAUDITED)

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budget for the fiscal year ended June 30, 2019 was submitted to the County office and was approved by a vote of the Board of Education. 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. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are not substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. 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 grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

ROXBURY TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Nonpublic				
	Local Donations	Textbooks	Nursing	Technology Initiative	Security Aid
REVENUES:					
Local Sources	\$ 26,504				
State Sources		\$ 14,932	\$ 27,742	\$ 10,002	\$ 40,490
Federal Sources					
Total Revenues	<u>26,504</u>	<u>14,932</u>	<u>27,742</u>	<u>10,002</u>	<u>40,490</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers					
Purchased Professional and Technical Services					
Tuition					
General Supplies	16,471			10,002	40,490
Textbooks		14,932			
Other Objects	1,155				
Total Instruction	<u>17,626</u>	<u>14,932</u>		<u>10,002</u>	<u>40,490</u>
Support Services:					
Salaries of Program Directors					
Personal Services - Employee Benefits					
Purchased Professional and Technical Services			27,742		
Purchased Professional and Educational Services					
Other Purchased Services					
Supplies and Materials	8,878				
Total Support Services	<u>8,878</u>		<u>27,742</u>		
Total Expenditures	<u>\$ 26,504</u>	<u>\$ 14,932</u>	<u>\$ 27,742</u>	<u>\$ 10,002</u>	<u>\$ 40,490</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Nonpublic Auxiliary Services		I.D.E.A.	
	Compensatory Education	Transportation	Basic	Preschool
REVENUES:				
Local Sources				
State Sources	\$ 45,684	\$ 20,476		\$ 40,055
Federal Sources			\$ 865,009	
Total Revenues	45,684	20,476	865,009	40,055
EXPENDITURES:				
Instruction:				
Salaries of Teachers				
Purchased Professional and Technical Services	45,684	20,476		40,055
Tuition			823,477	
General Supplies				
Textbooks				
Other Objects				
Total Instruction	45,684	20,476	823,477	40,055
Support Services:				
Salaries of Program Directors				
Personal Services - Employee Benefits			41,532	
Purchased Professional and Technical Services				
Purchased Professional and Educational Services				
Other Purchased Services				
Supplies and Materials				
Total Support Services			41,532	
Total Expenditures	\$ 45,684	\$ 20,476	\$ 865,009	\$ 40,055

ROXBURY TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	No Child Left Behind				
	Title I	Title IIA	Title III	Title III Immigrant	Title IV
REVENUES:					
Local Sources					
State Sources					
Federal Sources	\$ 223,076	\$ 52,482	\$ 14,495	\$ 1,534	\$ 14,737
Total Revenues	<u>223,076</u>	<u>52,482</u>	<u>14,495</u>	<u>1,534</u>	<u>14,737</u>
EXPENDITURES:					
Instruction:					
Salaries of Teachers	181,540				5,964
Purchased Professional and Technical Services	1,820				
Tuition					
General Supplies	18,328		13,699	1,534	8,317
Textbooks					
Other Objects					
Total Instruction	<u>201,688</u>		<u>13,699</u>	<u>1,534</u>	<u>14,281</u>
Support Services:					
Salaries of Program Directors	6,967				
Personal Services - Employee Benefits	14,421				456
Purchased Professional and Technical Services		40,204	323		
Purchased Professional and Educational Services		12,278	473		
Other Purchased Services					
Supplies and Materials					
Total Support Services	<u>21,388</u>	<u>52,482</u>	<u>796</u>		<u>456</u>
Total Expenditures	<u>\$ 223,076</u>	<u>\$ 52,482</u>	<u>\$ 14,495</u>	<u>\$ 1,534</u>	<u>\$ 14,737</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Nonpublic Handicapped Services			Totals
	Examination and Classification	Corrective Speech	Supplementary Instruction	2019
REVENUES:				
Local Sources				\$ 26,504
State Sources	\$ 22,395	\$ 18,035	\$ 23,076	222,832
Federal Sources				1,211,388
Total Revenues	<u>22,395</u>	<u>18,035</u>	<u>23,076</u>	<u>1,460,724</u>
EXPENDITURES:				
Instruction:				
Salaries of Teachers				187,504
Purchased Professional and Technical Services	22,395	18,035	23,076	131,486
Tuition				863,532
General Supplies				108,841
Textbooks				14,932
Other Objects				1,155
Total Instruction	<u>22,395</u>	<u>18,035</u>	<u>23,076</u>	<u>1,307,450</u>
Support Services:				
Salaries of Program Directors				6,967
Personal Services - Employee Benefits				14,877
Purchased Professional and Technical Services				82,059
Purchased Professional and Educational Services				27,742
Other Purchased Services				12,751
Supplies and Materials				8,878
Total Support Services				<u>153,274</u>
Total Expenditures	<u>\$ 22,395</u>	<u>\$ 18,035</u>	<u>\$ 23,076</u>	<u>\$ 1,460,724</u>

CAPITAL PROJECTS FUND

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Revenue and Other Financing Sources:	
State Sources - SDA Grant	\$ 21,420
Transfer from Capital Reserve	2,329,482
	<hr/>
Total Revenue and Other Financing Sources	2,350,902
	<hr/>
Expenditures and Other Financing Uses:	
Purchased Professional and Technical Services	291,081
Construction Services	2,879,427
Transfer to General Fund:	
Unexpended Balances to Capital Reserve	3,244
Unexpended Balances to Emergency Reserve	161,106
Unexpended Balance to Unassigned Fund Balance	4,002
	<hr/>
Total Expenditures and Other Financing Uses	3,338,860
	<hr/>
Deficit of Revenue and Other Financing Sources Under Expenditures and Other Financing Uses	(987,958)
	<hr/>
Fund Balance - Beginning of Year	3,088,815
	<hr/>
Fund Balance - End of Year	\$ 2,100,857
	<hr/> <hr/>
<u>Recapitulation:</u>	
Committed Fund Balance	\$ 1,996,802
Committed - Year End Encumbrances	104,055
	<hr/>
Total Fund Balance - Budgetary Basis	2,100,857
	<hr/>
<u>Reconciliation to Governmental Funds Statements (GAAP):</u>	
SDA Grant Receivable not Recognized on the GAAP Basis	(2,187,998)
	<hr/>
Fund Balance / (Deficit) per Governmental Funds (GAAP)	\$ (87,141)
	<hr/> <hr/>

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
EISENHOWER MIDDLE SCHOOL ROOF REPLACEMENT PHASE I
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Prior Periods	Current Year	Totals	Revised Project Authorization
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 536,000		\$ 536,000	\$ 536,000
Transfer from Capital Reserve	872,000		872,000	872,000
Total Revenue and Other Financing Sources	1,408,000		1,408,000	1,408,000
Expenditures:				
Legal Services	160		160	2,500
Purchased Professional and Technical Services	95,956		95,956	100,495
Construction Services	1,300,139		1,300,139	1,305,005
Total Expenditures	1,396,255		1,396,255	1,408,000
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 11,745	\$ -0-	\$ 11,745	\$ -0-

Additional Project Information:

Project Numbers	4560-055-13-3003
Grant Date	6/26/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,340,000
Additional Authorized Cost	68,000
Revised Authorized Cost	<u>1,408,000</u>

Percentage Increase over Original Authorized Cost	5%
Percentage Completion	99%
Original Target Completion Date	12/15
Revised Target Completion Date	12/16

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
EISENHOWER MIDDLE SCHOOL ROOF REPLACEMENT PHASE II
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 373,800		\$ 373,800	\$ 373,800
Transfer from Capital Reserve	560,700		560,700	560,700
Total Revenue and Other Financing Sources	934,500		934,500	934,500
Expenditures:				
Legal Services				2,500
Purchased Professional and Technical Services	59,217		59,217	69,845
Construction Services	716,565		716,565	862,155
Total Expenditures	775,782		775,782	934,500
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 158,718	\$ -0-	\$ 158,718	\$ -0-

Additional Project Information:

Project Numbers	4560-055-13-3004
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 934,500
Additional Authorized Cost	-0-
Revised Authorized Cost	934,500

Percentage Increase over Original Authorized Cost	0%
Percentage Completion	83%
Original Target Completion Date	06/15
Revised Target Completion Date	12/16

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
JEFFERSON ELEMENTARY SCHOOL WINDOWS REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 360,000		\$ 360,000	\$ 360,000
Capital Lease Proceeds	540,000		540,000	540,000
Total Revenue and Other Financing Sources	900,000		900,000	900,000
Expenditures:				
Purchased Professional and Technical Services	27,324		27,324	29,300
Construction Services	867,444		867,444	870,700
Total Expenditures	894,768		894,768	900,000
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ 5,232	\$ -0-	\$ 5,232	\$ -0-

Additional Project Information:

Project Numbers	4560-050-13-5002
Grant Date	12/19/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 900,000
Additional Authorized Cost	-0-
Revised Authorized Cost	<u>900,000</u>

Percentage Increase over Original Authorized Cost	0%
Percentage Completion	99%
Original Target Completion Date	12/15
Revised Target Completion Date	12/16

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
ROXBURY HIGH SCHOOL ROOF REPLACEMENT PHASE I
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 776,000		\$ 776,000	\$ 776,000
Transfer from Capital Reserve	1,164,000		1,164,000	1,164,000
Total Revenue and Other Financing Sources	<u>1,940,000</u>		<u>1,940,000</u>	<u>1,940,000</u>
Expenditures:				
Legal Services				2,500
Purchased Professional and Technical Services	125,486		125,486	144,100
Construction Services	1,606,485		1,606,485	1,793,400
Total Expenditures	<u>1,731,971</u>		<u>1,731,971</u>	<u>1,940,000</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 208,029</u>	<u>\$ -0-</u>	<u>\$ 208,029</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	4560-065-13-2007
Grant Date	01/06/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,940,000
Additional Authorized Cost	-0-
Revised Authorized Cost	<u>1,940,000</u>
Percentage Increase over Original Authorized Cost	0%
Percentage Completion	89%
Original Target Completion Date	12/16
Revised Target Completion Date	N/A

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
ROXBURY HIGH SCHOOL ROOF REPLACEMENT PHASE II
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 678,198		\$ 678,198	\$ 678,198
Transfer from Capital Reserve	1,017,296		1,017,296	1,017,296
Total Revenue and Other Financing Sources	1,695,494		1,695,494	1,695,494
Expenditures:				
Purchased Professional and Technical Services	114,130		114,130	114,614
Construction Services	1,511,503	\$ 62,467	1,573,970	1,580,880
Total Expenditures	1,625,633	62,467	1,688,100	1,695,494
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures				
	\$ 69,861	\$ (62,467)	\$ 7,394	\$ -0-
<u>Additional Project Information:</u>				
Project Numbers	4560-050-13-5001			
Grant Date	7/28/16			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,695,494			
Additional Authorized Cost	-0-			
Revised Authorized Cost	1,695,494			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	100%			
Original Target Completion Date	12/17			
Revised Target Completion Date	12/18			

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
FRANKLIN ELEMENTARY SCHOOL WINDOW REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
State Sources - SDA Grant	\$ 167,659	\$ 21,420	\$ 189,079	\$ 189,079
Transfer from Capital Reserve	304,771		304,771	304,771
	<u>472,430</u>	<u>21,420</u>	<u>493,850</u>	<u>493,850</u>
Expenditures:				
Purchased Professional and Technical Services	33,178	1,070	34,248	33,980
Construction Services	389,151	49,300	438,451	438,450
	<u>422,329</u>	<u>50,370</u>	<u>472,699</u>	<u>472,430</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 50,101</u>	<u>\$ (28,950)</u>	<u>\$ 21,151</u>	<u>\$ 21,420</u>
 <u>Additional Project Information:</u>				
Project Numbers	4560-060-13-2006			
Grant Date	7/28/16			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 419,148			
Additional Authorized Cost	53,282			
Revised Authorized Cost	<u>\$ 472,430</u>			
 Percentage Increase over Original				
Authorized Cost	13%			
Percentage Completion	96%			
Original Target Completion Date	10/18			
Revised Target Completion Date	N/A			

