

**Comprehensive Annual  
Financial Report**

**of the**

**Borough of South Plainfield Board of Education**

**County of Middlesex**

**South Plainfield, New Jersey**

**For the Fiscal Year Ended June 30, 2019**

**Prepared by**

**Borough of South Plainfield, Board of Education  
Finance Department**



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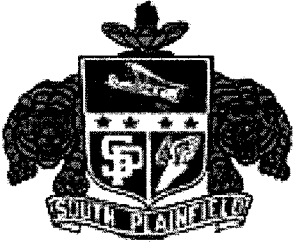
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**INTRODUCTORY SECTION**



## South Plainfield Public Schools

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908-754-4620  
spboe.org

Ms. Mary Malyska  
Assistant Superintendent  
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Dr. Noreen Lishak  
Superintendent of Schools  
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Mr. Alex Benanti  
Board Secretary/Business Admin.  
[abenanti@spboe.org](mailto:abenanti@spboe.org)

December 16, 2019

Honorable President and  
Members of the Board of Education  
South Plainfield School District  
County of Middlesex, New Jersey

Dear Board Members:

The comprehensive annual financial report (CAFR) of the Borough of South Plainfield School District (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 (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 financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The District has implemented Statement No. 34 of the Governmental Accounting Standards Board (GASB) entitled Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments. This standard, issued in June 1999, creates a new reporting model of financial information and disclosure, which represents a significant departure from the previously used reporting model. The reader will notice that the two main basic financial statements created by this standard, the Statement of Net Position and the Statement of Activities do not contain numerous columns for various funds that have been seen in past governmental financial statements. These two financial statements consolidate much of the detailed information contained in fund based financial statements of the Borough of South Plainfield School District.

Also required as part of "Required Supplementary Information" by GASB Statement No. 34 is a "Management's Discussion and Analysis" (MD&A) which allows the District to explain in layman's terms its financial position and results of operations of the past fiscal year.



The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory sections include this transmittal letter, the District’s organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, Management’s Discussion and Analysis (MD&A), supplemental information, the combining of individual schedules as well as the auditor’s report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the “Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid”, the audit requirement of Title 2 U.S. Code of Federal Regulations CFR Part 200, Uniform Administrative Requirements, Cost Principles, and requirements for Federal Awards (Uniform Guidance), New Jersey 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 auditor’s report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A of the Borough of South Plainfield School District can be found immediately following the report of the independent auditors.

1. Reporting Entity and its Services: Borough of South Plainfield School District is an independent reporting entity within the criteria adopted by the GASB as established by GASB Statement No.14. All funds of the District are included in this report. The Borough of South Plainfield Board of Education and all its schools constitute the District’s reporting entity. The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, limited English-proficient, as well as special education for educationally handicapped youngsters.

The District operated the 2018/2019 fiscal year with an enrollment of 3,351 students, which represents a decrease of 0.86% less students than the previous year’s enrollment. This change is primarily due to natural fluctuations in student enrollment year over year. The following details the changes in the student enrollment of the district over the last ten years.

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2018-2019	3,351	-0.86%
2017-2018	3,380	-0.35%
2016-2017	3,392	-3.83%
2015-2016	3,523	-0.15%
2014-2015	3,576	3.32%

2013-2014	3,461	-2.73%
2012-2013	3,558	-1.96%
2011-2012	3,630	-2.26%
2010-2011	3,714	-0.70%
2009-2010	3,739	0.91%

2. Economic Condition and Outlook: Borough of South Plainfield’s economy benefits from its location as a convenient commutation point to major employment centers, including New York City. The economy mirrors the national economy that is doing well and is at a historical high.
3. Internal Accounting Controls: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that recognizes: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

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

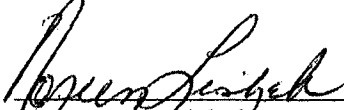
An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of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


5. Accounting System and Reports: The District’s accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB).

6. Debt Administration: On August 14, 2009, the Board of Education sold and issued \$9,765,000 Refunding School bonds resulting in a savings of \$341,112. As of June 30, 2019, the outstanding principal was \$3,420,000 for this issue. On March 28, 2017, the voters of the Borough of South Plainfield approved a \$28,094,000 (\$9,526,000 to be financed with debt service aid) bond referendum to finance a long list of needed capital projects. This list of projects can be provided by the school business administrator if needed. As of June 30, 2019 the outstanding principal balance was \$28,094,000 for this issue.
7. Cash Management: The investment policy of the District is guided in large part by state statute as detailed in the “Notes to Basic Financial Statements”, Note 2. The District has adopted a cash management plan which requires it to deposit its funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (“GUDPA”). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
8. Risk Management: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.
9. Other Information:  
  
Independent Audit: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Suplee, Clooney and Company, 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 the Uniform Guidance and New Jersey OMB Circular 15-08. The auditor’s report of the CAFR is included in the financial section of this report. The auditor’s reports related specifically to the single audit are included in the single audit section of this report.
10. Acknowledgments: We would like to express our appreciation to the members of the Borough of South Plainfield School Board of Education 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 our administrative office staff.

Respectfully Submitted,

  
\_\_\_\_\_  
Dr. Noreen Lishak,  
Superintendent of Schools

  
\_\_\_\_\_  
Alex Benanti  
Business Administrator/  
Board Secretary

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
ROSTER OF OFFICIALS  
JUNE 30, 2019**

<b><u>Members of the Board of Education</u></b>	<b><u>Term Expires</u></b>
Douglas Chapman, President	2021
Thomas Cassio, Vice President	2019
Keith Both	2020
Deborah Boyle	2019
John Farinella	2021
Sharon Miller	2021
Ernie "Jim" Giannakis	2019
Pio Pennisi	2020
Stephanie Wolak	2020
<b><u>Other Officials</u></b>	
Dr. Noreen Lishak	
Alex Benanti, Business Administrator/Board Secretary	
Glen Cullen, Treasurer	
Marc H. Zitomer, Esq., Schenck, Price, Smith & King, LLP Board Attorney	

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CONSULTANTS AND ADVISORS  
JUNE 30, 2019**

**Audit Firm**

Suplee, Clooney & Company  
Certified Public Accountants  
308 East Broad Street  
Westfield, New Jersey 07090-2122

**Official Depository**

Investors Bank  
101 Wood Avenue South  
Iselin, New Jersey 08830

**Attorney**

Schenck, Price, Smith & King, LLP  
220 Park Avenue  
PO Box 991  
Florham Park, New Jersey 07932

**FINANCIAL SECTION**



# SUPLEE, CLOONEY & COMPANY

CERTIFIED PUBLIC ACCOUNTANTS

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## **INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Education  
South Plainfield School District  
County of Middlesex  
South Plainfield, New Jersey 07080

### ***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 South Plainfield School District, in the County of Middlesex, State of New Jersey (the "District") as of and for the 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.

### ***Auditor's 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 and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, audit requirements prescribed by the Division of Finance, Department of Education, State of New Jersey, 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 State of New Jersey *OMB Circular 15-08* "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." Those standards and provisions require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



## SUPLEE, CLOONEY & COMPANY

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

### ***Opinion***

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 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 and budgetary comparison information in Exhibit C-1 through C-3, the schedules related to accounting and reporting for pensions in Exhibit L-1 through L-4 and the schedules related to accounting and reporting for postretirement benefits other than pensions (OPEB) in Exhibits M-1 and M-2 are 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.

# SUPLEE, CLOONEY & COMPANY

## *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 supplementary information schedules such as the introductory section, combining statements and individual fund financial statements, the statistical section and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, State of New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and the Schedules of Expenditures of Federal Awards and State Financial Assistance, as listed in the table of contents, as required by the Uniform Guidance, State of New Jersey's OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid," and the State of New Jersey, Department of Education, Division of Finance is the responsibility of management and was derived from and relates 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 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 combining and individual fund financial statements and the Schedules of Expenditures of Federal Awards and State Financial Assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The 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 December 16, 2019 on our consideration of the South Plainfield School 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 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 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.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
PUBLIC SCHOOL ACCOUNTANT NO. 948

December 16, 2019

**REQUIRED SUPPLEMENTARY INFORMATION – Part I**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

## **BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2019 UNAUDITED**

The discussion and analysis of the Borough of South Plainfield School District's (the District) financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2019. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – *Basic Financial Statements-Management's Discussion and Analysis-for the State and Local Governments* issued in June 1999. Certain comparative information between the current fiscal year (2018-2019) and the prior fiscal year (2017-2018) is required to be presented in the MD&A.

#### **Financial Highlights**

Key financial highlights for fiscal year 2019 are as follows:

- The state continues to delay the final two state aid payments into the subsequent budget year. Therefore, the final two payments were not reflected on the GAAP basis financial statements for the 2018/2019 school year.
- General revenues accounted for \$58,352,894.61 or 71.3% of all revenues. Program specific revenues in the form of charges for services and operating/capital grants and contributions accounted for \$23,509,572.19 or 28.7% of all revenues.
- The District had \$79,446,372.32 in expenses that were adequately provided for by general revenues consisting primarily of state aid and property taxes.

#### **Using this Comprehensive Annual Financial Report (CAFR)**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The *Statement of Net Position and Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other non-major funds presented in total in one column. In the case of the district, the General Fund is by far the most significant fund.

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2019**  
**UNAUDITED**

**Reporting the District as a Whole**

**Statement of Net Position and the Statement of Activities**

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2019?" The Statement of Net Position and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account, all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in those assets. This change in net position is important because it tells the reader that, for the school district as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the District is divided into two distinct kinds of activities:

- **Government Activities** – All of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, student transportation and extracurricular activities.
- **Business-Type Activities** – This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The food service preschool, latchkey and the adult education programs are reported as business activities.

## **BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2019 UNAUDITED**

#### **Reporting the District's Most Significant Funds**

##### **Fund Financial Statements**

Fund Financial reports provide detailed information about the District's funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

##### **Governmental Funds**

The District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future years. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

##### **Enterprise Fund**

The enterprise fund uses the same basis of accounting as business-type activities. These statements closely resemble financial statements of a private sector business entity.

##### **The School District as a Whole**

Recall that the Statement of Net Position provides the perspective of the District as a whole.

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019  
UNAUDITED**

Table 1 provides a comparative summary of the District's net position for 2019 and 2018.