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
BUILDING SECURITY UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Emergency Reserve	\$ 580,000	\$ (161,106)	\$ 418,894	\$ 418,894
Total Revenue and Other Financing Sources	<u>580,000</u>	<u>(161,106)</u>	<u>418,894</u>	<u>418,894</u>
Expenditures:				
Purchased Professional and Technical Services	43,900		43,900	43,900
Construction Services	374,994		374,994	374,994
Total Expenditures	<u>418,894</u>		<u>418,894</u>	<u>418,894</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 161,106</u>	<u>\$ (161,106)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	4560-050-17-1000; 4560-055-17-1000; 4560-080-17-3000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 580,000
Cancellation	<u>(161,106)</u>
Revised Authorized Cost	<u>418,894</u>

Percentage Increase over Original Authorized Cost	0%
Percentage Completion	100%
Original Target Completion Date	12/17
Revised Target Completion Date	12/18

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
LINCOLN ROOSEVELT ELECTRICAL UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Outlay	\$ 288,434	\$ (4,002)	\$ 284,432	\$ 284,432
Total Revenue and Other Financing Sources	<u>288,434</u>	<u>(4,002)</u>	<u>284,432</u>	<u>284,432</u>
Expenditures:				
Purchased Professional and Technical Services	15,925		15,925	15,925
Construction Services	260,236	8,271	268,507	268,507
Total Expenditures	<u>276,161</u>	<u>8,271</u>	<u>284,432</u>	<u>284,432</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 12,273</u>	<u>\$ (12,273)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
 <u>Additional Project Information:</u>				
Project Numbers	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 138,434			
Additional Authorized Cost	145,998			
Revised Authorized Cost	<u>\$ 284,432</u>			
Percentage Increase over Original Authorized Cost	105%			
Percentage Completion	100%			
Original Target Completion Date	6/18			
Revised Target Completion Date	12/18			

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
SECURITY VESTIBULES AT FRANKLIN, JEFFERSON, KENNEDY AND NIXON
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 559,500	\$ 13,198	\$ 572,698	\$ 572,698
Total Revenue and Other Financing Sources	<u>559,500</u>	<u>13,198</u>	<u>572,698</u>	<u>572,698</u>
Expenditures:				
Purchased Professional and Technical Services	36,100	14,000	50,100	50,100
Construction Services		<u>522,598</u>	<u>522,598</u>	<u>522,598</u>
Total Expenditures	<u>36,100</u>	<u>536,598</u>	<u>572,698</u>	<u>572,698</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 523,400</u>	<u>\$ (523,400)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
<u>Additional Project Information:</u>				
Project Numbers	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 559,500			
Additional Authorized Cost	<u>13,198</u>			
Revised Authorized Cost	<u>\$ 572,698</u>			
Percentage Increase over Original				
Authorized Cost	0%			
Percentage Completion	100%			
Original Target Completion Date	12/18			
Revised Target Completion Date	N/A			

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
NIXON ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 1,307,688	\$ (3,244)	\$ 1,304,444	\$ 1,304,444
Total Revenue and Other Financing Sources	<u>1,307,688</u>	<u>(3,244)</u>	<u>1,304,444</u>	<u>1,304,444</u>
Expenditures:				
Purchased Professional and Technical Services	58,708	20,418	79,126	79,126
Construction Services		<u>1,225,318</u>	<u>1,225,318</u>	<u>1,225,318</u>
Total Expenditures	<u>58,708</u>	<u>1,245,736</u>	<u>1,304,444</u>	<u>1,304,444</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 1,248,980</u>	<u>\$ (1,248,980)</u>	<u>\$ -0-</u>	<u>\$ -0-</u>
<u>Additional Project Information:</u>				
Project Numbers	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 1,307,688			
Cancellation	<u>(3,244)</u>			
Revised Authorized Cost	<u>\$ 1,304,444</u>			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	100%			
Original Target Completion Date	12/18			
Revised Target Completion Date	N/A			

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
FRANKLIN BOILER ROOM UPGRADES
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 390,412	\$ 2,584	\$ 392,996	\$ 392,996
Total Revenue and Other Financing Sources	<u>390,412</u>	<u>2,584</u>	<u>392,996</u>	<u>392,996</u>
Expenditures:				
Purchased Professional and Technical Services	5,184	25,105	30,289	31,412
Construction Services	19,950	323,555	343,505	361,584
Total Expenditures	<u>25,134</u>	<u>348,660</u>	<u>373,794</u>	<u>392,996</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 365,278</u>	<u>\$ (346,076)</u>	<u>\$ 19,202</u>	<u>\$ -0-</u>
<u>Additional Project Information:</u>				
Project Numbers	N/A			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 390,412			
Additional Authorized Cost	-0-			
Revised Authorized Cost	<u>\$ 390,412</u>			
Percentage Increase over Original				
Authorized Cost	0%			
Percentage Completion	95%			
Original Target Completion Date	06/19			
Revised Target Completion Date	09/19			

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
LINCOLN ROOSEVELT PARTIAL WINDOW REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve	\$ 293,080		\$ 293,080	\$ 293,080
Total Revenue and Other Financing Sources	<u>293,080</u>		<u>293,080</u>	<u>293,080</u>
Expenditures:				
Purchased Professional and Technical Services	18,988	\$ 1,938	20,926	21,080
Construction Services		<u>257,000</u>	<u>257,000</u>	<u>272,000</u>
Total Expenditures	<u>18,988</u>	<u>258,938</u>	<u>277,926</u>	<u>293,080</u>
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	<u>\$ 274,092</u>	<u>\$ (258,938)</u>	<u>\$ 15,154</u>	<u>\$ -0-</u>

Additional Project Information:

Project Numbers	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 293,080
Additional Authorized Cost	<u>-0-</u>
Revised Authorized Cost	<u>\$ 293,080</u>

Percentage Increase over Original

Authorized Cost	0%
Percentage Completion	95%
Original Target Completion Date	06/19
Revised Target Completion Date	12/19

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
ROXBURY HIGH SCHOOL REIMAGINED PHASE I
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 423,200	\$ 423,200	\$ 423,200
Total Revenue and Other Financing Sources		423,200	423,200	423,200
Expenditures:				
Purchased Professional and Technical Services		32,200	32,200	33,200
Construction Services		351,218	351,218	390,000
Total Expenditures		383,418	383,418	423,200
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 39,782	\$ 39,782	\$ -0-

Additional Project Information:

Project Numbers	4560-050-19-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 423,200
Additional Authorized Cost	-0-
Revised Authorized Cost	\$ 423,200

Percentage Increase over Original

Authorized Cost	0%
Percentage Completion	91%
Original Target Completion Date	09/19
Revised Target Completion Date	N/A

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
ROXBURY HIGH SCHOOL REIMAGINED PHASE II
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 677,500	\$ 677,500	\$ 677,500
Total Revenue and Other Financing Sources		677,500	677,500	677,500
Expenditures:				
Purchased Professional and Technical Services		50,100	50,100	54,500
Construction Services		58,800	58,800	623,000
Total Expenditures		108,900	108,900	677,500
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 568,600	\$ 568,600	\$ -0-
<u>Additional Project Information:</u>				
Project Numbers	4560-050-19-2000			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 677,500			
Additional Authorized Cost	-0-			
Revised Authorized Cost	<u>\$ 677,500</u>			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	16%			
Original Target Completion Date	06/20			
Revised Target Completion Date	N/A			

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
LINCOLN ROOSEVELT AND ADMINISTRATION BUILDING ROOF REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Prior Periods	Current Year	Totals	Project Authorization
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 681,000	\$ 681,000	\$ 681,000
Total Revenue and Other Financing Sources		681,000	681,000	681,000
Expenditures:				
Purchased Professional and Technical Services		74,300	74,300	98,000
Construction Services				583,000
Total Expenditures		74,300	74,300	681,000
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 606,700	\$ 606,700	\$ -0-

Additional Project Information:

Project Numbers	4560-X02-19-1000; 4560-080-19-1000
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 681,000
Additional Authorized Cost	-0-
Revised Authorized Cost	\$ 681,000

Percentage Increase over Original Authorized Cost	0%
Percentage Completion	11%
Original Target Completion Date	06/20
Revised Target Completion Date	N/A

ROXBURY TOWNSHIP SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE AND PROJECT STATUS -
BUDGETARY BASIS
EISENHOWER MIDDLE SCHOOL WINDOW REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Project Authorization</u>
Revenue and Other Financing Sources:				
Transfer from Capital Reserve		\$ 532,000	\$ 532,000	\$ 532,000
Total Revenue and Other Financing Sources		532,000	532,000	532,000
Expenditures:				
Purchased Professional and Technical Services		71,950	71,950	92,000
Construction Services		20,900	20,900	440,000
Total Expenditures		92,850	92,850	532,000
Excess/(Deficit) of Revenue and Other Financing Sources Over/(Under) Expenditures	\$ -0-	\$ 439,150	\$ 439,150	\$ -0-
 <u>Additional Project Information:</u>				
Project Numbers	4560-055-19-1000			
Grant Date	N/A			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 532,000			
Additional Authorized Cost	-0-			
Revised Authorized Cost	\$ 532,000			
Percentage Increase over Original Authorized Cost	0%			
Percentage Completion	17%			
Original Target Completion Date	06/20			
Revised Target Completion Date	N/A			

PROPRIETARY FUNDS

ROXBURY TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2019

	<u>Non-Major Funds</u>		<u>Totals</u>
	<u>Food Service</u>	<u>Community School</u>	
ASSETS:			
Current Assets:			
Cash and Cash Equivalents	\$ 54,041	\$ 111,952	\$ 165,993
Intergovernmental Accounts Receivable:			
State	958		958
Federal	23,671		23,671
Inventories	33,391		33,391
Total Current Assets	<u>112,061</u>	<u>111,952</u>	<u>224,013</u>
Non-Current Assets:			
Capital Assets	1,036,103		1,036,103
Less: Accumulated Depreciation	(364,541)		(364,541)
Total Non-Current Assets	<u>671,562</u>		<u>671,562</u>
Total Assets	<u>783,623</u>	<u>111,952</u>	<u>895,575</u>
LIABILITIES:			
Current Liabilities:			
Unearned Revenue	19,210	69,166	88,376
Total Current Liabilities:	<u>19,210</u>	<u>69,166</u>	<u>88,376</u>
Total Liabilities	<u>19,210</u>	<u>69,166</u>	<u>88,376</u>
NET POSITION:			
Investment in Capital Assets	671,562		671,562
Unrestricted	92,851	42,786	135,637
Total Net Position	<u>\$ 764,413</u>	<u>\$ 42,786</u>	<u>\$ 807,199</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Non-Major Funds		Totals
	Food Service	Community School	
Operating Revenue:			
Daily Sales:			
Reimbursable Programs	\$ 530,530		\$ 530,530
Non-Reimbursable Programs	302,346		302,346
Charges for Services - Program Fees		\$ 416,070	416,070
Special Events	60,496		60,496
Miscellaneous Revenue	23,337		23,337
Total Operating Revenue	916,709	416,070	1,332,779
Operating Expenses:			
Cost of Sales:			
Reimbursable Programs	336,257		336,257
Non-Reimbursable Programs	233,670		233,670
Salaries	390,644	251,963	642,607
Employee Benefits	100,637	7,597	108,234
Purchased Professional Technical Services	55,374	74,817	130,191
Other Purchased Services	3,029	18,808	21,837
Supplies and Materials	24,510	20,099	44,609
Management Fee	50,000		50,000
Miscellaneous Expenditures	651		651
Depreciation Expense	41,225		41,225
Total Operating Expenses	1,235,997	373,284	1,609,281
Operating Income/(Loss)	(319,288)	42,786	(276,502)
Non-Operating Revenue:			
State Sources:			
State School Lunch Program	11,104		11,104
Federal Sources:			
National School Lunch Program	260,820		260,820
School Breakfast Program	12,970		12,970
Food Distribution Program	11,010		11,010
Total Non-Operating Revenue	295,904		295,904
Change in Net Position Before Other Items	(23,384)	42,786	19,402

ROXBURY TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Non-Major Funds</u>		<u>Totals</u>
	<u>Food Service</u>	<u>Community School</u>	
Other Items:			
Transfer of Capital Assets from Governmental Activities	\$ 1,939		\$ 1,939
Total Other Items	1,939		1,939
Change in Net Position	(21,445)	\$ 42,786	21,341
Net Position - Beginning of Year	785,858		785,858
Net Position - End of Year	<u>\$ 764,413</u>	<u>\$ 42,786</u>	<u>\$ 807,199</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Non-Major Funds		Totals
	Food Service	Community School	
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 953,000	\$ 424,907	\$ 1,377,907
Payments to Food Service Company	(1,465,558)		(1,465,558)
Payments to/for Employees		(259,560)	(259,560)
Payments to Suppliers	(61,451)	(113,724)	(175,175)
Net Cash Provided by/(Used for) Operating Activities	<u>(574,009)</u>	<u>51,623</u>	<u>(522,386)</u>
Cash Flows by Noncapital Financing Activities:			
State Sources	10,755		10,755
Federal Sources	265,173		265,173
Net Cash Provided by Noncapital Financing Activities	<u>275,928</u>		<u>275,928</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(298,081)	51,623	(246,458)
Cash and Cash Equivalents, July 1	<u>352,122</u>	<u>60,329</u>	<u>412,451</u>
Cash and Cash Equivalents, June 30	<u>\$ 54,041</u>	<u>\$ 111,952</u>	<u>\$ 165,993</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided by/(Used for) Operating Activities:			
Operating Income/(Loss)	\$ (319,288)	\$ 42,786	\$ (276,502)
Depreciation	41,225		41,225
Food Distribution Program	11,010		11,010
Changes in Assets and Liabilities:			
Decrease in Other Accounts Receivable	37,416		37,416
(Decrease) in Accounts Payable	(316,690)		(316,690)
Increase/(Decrease) in Unearned Revenue	(1,125)	8,837	7,712
(Increase) in Inventory	(26,557)		(26,557)
Net Cash Provided by/(Used for) Operating Activities	<u>\$ (574,009)</u>	<u>\$ 51,623</u>	<u>\$ (522,386)</u>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$11,010 and utilized U.S.D.A. Commodities valued at \$11,010.

FIDUCIARY FUNDS

ROXBURY TOWNSHIP SCHOOL DISTRICT
FIDUCIARY FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2019

	Agency		Totals	Unemployment Compensation Trust	Flexible Spending Trust
Student Activity	Payroll	Totals			
ASSETS:					
Cash and Cash Equivalents	\$ 245,747	\$ 444,943	\$ 690,690	\$ 442,137	\$ 16,748
Interfund Receivable - Payroll Agency				45,348	
Total Assets	245,747	444,943	690,690	487,485	16,748
LIABILITIES:					
Interfund Payable:					
General Fund					8,679
Unemployment Compensation Trust	45,348		45,348		
Payroll Deductions and Withholdings	399,595		399,595		
Due to Student Groups	245,747		245,747		
Total Liabilities	245,747	444,943	690,690		8,679
NET POSITION:					
Held in Trust for:					
Unemployment Benefit Claims				487,485	
Flexible Spending Claims					8,069
Total Net Position	-0-	-0-	-0-	\$ 487,485	\$ 8,069
	-0-	-0-	-0-	\$ 487,485	\$ 8,069

ROXBURY TOWNSHIP SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Unemployment Compensation Trust	Flexible Spending Trust
	<u> </u>	<u> </u>
ADDITIONS:		
Contributions:		
Plan Members	\$ 162,397	\$ 27,920
Board Contribution	123,581	
	<u> </u>	<u> </u>
Total Additions	<u>285,978</u>	<u>27,920</u>
DEDUCTIONS:		
Unemployment Benefit Claims	133,047	
Flexible Spending Claims		22,360
	<u> </u>	<u> </u>
Total Deductions	<u>133,047</u>	<u>22,360</u>
Change in Net Position Before Other Financing Uses	152,931	5,560
Other Financing Uses:		
Transfer to General Fund		(3,642)
	<u> </u>	<u> </u>
Change in Net Position	152,931	1,918
Net Position - Beginning of the Year	<u>334,554</u>	<u>6,151</u>
Net Position - End of the Year	<u>\$ 487,485</u>	<u>\$ 8,069</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS

	<u>Balance</u> <u>July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2019</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 84,255	\$ 46,928,133	\$ 46,567,445	\$ 444,943
Total Assets	<u>\$ 84,255</u>	<u>\$ 46,928,133</u>	<u>\$ 46,567,445</u>	<u>\$ 444,943</u>
<u>LIABILITIES:</u>				
Payroll Deductions and Withholdings	\$ 84,255	\$ 46,882,785	\$ 46,567,445	\$ 399,595
Interfund Payable: Unemployment Compensation Trust		<u>45,348</u>		<u>45,348</u>
Total Liabilities	<u>\$ 84,255</u>	<u>\$ 46,928,133</u>	<u>\$ 46,567,445</u>	<u>\$ 444,943</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 288,727	\$ 467,161	\$ 510,141	\$ 245,747
Total Assets	<u>\$ 288,727</u>	<u>\$ 467,161</u>	<u>\$ 510,141</u>	<u>\$ 245,747</u>
<u>LIABILITIES:</u>				
Liabilities:				
Due to Student Groups	\$ 285,227	\$ 467,161	\$ 506,641	\$ 245,747
Interfund Payable:				
Special Revenue Fund	<u>3,500</u>		<u>3,500</u>	
Total Liabilities	<u>\$ 285,227</u>	<u>\$ 467,161</u>	<u>\$ 510,141</u>	<u>\$ 245,747</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF ACTIVITY

	<u>Balance</u> <u>July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2019</u>
High School	\$ 210,668	\$ 321,877	\$ 344,679	\$ 187,866
Eisenhower Middle School	18,377	51,007	65,289	4,095
Elementary Schools:				
Franklin	15,010	8,337	10,253	13,094
Jefferson	6,626	1,004	3,076	4,554
Kennedy	9,504	5,330	3,731	11,103
Lincoln/Roosevelt	18,395	31,770	36,924	13,241
Nixon	5,824	6,782	8,332	4,274
Athletic Account	823	41,054	34,357	7,520
Total All Schools	<u>\$ 285,227</u>	<u>\$ 467,161</u>	<u>\$ 506,641</u>	<u>\$ 245,747</u>

LONG-TERM DEBT

ROXBURY TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds				Matured	Balance June 30, 2019
			Date	Amount	Interest Rate	Balance June 30, 2018		
School Refunding Bonds	08/19/10	\$ 13,305,000	09/01/19	\$ 1,520,000	4.000%			
			09/01/20	1,580,000	4.000%			
			09/01/21	1,650,000	4.000%			
			09/01/22	550,000	4.000%	\$ 6,760,000	\$ 5,300,000	
Energy Savings Improvement Program	04/24/14	7,740,000	04/15/20	245,000	4.000%			
			04/15/21	265,000	4.000%			
			04/15/22	285,000	4.000%			
			04/15/23	310,000	2.625%			
			04/15/24	330,000	2.625%			
			04/15/25	350,000	2.625%			
			04/15/26	375,000	3.000%			
			04/15/27	395,000	3.000%			
			04/15/28	420,000	3.000%			
			04/15/29	445,000	3.000%			
			04/15/30	475,000	3.500%			
			04/15/31	505,000	4.000%			
			04/15/32	540,000	4.000%			
			04/15/33	575,000	4.000%			
			04/15/34	615,000	4.000%			
		04/15/35	655,000	4.000%				
						7,010,000	6,785,000	
						<u>\$ 13,770,000</u>	<u>\$ 12,085,000</u>	

ROXBURY TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES

Purpose	Original Issue	Interest Rate	Balance July 1, 2018	Issued	Matured	Balance June 30, 2019
Jefferson Windows Project	\$ 540,000	1.6400%	\$ 119,022		\$ 119,022	
Seven 54-Passenger School Buses	676,571	1.5490%	404,933		132,908	\$ 272,025
Technology Equipment	734,977	1.7353%	487,266		241,535	245,731
Technology Equipment	729,286	0.0000%		\$ 729,286	250,000	479,286
			<u>\$ 1,011,221</u>	<u>\$ 729,286</u>	<u>\$ 743,465</u>	<u>\$ 997,042</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 671,694		\$ 671,694	\$ 671,694	
Total Revenue	671,694		671,694	671,694	
EXPENDITURES:					
Regular Debt Service:					
Interest	241,200		241,200	241,200	
Redemption of Principal	1,460,000		1,460,000	1,460,000	
Total Regular Debt Service	1,701,200		1,701,200	1,701,200	
Total Expenditures	1,701,200		1,701,200	1,701,200	
Other Financing Sources:					
Transfer from Capital Reserve				199	\$ 199
Total Other Financing Sources				199	199
Excess of Revenue Over Expenditures	(1,029,506)		(1,029,506)	(1,029,307)	199
Fund Balance, July 1	1,029,307		1,029,307	1,029,307	
Fund Balance, June 30	\$ (199)	\$ -0-	\$ (199)	\$ -0-	\$ 199
Recapitulation:					
Unassigned				\$ -0-	\$ -0-

STATISTICAL SECTION
(UNAUDITED)

This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

Contents

	<u>Exhibit</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	J-1 thru J-5
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.	J-6 thru J-9
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-10 thru J-13
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.	J-14 thru J-15
Operating Information These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs.	J-16 thru J-20