**Table 1  
Net Position**

	<u>2019</u>	<u>2018</u>
<b>Assets</b>		
Current and Other Assets	\$ 22,642,614.46	\$ 33,946,519.32
Capital Assets	<u>38,835,206.95</u>	<u>\$26,351,130.71</u>
Total Assets	61,477,821.41	60,297,650.03
<b>Deferred Outflows:</b>		
Related to Pensions	2,971,870.00	3,692,482.00
Loss on Refunding of Long-term Debt	<u>76,257.00</u>	<u>115,391.00</u>
	3,048,127.00	3,807,873.00
<b>Liabilities</b>		
Other Liabilities	13,316,593.35	15,118,262.56
Long-Term Liabilities	<u>32,440,008.78</u>	<u>33,584,110.67</u>
Total Liabilities	45,756,602.13	48,702,373.23
<b>Deferred Inflows:</b>		
Related to Pensions	<u>4,478,729.00</u>	<u>3,528,627.00</u>
<b>Net Position</b>		
Net Investment in Capital Assets (Deficit)	7,268,445.96	(\$6,276,019.64)
Restricted	17,777,449.07	30,614,137.48
Unrestricted (Deficit)	<u>(10,755,277.75)</u>	<u>(12,463,595.04)</u>
Total Net Position	<u>\$ 14,290,617.28</u>	<u>\$ 11,874,522.80</u>

The District's combined net position was \$14,290,617.28 on June 30, 2019. The District's investment in capital assets is shown net of any related debt used to acquire those assets.



**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019  
UNAUDITED**

Table 2 shows changes in net assets for fiscal years 2019 and 2018.

**Table 2  
Changes in Net Position**

	<u>2019</u>	<u>2018</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 2,107,650.01	\$ 2,133,726.33
Operating Grants and Contributions	21,401,922.18	22,452,997.73
General Revenues:		
Property Taxes	50,487,707.00	48,491,198.00
Grants and Entitlements	7,006,597.01	6,867,972.60
Other	<u>858,590.60</u>	<u>711,471.22</u>
Total Revenues	<u>81,862,466.80</u>	<u>80,657,365.88</u>
 Program Expenses		
Instruction	47,855,800.80	47,434,646.48
Support Services:		
Student and Instruction Related	10,182,644.02	10,823,341.33
General Administration	1,429,099.75	1,335,287.49
School Administration	5,144,896.65	5,384,127.76
Central Services/ Adm. Of Technology	2,091,441.37	2,218,868.68
Maintenance of Facilities	6,077,513.21	5,969,016.85
Student Transportation	3,641,578.26	3,194,824.21
Business Type Activities	2,018,964.78	2,452,322.57
Other	<u>1,004,433.48</u>	<u>498,818.13</u>
Total Expenses	<u>79,446,372.32</u>	<u>79,311,253.51</u>
 Increase/ (Decrease) in Net Position	<u>\$ 2,416,094.48</u>	<u>\$ 1,346,112.37</u>

Both revenues and expenses increased mainly as a result of the district recognizing a larger on-behalf TPAF contribution as a revenue and as an expense based upon the State's Actuarial report

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019  
UNAUDITED**

**Government Activities**

Property taxes made up 63.5 percent of revenues for governmental activities in the District. There was a \$2,873,996 increase in property taxes or 5.7 percent from the prior year. The District's total revenues for governmental activities were \$79,568,537 for the year ended June 30, 2019.

Instruction comprises 61.8 percent of district expenses. Support services make up 36.9 percent of the district expenses and other services and expenses make up 1.3 percent.

**Business-Type Activities**

Revenues for the District's business-type activities were comprised of charges for services and operating grants and contributions in the food service, preschool, before and after care, and adult education programs. The following are some of our major business type activity results.

- Business type expenses exceeded revenues by \$274,964.91.
- Revenues consist of \$1,797,705.56 in operating revenue from charges for services and \$496,224.03 in non-operating revenue from State, Federal and other sources.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**Table 3  
Net Cost of Services**

	<u>Total Cost of Services 2019</u>	<u>Total Cost of Services 2018</u>	<u>Net Cost of Services 2019</u>	<u>Net Cost of Services 2018</u>
Instruction	\$47,855,800.80	47,434,646.48	\$32,165,535.91	\$31,151,166.72
Support Services:				
Students and Instruction Related	10,182,644.02	10,823,341.33	7,198,079.32	7,464,043.02
General Administration, School & Central Administration	8,665,437.77	8,938,283.93	6,759,155.47	6,880,907.64
Maintenance of Facilities	6,077,513.21	5,969,016.85	5,958,806.61	5,859,894.98
Student Transportation	3,641,578.26	3,194,824.21	3,107,845.95	2,864,847.88
Other	1,004,433.48	498,818.14	1,004,433.48	498,818.14
Business-Type Activities	<u>2,018,964.78</u>	<u>2,452,322.57</u>	<u>(257,056.61)</u>	<u>4,851.07</u>
Total Net Cost of Services	<u>\$79,446,372.32</u>	<u>\$79,311,253.52</u>	<u>\$55,936,800.13</u>	<u>\$54,724,529.45</u>

Instruction expenses include activities directly dealing with the teaching of students and the interaction between teacher and student, including extracurricular activities. Tuition paid to other schools for regular and special education students is also included here.

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**

**MANAGEMENT’S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019  
UNAUDITED**

Students and instruction related include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration, and central services include expenses associated with administrative and financial management of the District.

Operation and maintenance of facilities involve keeping the school grounds, buildings and equipment in an effective operating condition.

Student transportation includes activities with the conveyance of special education students to and from school, school activities and athletic events, as provided by state law.

“Other” includes unallocated depreciation and interest on long term debt.

Business-Type activities include activities in the food service, preschool, before and after care, and adult education programs.

**The School District’s Funds**

All governmental funds (i.e., general fund, special revenue fund, capital projects fund, and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$72,759,496.21 and expenditures were \$84,364,890.53

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules, which do not include the capital projects fund’s activity, present a summary of the revenues of the governmental funds for the fiscal year ended June 30, 2019, and the amount and percentage of increase or decrease in relation to prior year revenues.

<u>Revenues</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease)from FY 2018</u>	<u>Percent Increase (Decrease)</u>
Local Sources	\$ 51,652,441.71	71.00%	\$ 2,226,802.59	7.85%
State Sources	19,767,730.75	27.17%	1,713,235.54	6.76%
Federal Sources	1,334,107.11	1.83%	82,374.32	5.57%
<b>Total</b>	<b>\$ 72,754,279.57</b>	<b>100.00%</b>	<b>\$ 4,022,412.45</b>	<b>7.29%</b>

The following schedule represents a summary of general fund, special revenue fund, and debt service fund expenditures for the fiscal year ended June 30, 2019, and the percentage of increases and decreases in relation to prior year amounts.

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019  
UNAUDITED**

<u>Expenditures</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) from FY 2018</u>	<u>Percent Increase (Decrease)</u>
Current:				
Instruction	\$ 27,199,940.53	37.84%	\$ 1,293,287.62	4.54%
Support Services	41,277,654.85	57.43%	1,699,838.44	3.96%
Capital Outlay	1,286,213.93	1.79%	117,199.78	8.35%
Debt Service	2,114,419.24	2.94%	894,719.24	29.73%
Total	<u>\$ 71,878,228.55</u>	<u>100.00%</u>	<u>\$ 4,005,045.08</u>	<u>7.44%</u>

**General Fund Budgeting Highlights**

The District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

Over the course of the year, the Board of Education, when appropriate, approved budget transfers to keep accounts in balance. Transfers to the budget were made to accurately reflect expenditures according to state guidelines and prevent over-expenditures in specific line item accounts. These revisions bear notation:

- Staffing changes based on student needs.
- Need for additional instructional supplies and equipment
- Changes in appropriations to prevent budget overruns.

**Debt Administration**

At June 30, 2019, the District had \$43,821,168.78 of outstanding long-term liabilities. Of this amount, \$796,990.79 is for compensated absences, \$50,687.99 is for capital leases, \$11,381,160.00 for pension liability, \$78,330.00 for bond refunding premium and \$31,514,000.00 for serial bonds.

**Capital Assets**

At the end of the fiscal year 2019, the District had a net of \$38,835,206.95 invested in land, building and building improvements, and machinery and equipment. Table 4 shows fiscal year 2019 balances compared to 2018.

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019  
UNAUDITED**

**Table 4  
Capital Assets (Net of Depreciation)**

	<u>2019</u>	<u>2018</u>
Governmental Activities Capital Assets, Net:		
Land	\$ 1,265,266.00	\$ 1,265,266.00
Land improvements	3,749,799.00	357,557.00
Construction in Progress	10,694,194.95	4,752,277.97
Building and Building Improvements	18,631,582.00	16,738,372.00
Machinery and Equipment	<u>4,267,023.00</u>	<u>2,992,123.07</u>
Total Governmental Activities Capital Assets, Net	<u>38,607,864.95</u>	<u>26,105,596.04</u>
Business Type Activities Capital Assets, Net:		
Machinery and Equipment	<u>227,342.00</u>	<u>245,534.67</u>
Total Business Type Activities Capital Assets, Net:	<u>227,342.00</u>	<u>245,534.67</u>
Total Capital Assets, Net	<u>\$ 38,835,206.95</u>	<u>\$ 26,351,130.71</u>

Overall net capital assets increased by \$12,484,076.24 from fiscal year 2018 to fiscal year 2019.

**Contacting the School District's Financial Management Office**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information contact: Alex Benanti , Business Administrator/Board Secretary, South Plainfield Board of Education, 125 Jackson Avenue, South Plainfield, NJ 07507. Also, please visit our website to learn more about our School District.

## **BASIC FINANCIAL STATEMENTS**

The basic financial statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all funds as of June 30, 2019

## **DISTRICT-WIDE FINANCIAL STATEMENTS**

The statement of net position and the statement of changes in net position display information about the District. These statements include the financial activities of the overall district, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2019

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$20,227,865.95	\$1,219,562.18	\$21,447,428.13
Receivables, net	1,166,045.99	29,140.34	1,195,186.33
Capital assets:			
Non Depreciable	11,959,460.95		11,959,460.95
Depreciable - Net	<u>26,648,404.00</u>	<u>227,342.00</u>	<u>26,875,746.00</u>
Total Assets	<u>60,001,776.89</u>	<u>1,476,044.52</u>	<u>61,477,821.41</u>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Related to pension	2,971,870.00		2,971,870.00
Loss on Refunding of Long-Term Debt	<u>76,257.00</u>		<u>76,257.00</u>
Total deferred outflow of resources	<u>3,048,127.00</u>		<u>3,048,127.00</u>
<b>LIABILITIES:</b>			
Accounts payable	1,496,082.26	60,677.41	1,556,759.67
Payable to state government	5,154.00		5,154.00
Unearned revenue	49,791.56	14,382.70	64,174.26
Accrued interest payable	309,345.42		309,345.42
Noncurrent liabilities:			
Net pension liability	11,381,160.00		11,381,160.00
Due within one year	1,904,860.46		1,904,860.46
Due beyond one year	<u>30,535,148.32</u>		<u>30,535,148.32</u>
Total liabilities	<u>45,681,542.02</u>	<u>75,060.11</u>	<u>45,756,602.13</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Related to pension	<u>4,478,729.00</u>		<u>4,478,729.00</u>
<b>NET POSITION:</b>			
Net Investment in capital assets	7,041,103.96	227,342.00	7,268,445.96
Restricted for:			
Capital projects	15,046,601.59		15,046,601.59
Debt service	15,350.02		15,350.02
Other purposes	2,715,497.46		2,715,497.46
Unrestricted (deficit)	<u>(11,928,920.16)</u>	<u>1,173,642.41</u>	<u>(10,755,277.75)</u>
Total net position	<u>\$12,889,632.87</u>	<u>\$1,400,984.41</u>	<u>\$14,290,617.28</u>