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

ROXBURY TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT,
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental Activities:										
Net Investment in Capital Assets	\$ 15,969,970	\$ 16,718,612	\$ 22,108,128	\$ 22,794,344	\$ 16,721,930	\$ 27,882,466	\$ 31,298,592	\$ 26,484,580	\$ 29,059,302	\$ 32,031,630
Restricted	2,451,255	3,116,819	4,284,834	5,441,352	11,988,077	6,405,015	7,812,901	9,319,866	12,383,608	14,734,565
Unrestricted/(Deficit)	(4,185,705)	(4,330,260)	(3,862,985)	(2,260,897)	(19,138,751)	(20,981,192)	(20,802,612)	(20,309,198)	(20,091,469)	(18,714,841)
Total Governmental Activities Net Position	\$ 14,235,520	\$ 15,505,171	\$ 22,529,977	\$ 25,974,799	\$ 9,571,256	\$ 13,306,289	\$ 18,308,881	\$ 15,495,248	\$ 21,351,441	\$ 28,051,354
Business-Type Activities:										
Net Investment in Capital Assets	\$ 73,246	\$ 67,612	\$ 155,055	\$ 147,116	\$ 199,654	\$ 171,468	\$ 174,915	\$ 438,586	\$ 710,848	\$ 671,562
Unrestricted	97,591	23,701	1,864			95,282	86,272	351,298	75,010	135,637
Total Business-Type Activities Net Position	\$ 170,837	\$ 91,313	\$ 156,919	\$ 147,116	\$ 199,654	\$ 266,750	\$ 261,187	\$ 789,884	\$ 785,858	\$ 807,199
District-Wide:										
Net Investment in Capital Assets	\$ 16,043,216	\$ 16,786,224	\$ 22,263,183	\$ 22,941,460	\$ 16,921,584	\$ 28,053,934	\$ 31,473,507	\$ 26,923,166	\$ 29,770,150	\$ 32,703,192
Restricted	2,451,255	3,116,819	4,284,834	5,441,352	11,988,077	6,405,015	7,812,901	9,319,866	12,383,608	14,734,565
Unrestricted/(Deficit)	(4,088,114)	(4,306,559)	(3,861,121)	(2,260,897)	(19,138,751)	(20,885,910)	(20,716,340)	(19,957,900)	(20,016,459)	(18,579,204)
Total District Net Position	\$ 14,406,357	\$ 15,596,484	\$ 22,686,896	\$ 26,121,915	\$ 9,770,910	\$ 13,573,039	\$ 18,570,068	\$ 16,285,132	\$ 22,137,299	\$ 28,858,553

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(ACCURAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 26,854,085	\$ 26,836,989	\$ 26,787,547	\$ 27,421,786	\$ 27,008,806	\$ 32,785,807	\$ 37,027,321	\$ 39,505,711	\$ 36,739,365	\$ 36,594,849
Special Education	7,021,025	7,464,859	7,570,082	8,272,538	8,562,387	10,716,558	12,225,720	11,713,365	11,575,972	11,232,196
Other Special Education	990,201	726,082	805,326	676,111	784,274	1,334,298	988,051	1,089,796	1,345,174	1,559,740
Other Instruction	1,419,476	1,394,311	1,341,120	1,525,030	1,548,947	1,495,906	1,434,560	1,793,872	1,706,548	1,738,650
Support Services:										
Tuition	4,472,945	4,072,686	4,086,895	5,237,483	4,814,149	3,538,980	2,924,336	3,090,198	2,518,256	2,743,823
Student and Instruction Related Services	9,632,760	9,269,919	9,480,921	9,382,819	9,275,889	12,061,374	11,350,812	11,967,604	12,609,501	12,819,257
General Administrative Services	3,004,653	896,453	761,463	899,917	885,954	1,066,758	1,053,382	1,497,676	1,259,150	1,468,234
School Administrative Services	703,265	3,030,143	3,009,291	3,166,986	3,146,231	3,610,516	3,472,245	4,783,205	4,495,137	4,913,524
Central Services	1,194,015	1,298,659	1,136,733	1,202,245	1,274,730	1,245,370	1,000,404	1,289,114	1,280,716	1,294,975
Administrative Information Technology			10,313	83,650	100,284	105,992	134,442	1,738,285	1,320,865	1,509,651
Plant Operations and Maintenance	7,693,273	7,223,479	6,726,867	6,310,143	6,675,981	6,775,335	6,836,125	6,894,118	8,002,064	7,194,994
Pupil Transportation	5,214,720	5,593,179	5,720,656	5,752,185	5,779,495	5,267,105	5,023,207	5,645,318	5,656,385	6,110,549
Special Schools	622,669	660,413	719,627	635,563	672,758	841,394	533,488	859,803	835,404	314,566
Charter Schools	21,642			52,082	19,374	58,082	42,044	195,324	202,199	213,148
Interest on Long-Term Debt	899,581	749,140	804,515	550,537	543,737	427,217	374,601	313,097	252,950	185,142
Unallocated Depreciation	935,029	828,363	727,330	758,700	760,780					
Total Governmental Activities Expenses	70,679,339	70,044,675	69,688,686	71,927,775	71,853,776	81,330,692	84,420,738	92,376,486	89,799,686	89,893,298
Business-Type Activities:										
Food Service	1,695,807	1,711,339	1,574,866	1,417,658	1,101,136	1,101,557	1,112,108	1,127,222	1,124,587	1,235,997
Community School										373,284
Total Business-Type Activities Expense	1,695,807	1,711,339	1,574,866	1,417,658	1,101,136	1,101,557	1,112,108	1,127,222	1,124,587	1,609,281
Total District Expenses	\$ 72,375,146	\$ 71,756,014	\$ 71,263,552	\$ 73,345,433	\$ 72,954,912	\$ 82,432,249	\$ 85,532,846	\$ 93,503,708	\$ 90,924,273	\$ 91,502,579
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Tuition	\$ 2,918,539	\$ 2,796,406	\$ 2,602,361	\$ 2,741,246	\$ 2,766,919	\$ 3,342,924	\$ 3,587,623	\$ 4,035,671	\$ 4,545,524	\$ 4,357,342
Pupil Transportation		21,418		62,319	139,384	57,575	56,163	48,200	370,716	740,414
Operating Grants and Contributions	8,975,032	8,543,660	8,650,196	10,469,091	9,684,847	17,333,605	20,524,419	26,841,000	22,949,934	23,645,156
Capital Grants and Contributions										725,079
Total Governmental Activities Program Revenues	11,893,571	11,340,066	11,273,975	13,272,656	12,591,150	20,734,104	24,168,205	30,924,871	27,866,174	29,467,991

ROXBURY TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED
(CONTINUED)

	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Program Revenues:										
Business-Type Activities:										
Charges for Services:										
Food Service		\$ 1,382,792	\$ 1,286,052	\$ 1,081,466	\$ 856,283	\$ 887,758	\$ 904,584	\$ 921,744	\$ 902,647	\$ 916,709
Community School		249,023	261,804	225,138	235,186	280,895	207,061	207,568	217,914	416,070
Operating grants and contributions		1,684,914	1,631,815	1,547,856	1,306,604	1,168,653	1,111,645	1,129,312	1,120,561	295,904
Total Business-Type Activities Program Revenues		\$ 13,578,485	\$ 12,821,881	\$ 14,579,260	\$ 13,682,619	\$ 21,902,757	\$ 25,279,850	\$ 32,054,183	\$ 28,986,735	\$ 31,096,674
Total District Program Revenues										
Net (Expense)/Revenue:										
Governmental Activities		\$(58,785,768)	\$(58,704,609)	\$(58,414,711)	\$(58,655,119)	\$(60,596,588)	\$(60,252,533)	\$(61,451,615)	\$(61,933,512)	\$(60,425,307)
Business-Type Activities		(10,893)	(79,524)	(27,010)	(111,054)	67,096	(463)	2,090	(4,026)	19,402
Total District-Wide Net Expense		\$(58,796,661)	\$(58,784,133)	\$(58,441,721)	\$(58,766,173)	\$(60,529,492)	\$(60,252,996)	\$(61,449,525)	\$(61,937,538)	\$(60,405,905)
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net		\$ 46,502,323	\$ 47,061,915	\$ 48,003,153	\$ 48,723,200	\$ 49,648,941	\$ 50,636,955	\$ 51,644,630	\$ 53,234,534	\$ 55,379,778
Taxes Levied for Debt Service		2,235,130	2,191,817	2,226,747	2,166,330	2,227,877	2,235,484	2,475,791	2,163,224	671,694
Federal and State Aid not Restricted		11,034,026	9,721,205	11,277,693	10,758,556	10,914,722	10,883,688	10,931,095	10,943,978	10,420,307
Investment Earnings		19,139	15,283	7,241	3,187	5,337	7,828	9,870	57,314	132,547
Miscellaneous Income		1,131,850	984,040	711,152	486,099	903,264	397,898	613,769	320,840	519,191
Transfers				(91,135)	(11,182)	1,878	4,008	(288,920)	5,125	1,703
Total Governmental Activities		60,922,468	59,974,260	62,225,986	62,046,237	63,688,959	64,331,621	65,255,125	66,982,215	67,789,705
Business-Type Activities:										
Transfers				91,135	62,205		(5,100)	290,000		1,939
Disposals of Capital Assets, Net				91,135	62,205		(5,100)	290,000		1,939
Total Business-Type Activities										
Total District-Wide		\$ 60,922,468	\$ 59,974,260	\$ 62,225,986	\$ 62,137,372	\$ 63,751,164	\$ 64,331,621	\$ 65,250,025	\$ 67,272,215	\$ 67,789,705
Change in Net Position:										
Governmental Activities		\$ 2,136,700	\$ 1,269,651	\$ 3,811,275	\$ 3,391,118	\$ 4,426,333	\$ 3,735,033	\$ 5,002,592	\$ 5,856,193	\$ 6,699,913
Business-Type Activities		(10,893)	(79,524)	(27,010)	(19,919)	52,538	67,096	(5,563)	292,090	21,341
Total District		\$ 2,125,807	\$ 1,190,127	\$ 3,784,265	\$ 3,371,199	\$ 4,478,871	\$ 3,802,129	\$ 4,997,029	\$ 5,822,690	\$ 6,721,254

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS,
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 UNAUDITED

	June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund:										
Restricted/Reserved	\$ 2,365,636	\$ 2,170,780	\$ 3,941,154	\$ 5,298,203	\$ 5,456,681	\$ 5,309,971	\$ 7,626,238	\$ 8,733,304	\$ 11,354,102	\$ 14,734,565
Unreserved	752,331									
Assigned	887,238	1,157,339	1,292,321	1,292,321	2,384,338	1,261,143	557,378	643,917	592,848	1,474,987
Unassigned	166,832	135,080	149,269	149,269	382,771	312,422	35,069	141,129	578,756	746,507
Total General Fund	\$ 3,117,967	\$ 3,224,850	\$ 5,233,573	\$ 6,739,793	\$ 8,223,790	\$ 6,883,536	\$ 8,218,685	\$ 9,518,350	\$ 12,525,706	\$ 16,956,059
All Other Governmental Funds:										
Restricted/Reserved for:										
Capital Projects Fund					\$ 6,530,366	\$ 1,094,014	\$ 138,124	\$ 27,179		
Debt Service Fund	\$ 58,801	\$ 60,029	\$ 2,258	\$ 2,258	1,030	1,030	48,539	559,383	\$ 1,029,506	
Unreserved, Reported In:										
Debt Service Fund	\$ 85,619		283,651	140,891				503,114	197,158	
Committed									(199)	
Unassigned/(Deficit)						(637,072)	(7,082)			
Total All Other Governmental Funds	\$ 85,619	\$ 58,801	\$ 343,680	\$ 143,149	\$ 6,531,396	\$ 457,972	\$ 179,581	\$ 1,089,676	\$ 1,226,465	\$ (87,141)
Total All Governmental Funds	\$ 3,203,586	\$ 3,283,651	\$ 5,577,253	\$ 6,882,942	\$ 14,755,186	\$ 7,341,508	\$ 8,398,266	\$ 10,608,026	\$ 13,752,171	\$ 16,868,918