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



**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues		Governmental Activities	Business-type Activities	Total
			Charges for Services	Operating Grants and Contributions			
<b>Governmental Activities:</b>							
Instruction:							
Regular	\$ 20,000,523.57	\$ 11,822,027.45	\$ 309,944.45	\$ 7,946,215.03	\$ (23,566,391.54)	\$	\$ (23,566,391.54)
Special	7,808,040.60	5,143,911.11		6,821,093.74	(6,130,857.97)		(6,130,857.97)
Other Instruction	1,862,506.47	1,218,791.60		613,011.67	(2,468,286.40)		(2,468,286.40)
Support services:							
Student & instruction related services	5,673,617.03	4,509,026.99		2,984,564.70	(7,198,079.32)		(7,198,079.32)
General administrative services	947,249.68	481,850.07		257,990.30	(1,171,109.45)		(1,171,109.45)
School administrative services	2,733,796.24	2,411,100.41		1,473,597.91	(3,671,298.74)		(3,671,298.74)
Central services	761,569.18	335,328.77		97,067.46	(999,830.49)		(999,830.49)
Administration information technology	735,878.89	258,664.53		77,626.63	(916,916.79)		(916,916.79)
Plant operations and maintenance	5,540,356.80	537,156.41		118,706.60	(5,958,806.61)		(5,958,806.61)
Pupil transportation	2,773,490.94	868,087.32		533,732.31	(3,107,845.95)		(3,107,845.95)
Unallocated benefits	26,379,594.66	(26,379,594.66)					
Unallocated depreciation and amortization	1,206,350.00	(1,206,350.00)					
Interest on Long-Term Debt	1,004,433.48				(1,004,433.48)		(1,004,433.48)
Total governmental activities	<u>77,427,407.54</u>		<u>309,944.45</u>	<u>20,923,606.35</u>	<u>(56,193,856.74)</u>		<u>(56,193,856.74)</u>
<b>Business-type activities</b>							
Food Service	1,232,772.52		843,152.89	478,315.83		88,696.20	88,696.20
Preschool Program	178,648.68		221,516.00			42,867.32	42,867.32
Before and After Care Program	587,259.87		709,860.67			122,600.80	122,600.80
Adult Education Program	20,283.71		23,176.00			2,892.29	2,892.29
Total business-type activities	<u>2,018,964.78</u>		<u>1,797,705.56</u>	<u>478,315.83</u>		<u>257,056.61</u>	<u>257,056.61</u>
<b>Total primary government</b>	<b>\$ 79,446,372.32</b>	<b>\$</b>	<b>\$ 2,107,650.01</b>	<b>\$ 21,401,922.18</b>	<b>\$ (56,193,856.74)</b>	<b>\$ 257,056.61</b>	<b>\$ (55,936,800.13)</b>
<b>General Revenues:</b>							
<b>Taxes:</b>							
Property taxes, levied for general purposes, net					\$ 48,630,525.00	\$	\$ 48,630,525.00
Taxes levied for debt service					1,857,182.00		1,857,182.00
Federal and state aid not restricted					6,751,024.01		6,751,024.01
Federal and state aid restricted					255,573.00		255,573.00
Miscellaneous income					840,682.40	17,908.20	858,590.60
Total general revenues and special items					<u>58,334,986.41</u>	<u>17,908.20</u>	<u>58,352,894.61</u>
Change in net position					<u>2,141,129.67</u>	<u>274,964.81</u>	<u>2,416,094.48</u>
Net Position- beginning					<u>\$ 10,748,503.20</u>	<u>\$ 1,126,019.60</u>	<u>\$ 11,874,522.80</u>
Net Position ending					<u>\$ 12,889,632.87</u>	<u>\$ 1,400,984.41</u>	<u>\$ 14,290,617.28</u>

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

## **MAJOR FUND FINANCIAL STATEMENTS**

The Individual Fund financial statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2019

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 9,685,674.09	\$	\$ 10,526,841.84	\$ 15,350.02	\$ 20,227,865.95
Accounts receivable:					
Federal		313,524.40			313,524.40
State	716,450.95				716,450.95
Local	135,631.64	439.00			136,070.64
Interfunds	<u>106,740.35</u>				<u>106,740.35</u>
<b>Total assets</b>	<u>\$ 10,644,497.03</u>	<u>\$ 313,963.40</u>	<u>\$ 10,526,841.84</u>	<u>\$ 15,350.02</u>	<u>\$ 21,500,652.29</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 782,391.77	\$ 157,557.49	\$	\$	\$ 939,949.26
Interfund payable		106,740.35			106,740.35
Intergovernmental payables:					
State		5,154.00			5,154.00
Unearned revenue		<u>49,791.56</u>			<u>49,791.56</u>
<b>Total liabilities</b>	<u>782,391.77</u>	<u>319,243.40</u>			<u>1,101,635.17</u>
<b>Fund balances:</b>					
<b>Restricted for:</b>					
Capital reserve account	4,519,759.75				4,519,759.75
Emergency reserve account	2,290.56				2,290.56
Maintenance reserve account	2,715,497.46				2,715,497.46
Capital projects			4,592,454.39		4,592,454.39
Debt service				1.02	1.02
<b>Assigned:</b>					
Year-end encumbrances	531,995.27		5,934,387.45		6,466,382.72
Designated for subsequent years expenditures	1,516,408.00			15,349.00	1,531,757.00
Unassigned/(Deficit)	<u>576,154.22</u>	<u>(5,280.00)</u>			<u>570,874.22</u>
<b>Total fund balances</b>	<u>9,862,105.26</u>	<u>(5,280.00)</u>	<u>10,526,841.84</u>	<u>15,350.02</u>	<u>20,399,017.12</u>
<b>Total liabilities and fund balances</b>	<u>\$ 10,644,497.03</u>	<u>\$ 313,963.40</u>	<u>\$ 10,526,841.84</u>	<u>\$ 15,350.02</u>	<u>\$ 21,500,652.29</u>

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2019

Total Fund Balances (Brought Forward)	\$	20,399,017.12
Amounts Reported for Governmental Activities in the Statement of Net Position (A-1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Cost of assets	\$ 65,225,254.95	
Accumulated depreciation	<u>(26,617,390.00)</u>	38,607,864.95
Cost associated with the issuance of Bonds are expensed in the Governmental Funds in the year the bonds are issued, but are capitalized on the Statement of Net position:		
Deferred amount on refunding, net		76,257.00
Long term liabilities, including bonds payable, and other related amounts that are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Serial bonds payable, net	(31,592,330.00)	
Net pension liability	(11,381,160.00)	
Capital leases payable	(50,687.99)	
Compensated absences payable	<u>(796,990.79)</u>	(43,821,168.78)
Deferred Outflows and Inflows of resources are applicable to future periods and therefore are not reported in the funds.		
Pensions:		
Deferred Outflows		
Pension related		2,971,870.00
Deferred Inflows:		
Pension related		(4,478,729.00)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.		
Accounts payable - pension related		(556,133.00)
Accrued interest payable		<u>(309,345.42)</u>
Net Position of Governmental Activities	\$	<u>12,889,632.87</u>

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 GOVERNMENTAL FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES:</b>					
Local sources:					
Local tax levy	\$ 48,630,525.00	\$	\$	\$ 1,857,182.00	\$ 50,487,707.00
Tuition	44,882.00				44,882.00
Transportation	265,062.45				265,062.45
Miscellaneous	835,465.76	19,324.50	5,216.64		860,006.90
<b>Total - local sources</b>	<b>49,775,935.21</b>	<b>19,324.50</b>	<b>5,216.64</b>	<b>1,857,182.00</b>	<b>51,657,658.35</b>
State sources	19,268,380.50	243,777.25		255,573.00	19,767,730.75
Federal sources	57,414.87	1,276,692.24			1,334,107.11
<b>Total revenues</b>	<b>69,101,730.58</b>	<b>1,539,793.99</b>	<b>5,216.64</b>	<b>2,112,755.00</b>	<b>72,759,496.21</b>
<b>EXPENDITURES:</b>					
Current expense:					
Regular instruction	18,580,893.20	520,957.23			19,101,850.43
Special instruction	5,470,745.71	900,397.92			6,371,143.63
Other Instruction	1,714,867.47	12,079.00			1,726,946.47
Support services:					
Tuition	2,335,570.12				2,335,570.12
Student & instruction related services	5,562,726.39	110,890.64			5,673,617.03
General administrative services	947,249.68				947,249.68
School administrative services	2,733,796.24				2,733,796.24
Central services	761,569.18				761,569.18
Administrative information technology	735,878.89				735,878.89
Plant operations and maintenance	5,497,218.58				5,497,218.58
Student transportation	2,773,490.94				2,773,490.94
Unallocated benefits	19,683,704.19				19,683,704.19
Debt Service:					
Principal				1,040,000.00	1,040,000.00
Interest				1,074,419.24	1,074,419.24
Capital outlay	1,286,213.93		12,486,661.98		13,772,875.91
Transfer to Charter School	135,560.00				135,560.00
<b>Total expenditures</b>	<b>68,219,484.52</b>	<b>1,544,324.79</b>	<b>12,486,661.98</b>	<b>2,114,419.24</b>	<b>84,364,890.53</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>882,246.06</b>	<b>(4,530.80)</b>	<b>(12,481,445.34)</b>	<b>(1,664.24)</b>	<b>(11,605,394.32)</b>
<b>Net change in fund balances</b>	<b>882,246.06</b>	<b>(4,530.80)</b>	<b>(12,481,445.34)</b>	<b>(1,664.24)</b>	<b>(11,605,394.32)</b>
Fund balances, July 1,	\$ 8,979,859.20	\$ (749.20)	\$ 23,008,287.18	\$ 17,014.26	\$ 32,004,411.44
Fund balances, June 30, (Deficit)	<u>\$ 9,862,105.26</u>	<u>\$ (5,280.00)</u>	<u>\$ 10,526,841.84</u>	<u>\$ 15,350.02</u>	<u>\$ 20,399,017.12</u>

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Total net change in fund balances - governmental funds (from B-2)	\$	(11,605,394.32)
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in 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 in the period		
Depreciation expense	\$	(1,206,350.00)
Capital outlays		13,772,875.91
Less: Capital outlays not capitalized		<u>(64,257.00)</u>
		12,502,268.91
Proceeds from debt issues are a financing source in governmental funds. They are not revenue in the statement of activities; issuing debt increases long-term liabilities in the statement of net position.		
Original Issue Premium/(Discount) on Refunding Bonds		40,198.00
Deferred Amount of Interest Costs on Refunding		(39,134.00)
Repayment of long-term debt 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.		
Payment of capital lease principal		19,325.36
Payment of bond principal		<u>1,040,000.00</u>
		1,059,325.36
In the statement of activities, interest on long-term debt is accrued, regardless of when due. In governmental funds, interest is reported when due. The accrued interest is an increase in the reconciliation.		
Decrease in accrued interest payable		70,715.19
District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.		
District pension contributions		574,955.00
Less: Pension expense		<u>(506,383.00)</u>
		68,572.00
In the statement of activities, certain expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In 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 (+).		
(Increase)/ Decrease in compensated absences payable		<u>44,578.53</u>
Change in net position of governmental activities	\$	<u><u>2,141,129.67</u></u>

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

**OTHER FUNDS**

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2019

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND

	<u>FOOD SERVICE</u>	<u>BEFORE AND AFTER CARE PROGRAM</u>	<u>ADULT EDUCATION PROGRAM</u>	<u>PRESCHOOL PROGRAM</u>	<u>TOTALS</u>
<b>ASSETS:</b>					
<b>Current assets:</b>					
Cash and cash equivalents	\$ 176,129.77	\$ 576,369.53	\$ 198,263.48	\$ 268,799.40	\$ 1,219,562.18
Accounts receivable:					
Federal	28,201.22				28,201.22
State	939.12				939.12
Total current assets	<u>205,270.11</u>	<u>576,369.53</u>	<u>198,263.48</u>	<u>268,799.40</u>	<u>1,248,702.52</u>
<b>Noncurrent assets:</b>					
Furniture, machinery and equipment	462,490.00	96,700.00		57,921.00	617,111.00
Less accumulated depreciation	<u>(297,768.00)</u>	<u>(57,539.00)</u>		<u>(34,462.00)</u>	<u>(389,769.00)</u>
Total noncurrent assets	<u>164,722.00</u>	<u>39,161.00</u>		<u>23,459.00</u>	<u>227,342.00</u>
Total assets	<u>369,992.11</u>	<u>615,530.53</u>	<u>198,263.48</u>	<u>292,258.40</u>	<u>1,476,044.52</u>
<b>LIABILITIES:</b>					
<b>Current liabilities:</b>					
Accounts payable	60,677.41				60,677.41
Unearned revenue	<u>5,357.70</u>			9,025.00	<u>14,382.70</u>
Total current liabilities	<u>66,035.11</u>			<u>9,025.00</u>	<u>75,060.11</u>
Total liabilities	<u>66,035.11</u>			<u>9,025.00</u>	<u>75,060.11</u>
<b>NET POSITION:</b>					
Net Investment in capital assets	164,722.00	39,161.00		23,459.00	227,342.00
Unrestricted	<u>139,235.00</u>	<u>576,369.53</u>	<u>198,263.48</u>	<u>259,774.40</u>	<u>1,173,642.41</u>
Total net position	<u>\$ 303,957.00</u>	<u>\$ 615,530.53</u>	<u>\$ 198,263.48</u>	<u>\$ 283,233.40</u>	<u>\$ 1,400,984.41</u>

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



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND				
	Fixed Price Contract FOOD SERVICE	BEFORE AND AFTER CARE PROGRAM	ADULT EDUCATION PROGRAM	PRESCHOOL PROGRAM	TOTALS
<b>OPERATING REVENUES:</b>					
Charges for services:					
Daily sales	\$ 525,975.25	\$	\$	\$	\$ 525,975.25
Daily sales - non-reimbursable programs	317,177.64				317,177.64
Miscellaneous		134.92	2,000.00		2,134.92
Program Fees		709,725.75	21,176.00	221,516.00	952,417.75
<b>Total Operating Revenues</b>	<b>843,152.89</b>	<b>709,860.67</b>	<b>23,176.00</b>	<b>221,516.00</b>	<b>1,797,705.56</b>
<b>OPERATING EXPENSES:</b>					
Cost of sales-non reimbursable	279,024.00				279,024.00
Salaries		484,470.71	8,280.00	165,061.84	657,812.55
Purchased Services (Fixed Price Contract)	906,679.32				906,679.32
Other purchased services		81,525.58	12,003.71	7,578.17	101,107.46
Supplies and materials	8,625.48	13,043.58		1,085.67	22,754.73
Miscellaneous	25,051.72				25,051.72
Depreciation	13,392.00	8,220.00		4,923.00	26,535.00
<b>Total operating expenses</b>	<b>1,232,772.52</b>	<b>587,259.87</b>	<b>20,283.71</b>	<b>178,648.68</b>	<b>2,018,964.78</b>
<b>Operating Income (Loss)</b>	<b>(389,619.63)</b>	<b>122,600.80</b>	<b>2,892.29</b>	<b>42,867.32</b>	<b>(221,259.22)</b>
<b>NON-OPERATING REVENUES:</b>					
State Sources					
State school lunch program	12,947.45				12,947.45
Federal Sources					
National school lunch program	339,935.41				339,935.41
National school breakfast program	49,804.99				49,804.99
National food distribution commodities	75,627.98				75,627.98
Interest and investment revenue	3,520.32	8,021.28	2,923.04	3,443.56	17,908.20
<b>Total non-operating revenues</b>	<b>481,836.15</b>	<b>8,021.28</b>	<b>2,923.04</b>	<b>3,443.56</b>	<b>496,224.03</b>
<b>Net income (loss) before contributions and transfers</b>	<b>92,216.52</b>	<b>130,622.08</b>	<b>5,815.33</b>	<b>46,310.88</b>	<b>274,964.81</b>
<b>Change in net position</b>	<b>92,216.52</b>	<b>130,622.08</b>	<b>5,815.33</b>	<b>46,310.88</b>	<b>274,964.81</b>
<b>Total net position - beginning</b>	<b>211,740.48</b>	<b>484,908.45</b>	<b>192,448.15</b>	<b>236,922.52</b>	<b>1,126,019.60</b>
<b>Total net position - ending</b>	<b>\$ 303,957.00</b>	<b>\$ 615,530.53</b>	<b>\$ 198,263.48</b>	<b>\$ 283,233.40</b>	<b>\$ 1,400,984.41</b>

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND				
	FOOD SERVICE	BEFORE AND AFTER CARE PROGRAM	ADULT EDUCATION PROGRAM	PRESCHOOL PROGRAM	TOTALS
Cash flows from operating activities:					
Receipts from customers	\$ 952,081.64	\$ 714,990.92	\$ 23,176.00	\$ 230,603.00	\$ 1,920,851.56
Payments to employees and employee benefits	(260,072.08)	(484,470.71)	(8,280.00)	(165,061.84)	(917,884.63)
Payments to suppliers	(929,085.43)	(94,569.16)	(12,003.71)	(8,663.84)	(1,044,322.14)
Net cash provided by (used for) operating activities	<u>(237,075.87)</u>	<u>135,951.05</u>	<u>2,892.29</u>	<u>56,877.32</u>	<u>(41,355.21)</u>
Cash flows from noncapital financing activities:					
State Sources	13,171.17				13,171.17
Federal Sources	396,411.38				396,411.38
Net cash provided by noncapital financing activities:	<u>409,582.55</u>				<u>409,582.55</u>
Cash flows from investing activities:					
Interest on investments	3,520.32	8,021.28	2,923.04	3,443.56	17,908.20
Net cash provided by (used for) investing activities	<u>3,520.32</u>	<u>8,021.28</u>	<u>2,923.04</u>	<u>3,443.56</u>	<u>17,908.20</u>
Cash flows from capital and related financing activities:					
Purchase of capital assets	(8,342.33)				(8,342.33)
Net cash provided by (used for) capital and related financing activities	<u>(8,342.33)</u>				<u>(8,342.33)</u>
Net decrease in cash and cash equivalents	<u>167,684.67</u>	<u>143,972.33</u>	<u>5,815.33</u>	<u>60,320.88</u>	<u>377,793.21</u>
Cash and cash equivalents, July 1,	\$ 8,445.10	432,397.20	\$ 192,448.15	\$ 208,478.52	\$ 841,768.97
Cash and cash equivalents, June 30,	<u>\$ 176,129.77</u>	<u>\$ 576,369.53</u>	<u>\$ 198,263.48</u>	<u>\$ 268,799.40</u>	<u>\$ 1,219,562.18</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities					
Operating income (loss)	\$ (389,619.63)	\$ 122,600.80	\$ 2,892.29	\$ 42,867.32	\$ (221,259.22)
Adjustments to reconciling operating income (loss) to net cash provided by (used for) operating activities:					
Depreciation and net amortization	13,392.00	8,220.00		4,923.00	26,535.00
National food distribution commodities	75,627.98				75,627.98
Change in assets and liabilities:					
Increase (decrease) in accounts payable	(69,480.05)				(69,480.05)
Increase (decrease) in interfunds	79,705.05	5,130.25		62.00	84,897.30
Increase (decrease) in unearned revenue	26,278.49			9,025.00	35,303.49
(Increase) decrease in inventories	27,020.29				27,020.29
	<u>152,543.76</u>	<u>13,350.25</u>		<u>14,010.00</u>	<u>179,904.01</u>
Net cash provided by (used for) operating activities	<u>\$ (237,075.87)</u>	<u>\$ 135,951.05</u>	<u>\$ 2,892.29</u>	<u>\$ 56,877.32</u>	<u>\$ (41,355.21)</u>

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>UNEMPLOYMENT COMPENSATION TRUST</u>	<u>AGENCY FUNDS</u>
ASSETS:		
Cash and cash equivalents	\$ <u>650,421.91</u>	\$ <u>197,527.92</u>
Total assets	<u>650,421.91</u>	<u>197,527.92</u>
LIABILITIES:		
Payroll deductions and withholdings		15,709.61
Due to student groups		<u>181,818.31</u>
Total liabilities		<u>197,527.92</u>
NET POSITION:		
Held in trust for unemployment claims	\$ <u>650,421.91</u>	
Held in trust for scholarships		

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>UNEMPLOYMENT COMPENSATION TRUST</u>
ADDITIONS:	
Contributions:	
Unemployment	\$ <u>58,118.89</u>
Total contributions	<u>58,118.89</u>
Investment earnings:	
Interest earned	<u>4,944.14</u>
Net investment earnings	<u>4,944.14</u>
Total additions	<u>63,063.03</u>
DEDUCTIONS:	
Unemployment claims	<u>58,859.02</u>
Total deductions	<u>58,859.02</u>
Change in net position	4,204.01
Net position beginning of year	<u>646,217.90</u>
Net position end of year	<u>\$ <u>650,421.91</u></u>

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

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Reporting Entity**

The Borough of South Plainfield School District is a Type II District located in Middlesex County, New Jersey. The District is an instrumentality of the State of New Jersey, established to function as an educational institution. The District is governed by a nine member board elected to three-year terms 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.