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Revenues:										
Tax Levy	\$ 48,737,453	\$ 49,253,732	\$ 50,229,900	\$ 50,889,530	\$ 51,876,818	\$ 52,872,439	\$ 53,940,084	\$ 55,710,325	\$ 56,462,448	\$ 56,051,472
Tuition Charges	2,918,539	2,796,406	2,602,361	2,741,246	2,766,919	3,342,924	3,587,623	4,035,671	4,545,524	4,357,342
Transportation Fees from Individuals				62,319	139,384	57,575	56,163	48,200	370,716	740,414
Interest Earnings - Capital Reserve Fund	230	182	76	215	215					37,985
Miscellaneous	1,162,699	1,015,453	763,806	501,344	918,687	578,167	410,620	635,429	389,249	639,102
State Sources	16,485,377	16,503,839	18,143,013	20,046,042	19,364,528	20,498,977	21,574,344	22,790,804	23,482,034	25,821,603
Federal Sources	3,511,741	1,744,714	1,760,805	1,169,332	1,224,740	1,129,303	1,176,331	1,186,937	1,277,316	1,299,609
Total Revenue	72,816,039	71,314,326	73,499,961	75,410,028	76,291,291	78,479,385	80,745,165	84,407,366	86,527,287	88,947,527
Expenditures:										
Instruction:										
Regular Instruction	20,125,347	19,985,819	19,674,836	19,630,540	19,794,737	20,168,005	20,646,364	21,017,913	20,238,948	20,859,169
Special Education Instruction	5,517,718	5,768,739	5,803,320	5,920,508	6,326,808	7,262,478	7,613,155	6,829,552	7,112,303	7,037,621
Other Special Instruction	736,853	495,129	582,753	472,833	565,861	812,073	624,708	554,372	734,280	865,103
Other Instruction	1,135,741	1,103,439	1,062,039	1,169,063	1,223,454	1,221,353	1,277,031	1,334,306	1,363,849	1,420,027
Support Services:										
Tuition	4,472,945	4,072,686	4,086,895	5,237,483	4,814,149	3,538,980	2,924,336	3,090,198	2,518,256	2,743,823
Student and Instruction Related Services	7,482,191	7,076,538	7,334,867	7,074,710	7,038,840	8,338,657	8,101,535	6,822,109	7,796,230	8,076,604
General Administrative Services	634,630	778,361	664,346	690,381	698,758	739,405	765,784	950,879	789,084	969,127
School Administrative Services	2,379,511	2,232,117	2,178,305	2,229,080	2,267,196	2,361,345	2,373,429	2,729,589	2,750,947	2,730,336
Central Services	886,590	853,353	815,883	861,520	968,943	918,042	898,193	834,544	873,646	939,707
Administration Information Technology	54,356	49,456	52,178	59,947	72,413	79,826	75,933	1,453,167	1,049,487	1,232,494
Plant Operations and Maintenance	6,057,791	5,575,819	5,932,064	5,639,082	6,351,512	6,421,043	6,892,997	7,044,120	7,568,520	6,810,236
Pupil Transportation	4,583,966	4,713,299	4,301,213	4,482,796	4,628,685	5,267,709	4,130,179	4,276,315	4,345,519	4,867,774
Allocated Benefits							6,233,986			
Unallocated Benefits	14,731,074	15,456,710	15,051,387	16,126,871	15,057,212	16,448,655	11,126,462	19,345,801	20,211,647	21,174,283
Special Schools	469,952	465,975	544,916	429,065	507,558	578,149	376,649	491,290	518,388	204,771
Charter Schools	21,642			52,082	19,374	58,082	42,044	195,324	202,199	213,148
Capital Outlay	381,979	388,186	1,202,308	1,713,142	6,061,270	11,075,561	3,341,685	3,650,831	4,356,641	4,718,285
Debt Service:										
Principal	1,350,000	1,415,000	1,565,000	1,650,000	1,720,000	1,770,000	1,830,000	1,605,000	1,395,000	1,460,000
Interest and Other Charges	919,506	803,635	660,519	574,101	509,105	465,484	417,945	359,947	298,300	241,200
Total Expenditures	71,941,792	71,234,261	71,512,829	74,013,204	78,625,875	87,524,847	79,692,415	82,385,257	84,123,244	86,563,708
Excess (Deficiency) of revenues over (under) expenditures	874,247	80,065	1,987,132	1,396,824	(2,334,584)	(9,045,462)	1,052,750	1,822,109	2,404,043	2,383,819

ROXBURY TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

	Fiscal Year Ending June 30,									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Other Financing sources (uses)										
Bond Proceeds					\$ 7,740,000					
Bond Premium					278,010					
Capital Lease Proceeds						\$ 540,000				
Capital Lease Leases	\$ 281,044		\$ 306,470		2,200,000	1,089,906		\$ 676,571	\$ 734,977	\$ 729,286
Transfers				\$ (91,135)	(11,182)	1,878	\$ 4,008	(288,920)	5,125	3,642
Total other financing sources (uses)	281,044		306,470	(91,135)	10,206,828	1,631,784	4,008	387,651	740,102	732,928
Net Change in Fund Balances	\$ 1,155,291	\$ 80,065	\$ 2,293,602	\$ 1,305,689	\$ 7,872,244	\$ (7,413,678)	\$ 1,056,758	\$ 2,209,760	\$ 3,144,145	\$ 3,116,747
Debt Service as a Percentage of Noncapital Expenditures	3.17 %	3.13 %	3.17 %	3.08 %	3.07 %	2.92 %	2.94 %	2.49 %	2.12 %	2.08 %

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
UNAUDITED

Fiscal Year Ending June 30,	Interest on Investments	Transportation	Tuition	Rentals - Use of Facilities	Prior Year Refunds	Prior Year Accounts Payable		Community Adult School	School Enrichment	Gate Receipts	Athletic/ Activity Fees	Other	Total
						Canceled							
2010	\$ 19,139	\$ 85,289	\$ 2,918,539	\$ 67,806	\$ 141,872	\$ 360,268	\$ 283,249	\$ 133,327	\$ 60,039	\$ 4,069,528			
2011	15,283	19,550	2,796,406	61,361	19,908	19,908	378,701	130,318	191,775	3,795,729			
2012	7,241	21,418	2,602,361	38,417			438,918	43,127	163,202	3,342,172			
2013	3,187	62,319	2,741,246	40,453	11,661		291,678	46,613	67,021	3,292,851			
2014	5,337	139,384	2,766,919	8,678	52,153		208,834	46,587	565,600 *	3,814,904			
2015	7,828	57,575	3,342,924	15,906	95,602		164,687	105,657	163,554	3,974,115			
2016	9,870	56,163	3,587,623	47,408			227,862		106,119	4,051,554			
2017	15,946	48,200	4,035,671	33,480			380,239		174,851	4,713,586			
2018	57,314	370,716	4,200,543	31,627	274		344,981		261,042	5,294,394			
2019	132,547	740,414	4,357,342	74,408					420,141	5,749,494			

* Includes \$435,459 in favorable settlements in excess of receivables recorded.

Source: Roxbury Township School District records

ROXBURY TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land		Residential		Farm		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)
					Regular	Qualified				Value	Value					
2009	\$ 30,877,100	\$ 1,633,580,500	\$ 3,829,400	\$ 228,000	\$ 315,640,000	\$ 65,075,600	\$ 9,584,900	\$ 2,058,815,500	\$ 7,377,254	\$ 2,066,192,754	\$ 92,869,500	\$ 2.31	\$ 3,951,401,584			
2010	32,933,600	1,635,087,600	3,829,400	225,300	314,938,400	64,775,600	9,584,900	2,061,374,800	7,658,118	2,069,032,918	95,355,800	2.36	3,764,049,787			
2011	32,226,000	1,636,148,300	3,828,900	226,000	314,474,500	64,775,600	9,584,900	2,061,264,200	7,216,033	2,068,480,233	97,111,900	2.40	3,642,015,229			
2012	31,208,400	1,635,612,800	3,834,600	226,000	317,718,200	64,715,800	9,584,900	2,062,900,700	7,427,104	2,070,327,804	97,598,500	2.44	3,513,190,500			
2013	41,400,600	1,632,602,200	4,164,100	227,600	305,435,800	64,715,800	9,584,900	2,058,131,000	-0-	2,052,882,600	98,367,700	2.50	3,290,349,682			
2014	26,665,900	1,631,922,500	4,164,100	227,600	303,970,800	76,346,800	9,584,900	2,052,882,600	-0-	2,051,055,700	98,731,500	2.55	3,104,453,299			
2015	26,741,600	1,631,433,400	4,164,100	227,600	303,811,000	75,093,500	9,584,900	2,051,055,700	-0-	2,043,278,100	98,655,900	2.61	3,141,577,131			
2016	26,282,700	1,633,500,700	4,172,700	227,600	302,200,500	67,309,400	9,584,900	2,043,278,100	-0-	2,042,952,200	99,030,900	2.66	3,289,984,499			
2017	26,247,200	1,636,332,200	3,957,400	228,800	295,975,300	67,309,400	12,901,900	2,042,952,200	-0-	2,044,591,600	99,429,200	2.75	3,252,973,487			
2018	25,587,400	1,637,991,900	3,895,800	228,800	296,732,900	67,354,400	12,800,400	2,044,591,600	-0-	2,044,591,600	99,864,300	2.75	3,323,835,987			

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

^b Tax rates are per \$100

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

Source: Municipal Tax Assessor

ROXBURY TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
(RATE PER \$100 OF ASSESSED VALUE)
UNAUDITED

Year Ended December 31,	Roxbury Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Roxbury Township	Morris County	
2009	\$ 2.204	\$ 0.106	\$ 2.310	\$ 0.960	\$ 0.430	\$ 3.700
2010	2.255	0.105	2.360	1.020	0.420	3.800
2011	2.294	0.106	2.400	1.050	0.420	3.870
2012	2.336	0.104	2.440	1.070	0.420	3.930
2013	2.393	0.107	2.500	1.070	0.400	3.970
2014	2.443	0.108	2.551	1.099	0.383	4.033
2015	2.494	0.111	2.605	1.109	0.385	4.099
2016	2.546	0.118	2.664	1.127	0.411	4.202
2017	2.640	0.105	2.745	1.127	0.414	4.286
2018	2.719	0.033	2.752	1.135	0.423	4.310

^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.

Note: NJSA 18A:7F-5d limits the amount that the District can submit for a General Fund tax levy. The levy when added to other components of the District's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculation.

Source: Municipal Tax Collector and School Business Administrator

ROXBURY TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Taxpayer	2018		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Roxville Associates	\$ 55,970,200	1	2.74 %
AC I Ledgewood LLC	21,300,000	2	1.04 %
Hercules, Inc.	14,999,000	3	0.73 %
Roxbury 2002, LLC	14,440,000	4	0.71 %
Strategic Environmental Partners	11,631,000	5	0.57 %
National Retail Properties LP	8,386,000	6	0.41 %
200 Route 10 LLC	7,044,700	7	0.34 %
118 Main Street, Inc.	6,541,600	8	0.32 %
Individual Taxpayer #1	5,000,000	9	0.24 %
KBC Properties, LLC	4,994,700	10	0.24 %
Total	<u>\$ 150,307,200</u>		<u>7.35%</u>

Taxpayer	2009		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Roxville Associates	\$ 67,828,000	1	3.28 %
Acadia Realty Trust	21,300,000	2	1.03 %
Hercules, Inc.	14,995,600	3	0.73 %
Roxbury 2002, LLC	14,440,000	4	0.70 %
Merry Heart Nursing Home	13,101,300	5	0.63 %
Natick Fourth Realty Corp.	8,000,000	6	0.39 %
Verizon	7,655,567	7	0.37 %
Roxury Enterprises LLC	7,605,000	8	0.37 %
Willfleet Developers	5,047,000	9	0.24 %
Individual Taxpayer #1	5,000,000	10	0.24 %
Total	<u>\$ 164,972,467</u>		<u>7.97%</u>

Note - Individual taxpayers may be different in 2018 and 2009.

Source: Municipal Tax Assessor

ROXBURY TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS,
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2010	\$ 48,737,453	\$ 48,737,453	100.00 %	\$ -0-
2011	49,253,732	49,253,732	100.00 %	-0-
2012	50,229,900	50,229,900	100.00 %	-0-
2013	50,889,530	50,889,530	100.00 %	-0-
2014	51,876,818	51,876,818	100.00 %	-0-
2015	52,872,439	52,872,439	100.00 %	-0-
2016	53,940,084	53,940,079	100.00 %	-0-
2017	55,710,325	55,710,325	100.00 %	-0-
2018	56,462,448	56,462,448	100.00 %	-0-
2019	56,051,472	56,051,472	100.00 %	-0-

^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.

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities		Business- Type Activities	Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Capital Leases	Capital Leases			
2010	\$ 19,515,000	\$ 721,549	\$ -0-	\$ 20,236,549	1.17 %	\$ 867.59
2011	18,100,000	-0-	-0-	18,100,000	1.01 %	774.03
2012	16,730,000	-0-	-0-	16,730,000	0.90 %	714.65
2013	15,080,000	-0-	-0-	15,080,000	0.80 %	644.36
2014	21,100,000	1,796,932	-0-	22,896,932	1.17 %	982.11
2015	19,330,000	1,755,933	-0-	21,085,933	1.04 %	906.96
2016	17,275,000	1,179,717	407,114	18,454,717	0.89 %	797.49
2017	15,425,000	778,214	313,215	16,203,214	0.75 %	702.65
2018	13,770,000	1,011,221	-0-	14,781,221	0.68 %	645.13
2019	12,085,000	997,042	-0-	13,082,042	0.61 %	570.97

^a See J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

^b Includes Early Retirement Incentive Loan Revenue Bonds and Energy Savings Improvement Bonds

Note: Details regarding the District's Outstanding Debt can be found in the Notes to the Financial Statements.

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Valuation Taxable ^b	Per Capita ^c
	General Obligation Bonds ^a	Deductions	Net General Bonded Debt Outstanding		
2010	\$ 19,515,000	\$ -0-	\$ 19,515,000	0.94 %	\$ 837
2011	18,100,000	-0-	18,100,000	0.87 %	774
2012	16,730,000	-0-	16,730,000	0.81 %	715
2013	15,080,000	-0-	15,080,000	0.73 %	644
2014	21,100,000	-0-	21,100,000	1.03 %	905
2015	19,330,000	-0-	19,330,000	0.94 %	831
2016	17,275,000	-0-	17,275,000	0.84 %	747
2017	15,425,000	-0-	15,425,000	0.75 %	669
2018	13,770,000	-0-	13,770,000	0.67 %	601
2019	12,085,000	-0-	12,085,000	0.59 %	527

^a Includes Early Retirement Incentive Loan Revenue Bonds

^b See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

^c See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

Note: Details regarding the District's Outstanding Debt can be found in the Notes to the Financial Statements.

Source: School District Financial Reports

ROXBURY TOWNSHIP SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2018
UNAUDITED

<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			
Roxbury Township	\$ 3,013,158	100.00 %	\$ 3,013,158
Morris County General Obligation Debt	216,647,699	0.35 %	<u>765,450</u>
Subtotal, Overlapping Debt			3,778,608
Roxbury Township School District Direct Debt			<u>12,310,000</u>
Total Direct and Overlapping Debt			<u><u>\$ 16,088,608</u></u>

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

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 Roxbury. This process recognizes that, when considering the District's ability to issue and repay long-term, 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 unit.

Sources: Assessed value data used to estimate applicable percentages provided by the Morris County Board of Taxation; debt outstanding data provided by each governmental unit.

ROXBURY TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION,
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2019

	Equalized Valuation Basis
	2018 \$ 3,267,164,589
	2017 3,306,818,064
	2016 3,238,671,897
	\$ 9,812,654,550
Average Equalized Valuation of Taxable Property	\$ 3,270,884,850
Debt Limit (4% of Average Equalization Value)	\$ 130,835,394 ^a
Net Bonded School Debt	12,085,000
Legal Debt Margin	\$ 118,750,394

	Fiscal Year				
	2015	2016	2017	2018	2019
Debt Limit	\$ 126,771,789	\$ 126,862,266	\$ 128,753,937	\$ 131,113,227	\$ 130,835,394
Total Net Debt Applicable to Limit	19,330,000	17,275,000	15,425,000	13,770,000	12,085,000
Legal Debt Margin	\$ 107,441,789	\$ 109,587,266	\$ 113,328,937	\$ 117,343,227	\$ 118,750,394
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	15.25 %	13.62 %	11.98 %	10.50 %	9.24 %

	Fiscal Year				
	2010	2011	2012	2013	2014
Debt Limit	\$ 155,035,176	\$ 146,195,473	\$ 144,448,148	\$ 138,440,814	\$ 131,512,141
Total Net Debt Applicable to Limit	19,515,000	18,100,000	16,730,000	15,080,000	21,100,000
Legal Debt Margin	\$ 135,520,176	\$ 128,095,473	\$ 127,718,148	\$ 132,052,892	\$ 110,412,141
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	12.59 %	12.38 %	11.58 %	10.89 %	16.04 %

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

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Year	Population ^a	Morris County Per Capita Personal Income ^b	Township of Roxbury Personal Income ^c	Unemployment Rate ^d
2010	23,325	\$ 73,918	\$ 1,724,137,350	6.7 %
2011	23,384	76,573	1,790,583,032	6.5 %
2012	23,410	79,481	1,860,650,210	6.7 %
2013	23,403	80,358	1,880,618,274	5.5 %
2014	23,314	83,626	1,949,656,564	5.4 %
2015	23,249	87,505	2,034,403,745	4.6 %
2016	23,141	89,653	2,074,660,073	4.3 %
2017	23,060	94,259	2,173,612,540	3.6 %
2018	22,912	94,259 *	2,159,662,208	3.6 %
2019	22,912 **	94,259 *	2,159,662,208 ***	N/A

* - Latest Morris County per capita personal income available (2017) was used for calculation purposes.

** - Latest population data available (2018) was used for calculation purposes.

*** - Latest available population data (2018) and latest available Morris County per capita personal income (2017) was used for calculation purposes.

N/A - Information unavailable.

Source: ^a Population information provided by the NJ Dept of Labor and Workforce Development

^b Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

^c Personal income has been estimated based upon the municipal population and per capita personal income presented

^d Unemployment data provided by the NJ Dept of Labor and Workforce Development

ROXBURY TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS, COUNTY OF MORRIS
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

Employer	2018		
	Employees	Rank (Optional)	Percentage of Total Employment
Picatinny Arsenal	6,400	1	2.54%
Atlantic Health Systems	6,350	2	2.52%
Novartis Corporation	4,607	3	1.83%
Bayer Healthcare, LLC	2,800	4	1.11%
ADP	2,242	5	0.89%
Wyndham Worldwide	1,907	6	0.76%
Accenture	1,883	7	0.75%
Honeywell	1,868	8	0.74%
Allergan	1,700	9	0.67%
St. Clare's Health System	1,544	10	0.61%
	<u>31,301</u>		<u>12.41%</u>
Total Employment	<u>244,696</u>		
Employer	2009		
	Employees	Rank (Optional)	Percentage of Total Employment
Atlantic Health Systems	6,300	1	2.47%
U.S. Army Armament Research and Development	3,575	2	1.40%
Novartis Corporation	3,573	3	1.40%
St. Clare's Health System	2,342	4	0.92%
County of Morris	2,126	5	0.83%
ADP	2,019	6	0.79%
United Parcel Service	1,941	7	0.76%
AT&T	1,500	8	0.59%
Honeywell	1,500	9	0.59%
Wyndham Worldwide	1,395	10	0.55%
	<u>26,271</u>		<u>10.32%</u>
Total Employment	<u>254,678</u>		

Source: County of Morris

ROXBURY TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM,
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program</u>	<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>
Instruction										
Regular	291	253	261	259	254	254	299	299	299	283
Special education	66	84	97	121	126	126	97	113	113	126
Support Services:										
Student & instruction related services	83	88	88	74	74	71	88	88	88	111
School administrative services	34	28	40	30	30	30	26	26	26	36
General and business administrative services	20	20	23	35	35	35	23	23	23	9
Plant operations and maintenance	69	64	65	35	33	33	46	46	46	36
Pupil transportation	73	62	63	60	62	62	58	58	58	73
Total	636	599	637	614	614	611	637	653	653	674

Source: District Personnel Records

ROXBURY TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment ^d	Operating Expenditures ^a	Cost Per Pupil ^b	Percentage Change	Teaching Staff ^c	Teacher/Pupil Ratio			Average Daily Enrollment (ADE) ^d	Average Daily Attendance (ADA) ^d	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary School	Middle School	High School				
2010	3,396	\$ 69,290,307	\$ 20,404	0.63 %	534	1:12.4	1:11.8	1:11.7	4,267	4,106	-2.16 %	96.23 %
2011	3,396	68,627,440	20,208	-0.96 %	479	1:12.2	1:10.4	1:10.9	4,143	3,975	-2.91 %	95.94 %
2012	3,396	68,085,002	20,049	-0.79 %	483	1:12.1	1:10.3	1:10.6	4,019	3,868	-2.99 %	96.24 %
2013	3,888	70,075,961	18,024	-10.10 %	494	1:12.1	1:10.1	1:10.8	3,888	3,731	-3.26 %	95.96 %
2014	3,865	70,335,500	18,198	0.97 %	459	1:12.1	1:10.1	1:10.6	3,624	3,479	-6.79 %	96.00 %
2015	3,709	74,213,802	20,009	9.95 %	459	1:12.1	1:10.1	1:10.6	3,624	3,479	0.00 %	96.00 %
2016	3,662	74,102,785	20,236	1.13 %	537	1:12.1	1:10.1	1:10.6	3,636	3,490	0.33 %	95.98 %
2017	3,573	76,969,479	21,542	6.46 %	537	1:12.1	1:10.1	1:10.6	3,577	3,443	-1.62 %	96.25 %
2018	3,541	78,073,303	22,048	2.35 %	537	1:12.1	1:10.1	1:10.6	3,600	3,461	0.64 %	96.14 %
2019	3,495	80,144,223	22,931	4.00 %	345	1:12.1	1:10.1	1:10.6	3,506	3,368	-2.61 %	96.06 %

^a Operating expenditures equal total expenditures less debt service and capital outlay.
^b The Cost per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This Cost per Pupil may be different from other Cost per Pupil calculations.
^c Teaching staff includes only full-time equivalents of certificated staff.
^d Enrollment, average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

Sources: Roxbury Township School District records

ROXBURY TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

District Building	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Roosevelt/Lincoln Intermediate School										
Square Feet	119,550	119,550	119,550	119,550	119,550	119,550	119,550	119,550	119,550	119,550
Capacity (students)	831	831	831	831	831	831	831	831	831	831
Enrollment	634	634	634	540	539	551	496	495	499	480
Nixon Elementary School										
Square Feet	50,890	50,890	50,890	50,890	50,890	50,890	50,890	50,890	50,890	50,890
Capacity (students)	464	464	464	464	464	464	464	464	464	464
Enrollment	350	350	350	280	277	284	289	269	276	256
Kennedy Elementary School										
Square Feet	46,970	46,970	46,970	46,970	46,970	46,970	46,970	46,970	46,970	46,970
Capacity (students)	426	426	426	426	426	426	426	426	426	426
Enrollment	318	318	318	229	229	220	219	225	248	255
Jefferson Elementary School										
Square Feet	47,050	47,050	47,050	47,050	47,050	47,050	47,050	47,050	47,050	47,050
Capacity (students)	614	614	614	614	614	614	614	614	614	614
Enrollment	480	480	480	387	388	335	334	345	349	364
Franklin Elementary School										
Square Feet	47,260	47,260	47,260	47,260	47,260	47,260	47,260	47,260	47,260	47,260
Capacity (students)	482	482	482	482	482	482	482	482	482	482
Enrollment	362	362	362	350	349	332	330	304	320	332
Eisenhower Middle School										
Square Feet	105,840	105,840	105,840	105,840	105,840	105,840	105,840	105,840	105,840	105,840
Capacity (students)	864	864	864	864	864	864	864	864	864	864
Enrollment	674	674	674	645	642	568	582	588	518	527
Roxbury High School										
Square Feet	281,740	281,740	281,740	281,740	281,740	281,740	281,740	281,740	281,740	281,740
Capacity (students)	1,968	1,968	1,968	1,968	1,968	1,968	1,968	1,968	1,968	1,968
Enrollment	578	578	578	1,457	1,441	1,419	1,412	1,347	1,331	1,281
Central Administration										
Square Feet	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
Special Education Building										
Square Feet	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000

Number of Schools at June 30, 2019
 Elementary = 5
 Middle School = 1
 High School = 1
 Other = 2

Note: Enrollment is based on the annual October district count.