The primary criterion for including activities within the District's reporting entity are set forth in Statement No. 39 of the Governmental Accounting Standards Board entitled "Determining Whether Certain Organizations are Component Units" (GASB 39) as codified in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards.

Organizations that are legally separate, tax-exempt entities and that meet all of the following criteria should be discreetly presented as component units. These criteria are:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government.
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources of the 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.

The combined financial statements include all funds of the District over which the Board exercises operating control. The operations of the District include one elementary school. 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.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Presentation**

The District's basic financial statements consist of District-wide statements, including a Statement of Net Positions and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

District-Wide Statements: The Statement of Net Position and the Statement of Activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish generally between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Net Position presents the financial condition of the governmental and business-type activity of the District at fiscal year end. The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and 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 requirement of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as generally revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain 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.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Governmental Fund Types**

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

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

**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.

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

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Proprietary Fund**

**Enterprise Fund** - The enterprise fund accounts for all revenues and expenses pertaining to the food service, preschool, before and after care, and adult education program operations. These 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.

**Fiduciary Fund Types**

**Agency Funds** - The agency funds are used to account for assets held by the district on behalf of others and are custodial in nature. The agency funds included in this category are as follows:

**Unemployment Compensation Insurance Trust Fund** - A trust fund used to account for unemployment compensation claims as they arise

**Payroll and Student Activities Funds (Agency)** - These are agency funds used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

**Basis of Accounting - Measurement Focus**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey State Statute a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available.



**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Basis of Accounting - Measurement Focus**

The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transactions can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. 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. General 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.

**Budgets/Budgetary Control**

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office. In accordance with P.L. 2011, c. 202, which became effective January 17, 2012, the District elected to move the School Board election to the date of the November general election thereby eliminating the vote on the annual base budget unless required by the mandated State budget CAP. 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. 6A:23-2.2(f)1. Expenditures may not legally exceed budgeted appropriations at the line item level. All budget amendments and transfer must be approved by School Board resolution. Budget amendments during the year ended June 30, 2019 totaled net \$-0-. All budget 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).

Appropriations, except remaining project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Budgets/Budgetary Control (Continued)**

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 legally mandated recognition of the last state aid payment for budgetary purposes only and 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 revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial records.

**Encumbrance Accounting**

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 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 and capital projects fund for which the District has received advances are reflected in the balance sheet as unearned revenues 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.

**Interfunds**

Interfund receivables and payables arise from transactions between particular funds and are considered short term in duration. The interfund transactions are recorded by all funds affected in the period in which the transactions are executed and are part of the district's available expendable resources.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Inventories and Prepaid Expenses**

Inventories of materials and supplies held for consumption in the governmental funds are recorded as expenditures at the time of purchase and year end balances are not reported in the financial statements.

Inventories of food and/or supplies in the food service fund are recorded at cost on a first-in, first-out basis or, in the case of Food Distribution Commodities, at stated value which approximates market.

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

**Capital Assets**

The District has an established formal system of accounting for its capital assets. Capital Assets used for governmental purposes, which include land, buildings and improvements, and furniture and equipment, are only reported in the district-wide financial statements. The District generally defines capital assets as assets with an initial cost of \$2,000.00 or more and an estimated useful life in excess of one year. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their acquisition values on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Capital assets are depreciated in the district-wide statements using the straight-line method over the following estimated useful lives:

<b><u>Asset Class</u></b>	<b><u>Estimated Useful Lives</u></b>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	5-10
Instructional Equipment	10
Ground Equipment	15

**Compensated Absences**

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

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Compensated Absences (Continued)**

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy and/or collective bargaining unit contracts. Upon termination, employees are paid for accrued vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after four years of service.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick days that are expected to become eligible for payment upon retirement. The District estimates its accrued compensated absences liability based on the accumulated sick days at the balance sheet date by those employees who are currently eligible to receive retirement payments.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

**Fund Equity**

Fund balance restrictions are used to indicate that portion of the fund balance that is not available for expenditures or is legally segregated for a specific future use. Designations of portions of the fund balances are established to indicate tentative plans for financial utilization in a future period. The unassigned fund balances represent the amount available for future budgetary operations.

Unassigned net position represents the remains of the District's equity in the cumulative earnings of the food service fund.

**Unearned Revenue**

Unearned revenue in the special revenue and capital projects funds represents funds which have been received but not yet earned. A corresponding accounts receivable has also been established for any open encumbrances at year end which is an allowable under generally accepted accounting principles.

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities, and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Net Position**

Net Position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net positions are available.

**Fund Balance Reserves**

Under GASB 54, in the fund financial statements, governmental funds report the following classifications of fund balance:

Non-Spendable – includes amounts that cannot be spend because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation. The District reports the Capital Reserve, Emergency Reserve, Maintenance Reserve, Tuition Reserve, and Excess Surplus as Restricted Fund Balance.

Committed – includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.

Assigned – includes amount that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator. The District reports Year-end Encumbrances and amounts Designated for Subsequent Year's Expenditures as Assigned Fund Balance.

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

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Fund Balance Reserves (Continued)**

When an expenditure is incurred for purposed for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

**Revenues Exchange and Non-Exchange Transactions**

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On 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.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, income 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 property taxes is recognized in the period in which the income is earned. 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 District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered both measurable and available at fiscal year end: property taxes available as an advance, interest, and tuition.

**Allocation of Indirect Expenses**

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation, and medical and dental benefits, were allocated based on salaries of the program. Depreciation expense, where practicable, is specifically identified by function in the Statement of Activities. Depreciation expense that could not be attributed to a specific function is considered an indirect expense and is reported separately in the Statement of Activities.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Extraordinary and Special Items**

Extraordinary items are transactions or events that are unusual in nature and infrequent of occurrence. Special items are transactions or events that are within control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

**Management Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**Accounting and Financial Reporting for Pensions**

In the District-Wide Financial Statements 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 District's proportionate share of the New Jersey Public Employees Retirement System ("PERS") and the Teachers' Pension and Annuity Fund ("TPAF") and the additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they were reported by PERS and TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

In the Governmental Fund Financial Statements the year end Net Pension Liability is not required to be reflected. Pension related revenues and expenditures are reflected based on amounts that are normally expected to be liquidated with available financial resources for required pension contributions. Expenditures for PERS are recognized based upon billings made by the State of New Jersey due April 1st of each fiscal year. TPAF contributions are paid on the District's behalf by the State of New Jersey. The Governmental Fund Financial Statements reflects both a revenue and expenses for this pension contribution.

**Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has two items that qualify for reporting in this category, deferred amounts from refunding debt and deferred amounts related to pensions.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS**

**Investments (Continued)**

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
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;
  - 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. 17:19-41); and
  - e. a master repurchase agreement providing for the custody and security of collateral is executed.

At June 30, 2019, the District had no outstanding investments.

Based upon the limitation set forth by New Jersey Statutes 18A:20-37 and its existing investment practices, the District is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risks for its deposits and investments.

<u>Fund Type</u>	<u>Bank Balance</u>	<u>Reconciling Items</u>		<u>Reconciled Balance</u>
		<u>Additions</u>	<u>Reductions</u>	
Governmental	\$23,871,733.72	\$0	\$3,643,867.77	\$20,227,865.95
Proprietary	1,208,604.08	22,140.34	11,182.24	1,219,562.18
Fiduciary	962,355.74	75.86	114,481.77	847,949.83
	<u>\$26,042,693.54</u>	<u>\$22,216.20</u>	<u>\$3,769,531.78</u>	<u>\$22,295,377.96</u>



**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS**

**Deposits (Continued)**

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The District does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of June 30, 2019, based upon the coverage provided by FDIC and NJGUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank, \$250,000.00 was covered by Federal Depository Insurance and \$25,792,693.54 was covered under the provisions of NJGUDPA.

**Investments**

The purchase of investments by the Board is strictly limited by the express authority of the N.J.S.A. 18A:20-37 Education, Administration of School Districts. Permitted investments include any of the following type 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 which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Investment of the Department of Treasury for investment by School Districts;

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 2: CASH AND CASH EQUIVALENTS AND INVESTMENTS**

**Investments (Continued)**

6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 18A:20-37. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
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;
  - 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. 17:19-41); and
  - e. a master repurchase agreement providing for the custody and security of collateral is executed.

At June 30, 2019, the District had no outstanding investments.

Based upon the limitation set forth by New Jersey Statutes 18A:20-37 and its existing investment practices, the District is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risks for its investments, nor is it exposed to foreign currency risks for its deposits and investments.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 3: CAPITAL ASSETS**

Capital asset activity in the governmental activities for the year ended June 30, 2019 was as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Transfers/</u> <u>Deletions</u>	<u>Ending</u> <u>Balance</u>
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 1,265,266.00			\$ 1,265,266.00
Construction in progress	4,752,277.97	\$ 13,222,423.98	\$ (7,280,507.00)	10,694,194.95
Total Capital Assets not being depreciated	<u>6,017,543.97</u>	<u>13,222,423.98</u>	<u>(7,280,507.00)</u>	<u>11,959,460.95</u>
Land Improvements	1,866,014.00		3,488,276.00	5,354,290.00
Buildings and Building Improvements	37,067,311.00	16,389.00	2,580,564.00	39,664,264.00
Machinery and Equipment	6,565,767.07	469,805.93	1,211,667.00	8,247,240.00
Totals at historical cost	<u>45,499,092.07</u>	<u>486,194.93</u>	<u>7,280,507.00</u>	<u>53,265,794.00</u>
Gross Assets (Memo only)	<u>51,516,636.04</u>	<u>13,708,618.91</u>	-	<u>65,225,254.95</u>
Less: Accumulated Depreciation				
Land Improvements	(1,508,457.00)	(96,034.00)		(1,604,491.00)
Buildings and Building Improvements	(20,328,939.00)	(703,743.00)		(21,032,682.00)
Machinery and Equipment	(3,573,644.00)	(406,573.00)		(3,980,217.00)
Total Depreciation	<u>(25,411,040.00)</u>	<u>(1,206,350.00)</u>	-	<u>(26,617,390.00)</u>
Total capital assets being depreciated, net of depreciation	<u>20,088,052.07</u>	<u>(720,155.07)</u>	7,280,507.00	<u>26,648,404.00</u>
Total Governmental Fund Activities	<u>\$ 26,105,596.04</u>	<u>\$ 12,502,268.91</u>	<u>\$ -</u>	<u>\$ 38,607,864.95</u>

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 3: CAPITAL ASSETS (CONTINUED)**

Capital asset activity in the proprietary activities for the year ended June 30, 2019 was as follows:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Transfers/</u> <u>Deletions</u>	<u>Ending</u> <u>Balance</u>
Proprietary Activities:				
Machinery and Equipment	\$ 608,768.67	\$ 8,342.33	\$ -	\$ 617,111.00
Totals at historical cost	<u>608,768.67</u>	<u>8,342.33</u>	<u>-</u>	<u>617,111.00</u>
Less: Accumulated Depreciation				
Machinery and Equipment	(363,234.00)	(26,535.00)	-	(389,769.00)
Total Depreciation	<u>(363,234.00)</u>	<u>(26,535.00)</u>	<u>-</u>	<u>(389,769.00)</u>
Total Proprietary Fund Activities	<u>\$ 245,534.67</u>	<u>\$ (18,192.67)</u>	<u>\$ -</u>	<u>\$ 227,342.00</u>

Depreciation expense was charged to functional expenses in the governmental activities of the District as follows:

Instruction:	
Regular	\$ 607,767.00
Special Education Instruction	178,577.00
Other Instruction	55,161.00
Support services:	
Student and instruction related services	27,382.00
General administrative services	74,600.00
School administrative services	5,540.00
Plant operations and maintenance	115,227.00
Pupil transportation	<u>142,096.00</u>
	<u>\$ 1,206,350.00</u>

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 4: LONG-TERM LIABILITIES**

Bonds are issued by the District pursuant to the provisions of Title 18A, Education, of the New Jersey Statutes and are required to be approved by the voters of the municipality through referendum. The proceeds of bonds are recorded in the Capital Projects Fund and are restricted to the use for which they were approved in the bond referendum. All bonds are retired in annual installments within the statutory period of usefulness.

School Bonds issued by the District are entitled to and benefit from the provision of the New Jersey School Board Reserve Act P.L. 1980 c.72. Basically, funds are held by the State of New Jersey within its State Fund for the Support of Free Public Schools as a school bond reserve pledged by law to secure payment of principal and interest due on such bonds in the event of the inability of the issuer to make payments.

At June 30, 2019, the District had no bonds or notes authorized but not issued.

The following is a summary of changes in liabilities that effect other long-term obligations for the year ended June 30, 2019.

	Balance, <u>June 30, 2018</u>	<u>Additions</u>	<u>Reductions</u>	Balance, <u>June 30, 2019</u>	Due Within <u>One Year</u>
Bonds Payable	\$ 32,554,000.00	\$ -	\$ (1,040,000.00)	\$ 31,514,000.00	\$ 1,885,000.00
Premium	118,528.00		(40,198.00)	78,330.00	
Net Pension Liability	13,127,768.00	-	(1,746,608.00)	11,381,160.00	
Compensated Absence	841,569.32		(44,578.53)	796,990.79	
Capital Leases Payable	70,013.35	-	(19,325.36)	50,687.99	19,860.46
<b>Total</b>	<b><u>\$ 46,711,878.67</u></b>	<b><u>\$ -</u></b>	<b><u>\$ (2,890,709.89)</u></b>	<b><u>\$ 43,821,168.78</u></b>	<b><u>\$ 1,904,860.46</u></b>

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 4: LONG-TERM LIABILITIES (CONTINUED)**

**Debt Service Requirements**

The annual requirements to amortize all debt outstanding as of June 30, 2019, including interest payments on issued debt, are as follows:

Fiscal Year	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<u>June 30,</u>			
2020	\$ 1,885,000.00	\$ 932,345.00	\$ 2,817,345.00
2021	1,965,000.00	861,038.75	2,826,038.75
2022	2,070,000.00	753,663.75	2,823,663.75
2023	1,600,000.00	723,820.00	2,323,820.00
2024	1,600,000.00	683,820.00	2,283,820.00
2025-2029	8,000,000.00	2,755,100.00	10,755,100.00
2030-2034	8,000,000.00	1,559,100.00	9,559,100.00
2035-2038	<u>6,394,000.00</u>	<u>383,370.00</u>	<u>6,777,370.00</u>
	<u>\$ 31,514,000.00</u>	<u>\$ 8,652,257.50</u>	<u>\$ 40,166,257.50</u>

General obligation school and refunding bonds payable with their outstanding balances are comprised of the following individual issues:

<u>Issue</u>	<u>Amount Outstanding June 30, 2019</u>
\$9,765,000.00 in 2009 Refunding Bonds due in remaining annual installments of between \$1,040,000.00 and \$1,195,000.00 ending July, 2021 with interest between 4.250 to 5.000%	\$ 3,420,000.00
\$28,094,000.00 in 2018 Bonds due in annual remaining installments of between \$800,000.00 and \$1,600,000.00 ending September, 2037 with interest between 2.250% to 3.000%	<u>28,094,000.00</u>
	<u>\$ 31,514,000.00</u>

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 4: LONG-TERM LIABILITIES (CONTINUED)**

**Debt Capacity**

Under New Jersey Statutes the District may incur debt in an amount not to exceed 3% of the averaged equalized valuation basis of real property. For the fiscal year ended June 30, 2019, the District borrowing capacity under N.J.S. 18A:24-19 would be as follows:

<u>Year</u>	<u>Equalized Valuation of Real Property</u>
2018	\$ 3,942,078,480
2017	3,774,754,019
2016	3,683,943,555
	<u>\$ 11,400,776,054</u>
 Average equalized valuation	 <u>\$ 3,800,258,685</u>
 School borrowing margin (4% of \$3,800,258,685)	 \$ 152,010,347
Net school debt as of June 30, 2019	<u>31,514,000</u>
 School borrowing power available	 <u>\$ 120,496,347</u>

**Capital Leases Payable**

The District is leasing a front end loader under a capital lease. The capital lease is for a term of five years. The following is a schedule of the future minimum lease payments under the capital lease and the present value of the net minimum lease payments at June 30, 2019:

<u>Fiscal Year Ended</u>	<u>Amount</u>
<u>June 30,</u>	
2020	\$21,118.78
2021	\$21,118.78
2022	\$10,559.39
Total Minimum Lease Payments	<u>52,796.95</u>
Less: Amount Representing Interest	<u>(2,108.96)</u>
 Present Value of Lease Payments	 <u>\$50,687.99</u>

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 5: PENSION PLANS**

**Description of Plans** - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625.

**Teachers' Pension and Annuity Fund (TPAF)** - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

**Public Employees' Retirement System (PERS)** - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provision of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

**Defined Contribution Retirement Program (DCRP)** - The Defined Contribution Retirement Program (DCRP) was established under the provision of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 to provide coverage to elected and certain appointed officials, effective July 1, 2007. Membership is mandatory for such individuals with vesting occurring after one year of membership.



**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 5: PENSION PLANS (CONTINUED)**

**Significant Legislation**

Effective June 28, 2011, P.L. 2011, c. 78 enacted certain changes in the operations and benefit provisions of the TPAF and the PERS systems.

**Pension Plan Design Changes**

Effective June 28, 2011, P.L. 2011, c. 78, new members of TPAF and PERS, hired on or after June 28, 2011, will need 30 years of creditable service and have attained the age of 65 for receipt of the early retirement benefit without a reduction of 1/4 of 1% for each month that the member is under age 65. New members will be eligible for a service retirement benefit at age 65.

**Funding Changes**

Under the new legislation, the methodology for calculating the unfunded accrued liability payment portion of the employer's annual pension contribution to the PERS, and TPAF. The unfunded actuarial accrued liability (UAAL) will be amortized for each plan over an open-ended 30 year period and paid in level dollars. Beginning with the July 1, 2019 actuarial valuation (July 1, 2019 for PFRS), the UAAL will be amortized over a closed 30-year period until the remaining period reaches 20, when the amortization period will revert to an open-ended 20-year period.

**COLA Suspension**

The payment of automatic cost-of-living adjustment to current and future retirees and beneficiaries are suspended until reactivated as permitted by this law.

**Vesting and Benefit Provisions** The vesting and benefit provisions of PERS are set by N.J.S.A. 43:15A, 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after ten years of service, except for post-retirement healthcare benefits that vest after 25 years of service.

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.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 5: PENSION PLANS (CONTINUED)**

**Contribution Requirements** The contribution policy is set by N.J.S.A. 43:15A and N.J.S.A. 18:66, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation.

Effective June 28, 2011, P.L. 2011, c. 78 provides for increases in the employee contribution rates: from 5.5% to 6.5% plus an additional 1% phased-in over 7 years beginning in the first year, meaning after 12 months, after the law's effective date for TPAF and PERS.

Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The actuarially determined contribution includes funding for cost-of-living adjustments, noncontributory death benefits, and post-retirement.

<u>Three Year Trend Information for PERS</u>			
<u>Year Ended</u> <u>June 30,</u>	<u>Annual Pension</u> <u>Cost (APC)</u>	<u>Percentage of</u> <u>APC Contributed</u>	<u>Net Pension</u> <u>Obligation</u>
2019	\$576,012	100.00%	\$576,012
2018	\$526,701	100.00%	\$526,701
2017	\$528,121	100.00%	\$528,121

During the fiscal years ended June 30, 2019, 2018, and 2017, the State of New Jersey contributed \$5,062,044.00, \$3,863,021.00 and \$2,833,485.00 respectively, excluding post-retirement medical and long-term disability insurance, to the TPAF pension system on behalf of the District.

Also, in accordance with N.J.S.A. 18A:66-66 during the years ended June 30, 2019, 2018 and 2017, the State of New Jersey reimbursed the District \$2,016,302.50, \$1,937,301.21 and \$1,918,885.36 respectively for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.



**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(Continued)**

**Public Employees Retirement System (PERS) (Continued)**

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

Year Ended	<u>Amount</u>
<u>June 30</u>	
2020	\$8,805.00
2021	(179,550.00)
2022	(854,417.00)
2023	(749,970.00)
2024	<u>(287,860.00)</u>
	<u>(\$2,062,992.00)</u>

**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 rolled forward to June 30, 2018. This actuarial valuation used the following assumptions, applied to all periods in the measurement.

Inflation	2.25 Percent
Salary Increases	
Through 2026	1.65-4.15 Percent (based on age)
Thereafter	2.65-5.15 Percent (based on age)
Investment Rate of Return	7.00 Percent

**Mortality Rate**

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

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Actuarial Assumptions (Continued)**

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 1 year for females).

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

**Long-Term Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2018 and 7.00% at June 30, 2017) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Actuarial Assumptions (Continued)**

**Long-Term Rate of Return (Continued)**

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute return/risk mitigation	5.00%	5.51%
Cash equivalents	5.50%	1.00%
US Treasuries	3.00%	1.87%
Investment grade credit	10.00%	3.78%
Public 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 market equity	11.50%	9.00%
Emerging markets equity	6.50%	11.64%
Buyouts venture capital	8.25%	13.08%
	<u>100.00%</u>	

**Discount Rate**

The discount rate used to measure the total pension liability was 5.66% and 5.00% as of June 30, 2018 and 2017, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and 7.00%, and a municipal bond rate of 3.87% and 3.58% as of June 30, 2018 and 2017, respectively, 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.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Public Employees Retirement System (PERS) (Continued)**

**Actuarial Assumptions (Continued)**

**Discount Rate (Continued)**

The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 50% of the actuarially determined contributions and the local employer contributed 100% of their actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2046. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through June 30, 2046, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**Sensitivity of the net pension liability to changes in the discount rate**

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

	1% Decrease <u>4.66%</u>	At Current Discount Rate <u>5.66%</u>	1% Increase <u>6.66%</u>
District's proportionate share of the pension liability	\$14,310,497.00	\$11,381,160.00	\$8,923,633.00

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 or at this site: <http://www.state.nj.us/treasury/pensions>.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF)**

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. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer.