ROXBURY TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS
UNAUDITED

Undistributed Expenditures - Required Maintenance for School Facilities
 11-000-261-xxx

Fiscal Year Ended June 30,	Roosevelt/ Lincoln		Nixon		Kennedy		Jefferson		Franklin		Eisenhower		Roxbury		Total
	Intermediate School	School	Elementary School	School	Elementary School	School	Elementary School	School	Elementary School	School	Middle School	School	High School	School	
2010	\$ 170,693	\$ 73,509	\$ 67,847	\$ 67,962	\$ 67,702	\$ 152,882	\$ 406,964	\$ 1,007,559							
2011	172,587	70,050	75,362	65,523	73,321	152,280	406,082	1,015,205							
2012	213,665	91,350	86,414	84,699	85,935	191,555	509,414	1,263,032							
2013	210,899	65,626	55,678	53,123	64,669	142,733	426,283	1,019,011							
2014	295,121	127,713	114,769	122,535	114,769	260,604	690,340	1,725,851							
2015	186,717	80,474	77,229	172,635	77,295	161,678	781,829	1,537,857							
2016	264,514	82,907	166,759	293,658	76,209	220,806	710,325	1,815,178							
2017	187,472	74,139	97,467	194,716	72,157	143,910	1,105,477	1,875,338							
2018	283,591	108,757	100,659	218,527	119,037	808,070	812,659	2,451,300							
2019	234,173	94,006	90,629	204,037	86,368	232,814	632,495	1,574,522							

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

Source: Roxbury Township School District records

ROXBURY TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2019
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Alliance Insurance Fund (SAIF):		
School Package Policy:		
Building & Personal Property	\$ 500,000,000 Occurrence	\$ 2,500
Auto Physical Damage		1,000
General Liability including Auto, Employee Benefits:	5,000,000	
Per Occurrence		
General Aggregate	Agreed upon based on membership	
Product/Completed Ops		
Personal Injury		
Fire Damage	2,500,000	
Medical Expenses (excluding students taking part in athletics)	10,000	
Automobile Coverage		
Combined Single Limit		
Hired/Non-owned		
Security Guard Liability		
Environmental Impairment Liability	1,000,000 / 25,000,000 Fund Aggregate	10,000
		Fungi & Legionella 100,000
Crime Coverage	50,000 Inside/Outside	1,000
Blanket Dishonesty Bond	500,000	1,000
Boiler and Machinery	100,000,000	2,500
Excess Liability (AL/GL/SLPL)	5,000,000	
School Board Legal Liability (SLPL)	5,000,000	10,000
Cyber Liability	2,000,000	10,000
Shared Excess Liability	50,000,000	
New Jersey Schools Insurance Group:		
Workers' Compensation:	Statutory	
Employer's Liability	2,000,000	
Supplemental Indemnity	Statutory	
Public Officials' Bonds:		
Treasurer of School Monies	355,000	
School Business Administrator/Board Secretary	100,000	
Assistant School Business Administrator/Board Secretary	100,000	
Bollinger Insurance:		
Student Accident	5,000,000	

Source: School District Insurance Agent

SINGLE AUDIT SECTION



Mount Arlington Corporate Center
200 Valley Road, Suite 300
Mt. Arlington, NJ 07856
973-298-8500 | 973-298-8501 Fax
Lawrence Business Center
11 Lawrence Road
Newton, NJ 07860
973-383-6699 | 973-383-6555 Fax

Report on Internal Control over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Roxbury Township School District
County of Morris, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of Roxbury Township, in the County of Morris (the "District") as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 7, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

The Honorable President and Members
of the Board of Education
Roxbury Township School District
Page 2

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

October 7, 2019
Mount Arlington, New Jersey

NISIVOCCIA LLP



William F. Schroeder
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Report on Compliance For Each Major Federal and State Program
and Report on Internal Control Over Compliance

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Roxbury Township School District
County of Morris, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Board of Education of the Roxbury Township's (the "District's") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/ Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the fiscal year ended June 30, 2019. The District's major federal and state programs are identified in the summary of auditors' 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.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our 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; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. Those standards, the Uniform Guidance and New Jersey's OMB Circular 15-08 require that we 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 District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

The Honorable President and Members
of the Board of Education
Roxbury Township School District
Page 2

Opinion on Each Major Federal and State Program

In our opinion, the District 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 District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and 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 and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and NJOMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of 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.

Our 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. We did not identify any deficiencies in internal control over compliance that we 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 our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance or NJOMB 15-08. Accordingly, this report is not suitable for any other purpose.

October 7, 2019
Mount Arlington, New Jersey

NISIVOCIA LLP



William F. Schroeder
Licensed Public School Accountant #2112
Certified Public Accountant

ROXBURY TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Federal CFDA Number	Grant or State Project No.	Grant Period	Award Amount	Balance at June 30, 2018		Cash Received	Budgetary Expenditures	Adjust- ments	Balance at June 30, 2019		
					Budgetary Accounts Receivable					Budgetary Accounts Receivable	Due to Grantor	
<u>U.S. Department of Agriculture:</u>												
Passed-through State Department of Agriculture:												
Child Nutrition Cluster:												
Food Distribution Program	10.555	N/A	7/1/18-6/30/19	\$ 11,010	\$	11,010	\$ (11,010)					
National School Lunch Program	10.555	N/A	7/1/18-6/30/19	260,820		238,304	(260,820)			\$ (22,516)		
National School Lunch Program	10.555	N/A	7/1/17-6/30/18	177,261	\$ (14,880)	14,880						
School Breakfast Program	10.553	N/A	7/1/18-6/30/19	12,970		11,815	(12,970)			(1,155)		
School Breakfast Program	10.553	N/A	7/1/17-6/30/18	2,037	(174)	174						
Total Child Nutrition Cluster					(15,054)	276,183	(284,800)			(23,671)		
Total U.S. Department of Agriculture					(15,054)	276,183	(284,800)			(23,671)		
<u>U.S. Department of Education:</u>												
Special Revenue Fund:												
Passed-through State Department of Education:												
Elementary and Secondary Education Act:												
Title I	84.010	ESEA456019	7/1/18-6/30/19	232,145		120,637	(223,076)			(102,439)		
Title I	84.010	ESEA456018	7/1/17-6/30/18	242,556	(73,708)	77,899					\$ 4,191	
Total Title I					(73,708)	198,536	(223,076)			(102,439)	4,191	
Title IIA	84.367	ESEA456019	7/1/18-6/30/19	70,636		20,143	(52,482)			(32,339)		
Title IIA	84.367	ESEA456018	7/1/17-6/30/18	72,249	(25,510)	25,510						
Total Title II					(25,510)	45,653	(52,482)			(32,339)		
Title III	84.365	ESEA456019	7/1/18-6/30/19	20,734		884	(14,495)			(13,611)		
Title III	84.365	ESEA456018	7/1/17-6/30/18	16,627	(10,470)	10,470						
Title III - Immigrant	84.365	ESEA456019	7/1/18-6/30/19	5,426	(1,026)	1,026	(1,534)			(1,534)		
Title III - Immigrant	84.365	ESEA456018	7/1/17-6/30/18	3,944	(11,496)	12,380	(16,029)			(15,145)		
Total Title III					(11,496)	1,969	(14,737)			(12,768)		
Title IV	84.424	ESEA456019	7/1/18-6/30/19	15,052	(7,624)	7,625	\$ (1)					
Title IV	84.424	ESEA456018	7/1/17-6/30/18	10,000	(7,624)	9,594	(14,737)			(12,768)		
Total Title IV					(7,624)	9,594	(14,737)			(12,768)		

ROXBURY TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass Through Grantor/ Program/Cluster Title	Federal CFDA Number	Grant or State Project No.	Grant Period	Award Amount	Balance at June 30, 2018		Cash Received	Budgetary Expenditures	Adjust- ments	Balance at June 30, 2019		
					Budgetary Accounts Receivable	Budgetary Accounts Receivable				Due to Grantor	Amounts Provided to Subrecipients	
<u>U.S. Department of Education: (Cont'd)</u>												
<u>Special Revenue Fund: (Cont'd)</u>												
Passed-through State Department of Education:												
Special Education Cluster:												
	84.027	IDEA456019	7/1/18-6/30/19	\$ 938,489	\$ 430,249		\$ (865,009)			\$ (434,760)		
	84.027	IDEA456018	7/1/17-6/30/18	953,639	125,821							
	84.173	IDEA456019	7/1/18-6/30/19	56,431	34,772		(40,055)			(5,283)		
	84.173	IDEA456018	7/1/17-6/30/18	40,508	6,968							
				Total Special Education Cluster	597,810		(905,064)			(440,043)		
				Subtotal - Special Revenue Fund	863,973		(1,211,388)	\$ (1)		(602,734)	\$ 4,191	
				Total U.S. Department of Education	863,973		(1,211,388)	(1)		(602,734)	4,191	
U.S. Department of Health and Human Services:												
Medicaid Cluster:												
	93.778	N/A	7/1/18-6/30/19	85,924	85,924		(85,924)					
	93.778	N/A	7/1/17-6/30/18	83,002	4,620							
				Total U.S. Department of Health and Human Services/Medicaid Cluster	90,544		(85,924)					
				Total Federal Awards	\$ 1,230,700		\$ (1,582,112)	\$ (1)		\$ (626,405)	\$ 4,191	
											\$ -0-	