The portion of the TPAF Net Pension Liability that was associated with the District recognized at June 30, 2019 was as follows:

Net Pension Liability:	
Districts proportionate share	-0-
State's proportionate share	
associated with the District	<u>\$162,927,330</u>
	<u>\$162,927,330</u>

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 June 30, 2017. The net pension liability associated with the District 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 school districts and the State, actuarially determined. At June 30, 2018, the proportion of the TPAF net pension liability associated with the District was .2561031617% which was an increase of .0041937182 percent from its proportion measured as of June 30, 2017.

For the year ended June 30, 2019, the District recognized on-behalf pension expense and revenue of \$9,498,094.00 in the government-wide financial statements for contributions provided by the State. This pension expense and revenue was based on the pension plans June 30, 2018 measurement date.



**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Actuarial Assumptions**

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

Inflation rate	2.25%
Salary increases:	
2012-2021	Varies based on experience
Thereafter	Varies based on experience
Investment rate of return	7.00%

**Mortality Rate**

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. Disability mortality rates were based on the RP-2006 Disabled Retiree Mortality Tables with rates adjusted by 90%. No mortality improvement is assumed for disabled retiree mortality.

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

**Long-Term Expected Rate of Return**

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% and 7.00% at June 30, 2018 and June 30, 2017 respectively) 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.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Actuarial Assumptions (Continued)**

**Long-Term Expected Rate of Return (Continued)**

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Absolute return/risk mitigation	5.00%	5.51%
Cash equivalents	5.50%	1.00%
US Treasuries	3.00%	1.87%
Investment grade credit	10.00%	3.78%
Public 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 market equity	11.50%	9.00%
Emerging markets equity	6.50%	11.64%
Buyouts venture capital	8.25%	13.08%
	<u>100.00%</u>	

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 6: ACCOUNTING AND FINANCIAL REPORTING FOR PENSION - GASB 68**  
**(CONTINUED)**

**Teachers Pensions and Annuity Fund (TPAF) (Continued)**

**Actuarial Assumptions (Continued)**

**Discount Rate**

The discount rate used to measure the total pension liability was 4.86% and 4.25% as of June 30, 2018 and 2017, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and 7.00, and a municipal bond rate of 3.87% and 3.58% as of June 30, 2018 and 2017, respectively, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State contributed 50% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2040. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2040, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

Because the District's proportionate share of the net pension liability is zero, consideration of potential changes in the discount rate is not applicable to the District.

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Teachers Public and Annuity Fund (TPAF). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 and the following site: <http://www.state.nj.us/treasury/pensions>.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75**

**Plan Description and Benefits Provided**

The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan, with that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. 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 or more years 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.

**Employees Covered by Benefit Terms**

The State Health Benefit Local Education Retired Employees Plan Membership covered by the benefit terms consisted of the following:

Active Plan Members	217,131
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	145,050
Inactive Plan Members or Beneficiaries Not Yet Receiving Benefits	<u>- 0 -</u>
Total Plan Members	<u>362,181</u>

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Total Nonemployer OPEB Liability**

The portion of the Total Nonemployer OPEB Liability that was associated with the District at June 30, 2019 was as follows:

Total OPEB Liability:	
District's Proportionate Share	\$-0-
State's Proportionate Share associated with the District	<u>107,220,622</u>
	<u><u>\$107,220,622</u></u>

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 OPEB Liability was determined separately based on actual data of the District.

For the year ended June 30, 2019, the District recognized on-behalf post-employment expense and revenue of \$4,669,126.00 in the government-wide financial statements for contributions provided by the State. This expense and revenue were based on the plans June 30, 2018 measurement date.

At June 30, 2018, the District's proportion was 0.2325280527 percent, which was a decrease of .0005897868 percent from its proportion measured as of June 30, 2017.

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS, TPAF/ABP and PFRS participants. The District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Consequently, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Actuarial Assumptions and Other Inputs**

The total nonemployer OPEB liability in the June 30, 2018 actuarial valuation reported by the State in the State's most recently issued CAFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation 2.5 percent

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
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 of Age
Thereafter	2.00-5.45%	3.15-5.15%	3.10-9.98
	Based on years Of Service	Based on Age	Based of Age

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

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

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

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

**Health Care Trend Assumptions**

For pre-Medicare preferred provider organization (PPO) medical benefits, this amount initially is 5.9% and decreases to a 5.0% long-term trend rate after nine 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 5.9% and decreases to a 5.0% long-term trend rate after nine years. For prescription drug benefits, the initial trend rate is 10.5% decreasing to a 5.0% long-term trend rate after eight years. For the Medicare Pan B reimbursement, the trend rate is 5.0%. The Medicare Advantage trend rate is 4.5% and will continue in all future years.

**Discount Rate**

The discount rate for June 30, 2018 and 2017 was 3.87% and 3.58%, respectively. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

**Changes in the Total Nonemployer OPEB Liability**

Shown below are details regarding the total nonemployer OPEB liability associated with the District for the Measurement Period from June 30, 2017 to June 30, 2018:

Balance at 6/30/17		\$ 124,411,319.00
Changes for the year:		
Service cost	\$ 4,308,922.00	
Interest	4,559,074.00	
Differences between expected and actual experience	(10,986,639.00)	
Changes in assumptions or other inputs	(12,304,103.00)	
Membership Contributions	99,090.00	
Benefit payments - Net	<u>(2,867,041.00)</u>	
Net changes		<u>(17,190,697.00)</u>
Balance at 6/30/18		<u>\$ 107,220,622.00</u>

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

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

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

	June 30, 2018		
	<u>1.00%</u> <u>Decrease (2.87%)</u>	<u>At Discount</u> <u>Rate (3.87)</u>	<u>1.00%</u> <u>Increase (4.87%)</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$126,756,602	\$107,220,622	\$91,691,536

**Sensitivity of the Total Nonemployer OPEB Liability to Changes in Healthcare Trends**

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

	June 30, 2018		
	<u>1.00%</u> <u>Decrease</u>	<u>Healthcare Cost</u> <u>Trend Rate</u>	<u>1.00%</u> <u>Increase</u>
State of New Jersey's Proportionate Share of the total Non-Employer OPEB Liability associated with the District	\$88,624,089	\$107,220,622	\$131,815,249



**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

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

At June 30, 2018, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB associated with the District from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ -	\$ 10,408,156.00
Changes of assumptions	-	24,034,050.00
Net difference between projected and actual earnings on OPEB plan investments	-	-
Changes in proportion	<u>316,575.00</u>	<u>107,093.00</u>
	<u>\$ 316,575.00</u>	<u>\$ 34,549,299.00</u>

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB associated with the District will be recognized in OPEB expense as follows:

<u>Year Ended June 30,</u>	<u>Amount</u>
2020	\$ (4,202,248.60)
2021	(4,202,248.60)
2022	(4,202,248.60)
2023	(4,202,248.60)
2024	(4,202,248.60)
Total Thereafter	<u>(13,221,481.00)</u>
	<u>\$ (34,232,724.00)</u>

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 7: ACCOUNTING AND FINANCIAL REPORTING FOR POST-RETIREMENT BENEFITS OTHER THAN PENSIONS - GASB 75 (CONTINUED)**

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero. There is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources in the financial statements.

**State Health Benefit Local Education Retired Employee Plan Information**

The New Jersey Division of Pension and Benefits issues publicly available reports on the OPEB plan. Those reports may be obtained by writing to the Division of Pension and Benefits, P.O. Box 295, Trenton, NJ 08625-0295 or on their website at: <http://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>

**NOTE 8: LITIGATION**

The Board attorney's letter advises that there is no litigation, pending litigation, claims, contingent liabilities, unasserted claims or assessments or statutory violations which involve the Board of Education and which might materially affect the Board's financial position.

**NOTE 9: CONTINGENCIES**

The Board receives financial assistance from the State of New Jersey and the U.S. Government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. The State and Federal grants received and expended in the 2018-2019 fiscal year were subject to the U.S. OMB Uniform Guidance and New Jersey OMB Circular 15-08 which mandates that grant revenues and expenditures be audited in conjunction with the Board's annual audit. Findings and questioned costs, if any, relative to federal awards and state financial assistance programs will be discussed in the Single Audit Section, Schedule of Findings and Questioned Costs. In addition, all grants and cost reimbursements are subject to financial and compliance audits by the grantors. Further, the School Child Nutrition Program is a recipient of federal reimbursements and is subject to certain related federal regulations. These federal reimbursements are subject to subsequent audit and interpretation by the New Jersey Department of Education. The Board management does not believe such an audit would result in material amounts of disallowed costs.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 10: 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. The District maintains commercial coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

**Property and Liability Insurance** - The District maintains insurance coverage covering each of those risks of loss. The administration believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded the insurance coverage in any of the past three fiscal years.

**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 table 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 years:

<u>Year Ended June 30,</u>	<u>Interest and Employer Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2019	\$ 4,944.14	\$ 58,118.89	\$ 58,859.02	\$ 650,421.91
2018	7,230.52	114,017.89	138,680.09	646,217.90
2017	3,431.20	44,391.64	49,601.29	663,649.58

**NOTE 11: COMPENSATED ABSENCES**

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

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 11: COMPENSATED ABSENCES (CONTINUED)**

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the 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 unions.

The liability for vested compensated absences of the governmental fund types are recorded in the district - wide statement of net position. As of June 30, 2019, a liability existed for compensated absences for governmental fund-types in the district-wide Statement of Net Position of \$796,990.79.

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, no liability existed for compensated absences in the proprietary funds.

**NOTE 12: FUND BALANCE APPROPRIATED**

General Fund - Of the \$9,862,105.26 in General Fund Balance at June 30, 2019, \$531,995.27 has been assigned for encumbrances; \$4,519,759.75 has been restricted in the Capital Reserve Account; \$2,290.56 has been restricted in the Emergency Reserve Account; \$2,715,497.46 has been restricted in the Maintenance Reserve; \$-0- has been restricted as excess surplus; \$-0- has been restricted as excess surplus - subsequent years' expenditures; \$1,516,408.00 has been assigned - subsequent years expenditures and \$576,154.22 is unassigned.

**NOTE 13: CALCULATION OF EXCESS SURPLUS – BUDGETARY BASIS**

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c73 (S1701), the Restricted Fund Balance Excess Surplus is a required calculation pursuant to the New Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restricted General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance resulting from the year ended June 30, 2019 is \$-0-.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 14: CAPITAL RESERVE ACCOUNT**

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

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. 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.