N/A - Not Applicable

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2018		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2019		MEMO	
				Budgetary Accounts Receivable	Due to Grantor				GAAP Accounts Receivable	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
<u>State Department of Education:</u>												
General Fund State Aid:												
Equalization Aid	19-495-034-5120-078	7/1/18-6/30/19	\$ 10,300,890			\$ 9,287,327	\$ (10,300,890)		\$ (1,013,563)	\$ 10,300,890		
Transportation Aid	19-495-034-5120-014	7/1/18-6/30/19	558,875			503,884	(558,875)		(54,991)	558,875		
Special Education Aid	19-495-034-5120-089	7/1/18-6/30/19	2,433,575			2,194,122	(2,433,575)		(239,453)	2,433,575		
Security Aid	19-495-034-5120-084	7/1/18-6/30/19	61,433			55,388	(61,433)		(6,045)	61,433		
School Choice Aid	19-495-034-5120-068	7/1/18-6/30/19	367,227			331,094	(367,227)		(36,133)	367,227		
Extraordinary Special Education Costs Aid	19-495-034-5120-044	7/1/18-6/30/19	632,450				(632,450)		(632,450)	632,450		
Excess Nonpublic Transportation Costs	19-495-034-5120-014	7/1/18-6/30/19	36,877				(36,877)		(36,877)	36,877		
Reimbursed TPAF Social Security Contributions	19-495-034-5094-003	7/1/18-6/30/19	2,213,310			2,105,199	(2,213,310)		(108,111)	2,213,310		
On-Behalf TPAF Post Retirement Contributions	19-495-034-5094-001	7/1/18-6/30/19	2,574,637			2,574,637	(2,574,637)			2,574,637		
On-Behalf TPAF Pension Contributions	19-495-034-5094-002	7/1/18-6/30/19	5,559,650			5,559,650	(5,559,650)			5,559,650		
On-Behalf TPAF Non-Contributory Insurance	19-495-034-5094-004	7/1/18-6/30/19	116,378			116,378	(116,378)			116,378		
On-Behalf TPAF Long-Term Disability Insurance	19-495-034-5094-004	7/1/18-6/30/19	6,270			6,270	(6,270)			6,270		
Equalization Aid	18-495-034-5120-078	7/1/17-6/30/18	10,300,890	\$ (1,015,032)		1,015,032				10,300,890		
Transportation Aid	18-495-034-5120-014	7/1/17-6/30/18	233,042	(22,964)		22,964				233,042		
Special Education Aid	18-495-034-5120-089	7/1/17-6/30/18	2,433,575	(239,800)		239,800				2,433,575		
Security Aid	18-495-034-5120-084	7/1/17-6/30/18	61,433	(6,054)		6,054				61,433		
Adjustment Aid	18-495-034-5120-085	7/1/17-6/30/18	470,428	(46,355)		46,355				470,428		
School Choice Aid	18-495-034-5120-068	7/1/17-6/30/18	305,802	(30,133)		30,133				305,802		
PARCC Readiness	18-495-034-5120-098	7/1/17-6/30/18	34,275	(3,377)		3,377				34,275		
Per Pupil Growth Aid	18-495-034-5120-097	7/1/17-6/30/18	34,275	(3,377)		3,377				34,275		
Professional Learning Community Aid	18-495-034-5120-101	7/1/17-6/30/18	34,470	(3,397)		3,397				34,470		
Extraordinary Special Education Costs Aid	18-495-034-5120-044	7/1/17-6/30/18	503,383	(503,383)		503,383				503,383		
Excess Nonpublic Transportation Costs	18-495-034-5120-014	7/1/17-6/30/18	23,042	(23,042)		23,042				23,042		
Reimbursed TPAF Social Security Contributions	18-495-034-5094-003	7/1/17-6/30/18	2,038,334	(98,687)		98,687				2,038,334		
Subtotal - General Fund				(1,995,601)		24,729,550	(24,861,572)		(777,438)		(2,127,623)	41,334,521
Special Revenue Fund Aid:												
Nonpublic Auxiliary Services:												
Compensatory Education	19-100-034-5120-067	7/1/18-6/30/19	71,067			71,067	(45,684)			\$ 25,383		45,684
Compensatory Education	18-100-034-5120-067	7/1/17-6/30/18	65,552		\$ 13,821							51,731
Transportation	19-100-034-5120-067	7/1/18-6/30/19	20,476			20,476	(20,476)					20,476
Nonpublic Handicapped Services:												
Supplementary Instruction	19-100-034-5120-066	7/1/18-6/30/19	53,128			53,128	(23,076)			30,052		23,076
Supplementary Instruction	18-100-034-5120-066	7/1/17-6/30/18	46,785		23,471							23,314
Corrective Speech	19-100-034-5120-066	7/1/18-6/30/19	33,034			33,034	(18,035)			14,999		18,035
Corrective Speech	18-100-034-5120-066	7/1/17-6/30/18	32,141		13,124							19,017
Nonpublic Handicapped Services:												
Examination and Classification	19-100-034-5120-066	7/1/18-6/30/19	50,425			50,425	(22,395)			28,030		22,395
Examination and Classification	18-100-034-5120-066	7/1/17-6/30/18	51,505		15,292							36,213

ROXBURY TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2018		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2019		MEMO	
				Budgetary Accounts Receivable	Due to Grantor				GAAP Accounts Receivable	Due to Grantor	Budgetary Receivable	Cumulative Total Expenditures
State Department of Education:												
Special Revenue Fund Aid (Cont'd):												
N.J. Nonpublic Textbook Aid	19-100-034-5120-064	7/1/18-6/30/19	15,165	\$	15,165	\$	(14,932)	\$	233	\$	14,932	
N.J. Nonpublic Textbook Aid	18-100-034-5120-064	7/1/17-6/30/18	16,215	\$	328			(328)			15,887	
N.J. Nonpublic Nursing Aid	19-100-034-5120-066	7/1/18-6/30/19	27,742		27,742	(27,742)					27,742	
N.J. Nonpublic Technology Initiative	19-100-034-5120-373	7/1/18-6/30/19	10,224		10,224	(10,002)			222		10,002	
N.J. Nonpublic Technology Initiative	18-100-034-5120-373	7/1/17-6/30/18	10,952		176			(176)			10,776	
N.J. Nonpublic Security Aid	19-100-034-5120-509	7/1/18-6/30/19	42,900		42,900	(40,490)			2,410		40,490	
N.J. Nonpublic Security Aid	18-100-034-5120-509	7/1/17-6/30/18	22,350		672			(672)			21,678	
Subtotal - Special Revenue Fund				66,884	324,161	(222,832)		(66,884)	101,329		401,448	
Food Service Fund:												
State School Lunch Program	19-100-010-3350-023	7/1/18-6/30/19	11,104		10,146	(11,104)			\$	(958)	11,104	
State School Lunch Program	18-100-010-3350-023	7/1/17-6/30/18	7,100	\$	(609)	609					7,100	
Subtotal - Food Service Fund				(609)	10,755	(11,104)			(958)		18,204	
Total State Department of Education				(1,996,210)	66,884	(25,095,508)		(66,884)	101,329	(2,128,581)	41,754,173	
NJ Schools Development Authority:												
Capital Projects Fund:												
Educational Facilities Construction and Financing Act:												
Eisenhower Middle School Roof Replacement Phase I	4560-055-13-3003	6/24/14-12/30/16	536,000			(536,000)				(536,000)		
Franklin Elementary School Windows Replacement	4560-060-13-2006	7/28/16-10/30/18	189,079			(189,079)				(189,079)		
Total NJ Schools Development Authority										(725,079)		
Total State Awards Subject to Single Audit Determination				\$	25,064,466	\$	(25,820,587)	\$	101,329	\$	(2,853,660)	\$
Less: State Awards Not Subject to Single Audit Major Program Determination												
On-Behalf TPAF Pension System Contributions:												
On-Behalf TPAF Post Retirement Contributions	19-495-034-5094-001	7/1/18-6/30/19	(2,574,637)		(2,574,637)	2,574,637						
On-Behalf TPAF Pension Contributions	19-495-034-5094-002	7/1/18-6/30/19	(5,559,650)		(5,559,650)	5,559,650						
On-Behalf TPAF Non-Contributory Insurance	19-495-034-5094-004	7/1/18-6/30/19	(116,378)		(116,378)	116,378						
On-Behalf TPAF Long-Term Disability Insurance	19-495-034-5094-004	7/1/18-6/30/19	(6,270)		(6,270)	6,270						
Subtotal - On-Behalf TPAF Pension System Contributions				(8,256,935)	8,256,935							
Total State Awards Subject to Single Audit Major Program Determination				\$	16,807,531	\$	(17,563,652)					

N/A - Not Applicable/Available

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

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards includes the federal and state grant activity of the Board of Education, Roxbury Township School District under programs of the federal and state governments for the fiscal year ended June 30, 2019. The information in these schedules are 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* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented on the accrual basis of accounting. These bases of accounting are described in Note 1 to the District’s basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 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 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 last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes those payments are not recognized until the subsequent budget year due to the state deferral and recording of the last 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 revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$20,304 for the general fund and (\$7,042) (of which \$1,155 relates to local grants) for the special revenue fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Revenue from federal and state awards is reported in the Board’s basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	\$ 85,924	\$ 24,881,876	\$ 24,967,800
Special Revenue Fund	1,213,685	214,648	1,428,333
Capital Projects Funds		725,079	725,079
Food Service Fund	284,800	11,104	295,904
Total Awards	<u>\$ 1,584,409</u>	<u>\$ 25,832,707</u>	<u>\$ 27,417,116</u>

ROXBURY TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

(Continued)

NOTE 4. INDIRECT COST RATE

The District has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2019.

NOTE 7. NJ SCHOOLS DEVELOPMENT AUTHORITY (NJSDA GRANTS)

The District has been awarded six grants in the amount of \$2,913,077 in the Capital Projects Fund from the New Jersey School Development Authority (NJSDA) under the Educational Facilities Construction and Financing Act. As of June 30, 2019, all of the projects are near completion. As of June 30, 2019, \$725,079 of the grant funds have been expended and drawn down on a GAAP basis. In the Capital Projects Fund, the District realizes the full amount of the grant revenue on a budgetary basis in the year awarded and realizes the grant revenue on a GAAP basis as it is expended and submitted for reimbursement. Expenditures, if any, reported under the NJSDA on the Schedule of Expenditures of State Awards represent reimbursement requests submitted to the NJSDA.

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

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the financial statements of the District.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over major federal and state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major Federal and State Program; Report on Internal Control Over Compliance*.
- The auditor's report on compliance for the major federal and state programs for the District expresses an unmodified opinion on all major federal and state programs.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.
- The District's programs tested as major federal and state programs for the current fiscal year consisted of the following:

	<u>C.F.D.A./</u> <u>State Grant Number</u>	<u>Grant Period</u>	<u>Award</u> <u>Amount</u>	<u>Budgetary</u> <u>Expenditures</u>
<u>Federal:</u>				
Special Education Cluster:				
I.D.E.A. Part B, Basic	84.027	7/1/18-6/30/19	\$ 938,489	\$ 865,009
I.D.E.A. Preschool	84.173	7/1/18-6/30/19	56,431	40,055
<u>State:</u>				
Equalization Aid	19-495-034-5120-078	7/1/18-6/30/19	10,300,890	10,300,890
Special Education Aid	19-495-034-5120-089	7/1/18-6/30/19	2,433,575	2,433,575
Security Aid	19-495-034-5120-084	7/1/18-6/30/19	61,433	61,433
School Choice Aid	18-495-034-5120-068	7/1/18-6/30/19	367,227	367,227

- The threshold used for distinguishing between Type A and Type B federal and state programs was \$750,000.
- The District was determined to be a "low-risk" auditee for federal and state programs.

ROXBURY TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Continued)

Summary of Auditors' Results: (Cont'd)

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

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

Findings and Questioned Costs for Federal Awards:

- The audit did not disclose any findings or questioned costs for federal awards as defined in 2 CFR 200.516(a) of the Uniform Guidance.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any findings or questioned costs for state awards as defined in 2 CFR 200.516(a) of the Uniform Guidance and New Jersey's OMB Circular 15-08.

ROXBURY TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Status of Prior Year Findings:

The District had no prior year audit findings.