The activity of the capital reserve during the year ended June 30, 2019, is as follows:

Balance, July 1, 2018		\$ 4,504,183.71
Deposits:		
Interest Earnings	\$ 32,025.91	
Board Resolution	1,212,050.13	
		1,244,076.04
		5,748,259.75
Withdrawals:		
Current Year Budget		1,228,500.00
Balance, June 30, 2019		\$ 4,519,759.75

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 15: MAINTENANCE RESERVE ACCOUNT**

A maintenance reserve was established through a board resolution by the Borough of South Plainfield School District for the accumulation of funds for the required maintenance of a facility in accordance with N.J.S.A. 18A:7G-9 as amended by P.L. 2004, c. 73 (S1701). N.J.S.A. 18A:7G-31(c), 18A:7G-13 and N.J.A.C. 6A:23A-14.2 permits districts, by board resolution, to transfer undesignated general fund balance to the maintenance reserve account if approved in the district's original budget certified for taxes or if the district received voter approval by a separate proposal at budget time or by special question at one of the four special elections authorized pursuant to N.J.S.A.19:60-2. N.J.S.A. 18A:7F-41(a), 18A:7F-41(b) and N.J.A.C.6A:23A-14.3 permit a district board of education to transfer by board resolution (prior to June 30) any unanticipated revenue or unexpended line-item appropriation amounts to the maintenance reserve for withdrawal in subsequent school years.

The activity of the maintenance reserve during the year ended June 30, 2019, is as follows:

Balance, July 1, 2018		\$ 2,415,581.42
Deposits:		
Interest Earnings	\$ 24,916.04	
Board Resolution	500,000.00	
		524,916.04
		2,940,497.46
Withdrawals:		
Current Year Budget		225,000.00
Balance, June 30, 2019		\$ 2,715,497.46

**NOTE 16: EMERGENCY RESERVE ACCOUNT**

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

The emergency reserve account is used to finance unanticipated general fund expenditures required for a thorough and efficient education. Pursuant to N.J.A.C. 6A:23A-14.4(A), the maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1 percent of the general fund budget not to exceed \$1 million. Deposits may be made to the emergency reserve account by board resolution at year end of any unanticipated revenue or unexpended line item appropriation or both.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 16: EMERGENCY RESERVE ACCOUNT (CONTINUED)**

The activity of the emergency reserve during the year ended June 30, 2019, is as follows:

Balance, July 1, 2018	\$ 99,962.57
Deposits:	
Interest Earnings	327.99
	<u>100,290.56</u>
Withdrawals:	
Current Year Budget	98,000.00
	<u>98,000.00</u>
Balance, June 30, 2019	<u>\$ 2,290.56</u>

**NOTE 17: INVENTORY**

Since the District was on the fixed price contract, there was no inventory in the Food Service Fund at June 30, 2019.

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1996) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of non-operating revenue in the financial statements.

**NOTE 18: DEFERRED COMPENSATION**

The District offers its employees a choice of the deferred compensation plans created in accordance with Internal Revenue Code Section 403(b) and 457. The plans permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death, or unforeseeable emergency. Since the District does not have any property or rights to the plan assets and no fiduciary relationship exists between the District and the deferred compensation plan, the plan assets are not included in the District's financial statements as of June 30, 2019.

**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 19: OPERATING LEASES**

The District is leasing copier and Chromebooks equipment under operating leases. The operating leases are for terms up to five years. The following is a schedule of the future minimum lease payments under the operating leases and the present value of the net minimum lease payments at June 30, 2019:

Fiscal Year Ended	
<u>June 30,</u>	<u>Amount</u>
2020	\$ 223,584.78
2021	223,584.78
2022	223,584.78
2023	83,320.08
2024	<u>34,716.70</u>
Total	<u>\$ 788,791.12</u>

**NOTE 20: DEFICIT FUND BALANCE**

The District has a deficit of fund balance of \$5,280.00 in the Special Revenue Fund as of June 30, 2019 as reported in the GAAP fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the delayed 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 delayed state aid payments in the subsequent fiscal year, the school district cannot recognize the delayed state aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the delayed state aid payments, the Special Revenue Fund balance deficit does not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a result from a delay in state aid payments until the following fiscal year, is not considered a violation of New Jersey statute. The deficit in the Special Revenue Fund is equal to or less than the delayed state aid payment and, therefore, no violation of New Jersey Statute or regulation exists nor is there a need for corrective action.



**Borough of South Plainfield School District**  
**Notes to the Financial Statements**  
**June 30, 2019**

**NOTE 21: SUBSEQUENT EVENTS**

The District has evaluated subsequent events occurring after the financial statement date through December 16, 2019 which is the date the financial statements were available to be issued.

**NOTE 22: PRIOR YEAR RESTATEMENT OF NET POSITION**

The District had a new capital asset appraisal performed in fiscal year 2019 and as a result the District's Net Position at June 30, 2018 has been adjusted to properly reflect Net Investment in capital assets as reflected below:

	Governmental <u>Activities</u>	Enterprise <u>Activities</u>
Beginning Net Position 06/30/18	\$ 10,688,631.13	\$ 1,155,728.93
Adjustments:		
Capital Assets, Net of Accumulated Depreciation	<u>59,872.07</u>	<u>(29,709.33)</u>
Beginning Net Position 06/30/18 (As restated)	<u>\$ 10,748,503.20</u>	<u>\$ 1,126,019.60</u>

**REQUIRED SUPPLEMENTARY INFORMATION – PART II**

**BUDGETARY COMPARISON SCHEDULES**

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 48,630,525.00	\$	\$ 48,630,525.00	\$ 48,630,525.00	\$ 44,882.00
Tuition from Other LEAs Within State	125,000.00		125,000.00	265,062.45	140,062.45
Transportation Fees From Other LEAS	50,000.00		50,000.00	778,195.82	728,195.82
Unrestricted Miscellaneous Revenues	10.00		10.00	327.99	317.99
Interest Earned on Current Expense Emergency Reserve	5,000.00		5,000.00	24,916.04	19,916.04
Interest Earned on Maintenance Reserve	5,000.00		5,000.00	32,025.91	27,025.91
Interest Earned on Capital Reserve Funds					
<b>Total Local Sources</b>	<b>48,815,535.00</b>		<b>48,815,535.00</b>	<b>49,775,935.21</b>	<b>960,400.21</b>
State Sources:					
Categorical Transportation Aid	305,134.00		305,134.00	305,134.00	
Extraordinary Aid	321,997.00		321,997.00	572,027.00	250,030.00
Categorical Special Education Aid	2,230,194.00		2,230,194.00	2,230,194.00	
Equalization Aid	6,636,433.00		6,636,433.00	6,636,433.00	
Categorical Security Aid	112,479.00		112,479.00	112,479.00	
Other State Aids				44,315.00	44,315.00
On-behalf TPAF Contributions-non-budgeted				4,958,255.00	4,958,255.00
On-behalf TPAF N.C.G.I.-non-budgeted				103,789.00	103,789.00
Reimbursed TPAF Soc. Sec. Contribution-non-budgeted				2,016,302.50	2,016,302.50
Post Retirement Medical-non budgeted				2,296,135.00	2,296,135.00
Long Term Disability Insurance				4,242.00	4,242.00
<b>Total State Sources</b>	<b>9,606,237.00</b>		<b>9,606,237.00</b>	<b>19,279,305.50</b>	<b>9,673,068.50</b>
Federal Sources:					
Medicaid Reimbursement	44,649.00		44,649.00	57,414.87	12,765.87
<b>Total Federal Sources</b>	<b>44,649.00</b>		<b>44,649.00</b>	<b>57,414.87</b>	<b>12,765.87</b>
<b>Total Revenues</b>	<b>58,466,421.00</b>		<b>58,466,421.00</b>	<b>69,112,655.58</b>	<b>10,646,234.58</b>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Instruction - Regular Programs:					
Preschool - Salaries of Teachers	\$ 159,420.00	\$	\$ 159,420.00	\$ 154,419.20	\$ 5,000.80
Kindergarten	965,482.00	5,401.00	970,883.00	957,834.62	13,048.38
Grades 1-5	6,614,571.00	(86,967.74)	6,527,603.26	6,315,452.22	212,151.04
Grades 6-8	4,001,355.00	(105,603.11)	3,895,751.89	3,886,102.56	9,649.33
Grades 9-12	5,430,629.00	144,374.33	5,575,003.33	5,451,239.45	123,763.88
Regular programs - home instruction:					
Salaries of teachers	15,000.00	5,900.00	20,900.00	20,828.00	72.00
Purchased professional educational services	33,000.00	(7,500.00)	25,500.00	24,049.17	1,450.83
Regular programs - undistributed instruction:					
Other salaries for instruction	27,857.00		27,857.00	27,857.00	
Purchased professional - educational services	743,184.13	300.00	743,484.13	640,598.32	102,885.81
Purchased technical services	118,000.00	(141.82)	117,858.18	117,858.18	
Other purchased services (400 - 500 series)	182,095.00	20,650.00	202,745.00	132,664.44	70,080.56
General supplies	656,829.68	100,428.87	757,258.55	714,178.83	43,079.72
Textbooks	161,259.00	(22,480.00)	138,779.00	127,819.09	10,959.91
Other objects	14,392.00		14,392.00	9,992.12	4,399.88
<b>Total regular programs</b>	<b>19,123,073.81</b>	<b>54,361.53</b>	<b>19,177,435.34</b>	<b>18,580,893.20</b>	<b>596,542.14</b>
<b>Learning and/or Language Disabilities:</b>					
Salaries of Teachers	384,110.00	(5,750.00)	378,360.00	378,334.50	25.50
Other salaries for instruction	58,456.00	12,750.00	71,206.00	71,204.80	1.20
General Supplies	3,000.00	(3,000.00)			
Textbooks	3,000.00	(3,000.00)			
<b>Total Learning and/or Language Disabilities</b>	<b>448,566.00</b>	<b>1,000.00</b>	<b>449,566.00</b>	<b>449,539.30</b>	<b>26.70</b>
<b>Visual Impairments:</b>					
Other Salaries for Instruction	1,000.00		1,000.00		1,000.00
<b>Total Visual Impairments</b>	<b>1,000.00</b>		<b>1,000.00</b>		<b>1,000.00</b>
<b>Behavioral Disabilities:</b>					
General Supplies		8,000.00	8,000.00	7,999.52	0.48
<b>Total Behavioral Disabilities</b>		<b>8,000.00</b>	<b>8,000.00</b>	<b>7,999.52</b>	<b>0.48</b>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Multiple Disabilities:					
Salaries for Teachers	\$ 383,805.00	\$ (7,900.00)	\$ 375,905.00	\$ 375,488.66	\$ 416.34
Other Salaries for Instruction	109,371.00	67,000.00	176,371.00	176,269.76	101.24
General Supplies	9,000.00		9,000.00	8,435.58	564.42
Textbooks	2,000.00	(2,000.00)			
Total Multiple Disabilities	<u>504,176.00</u>	<u>57,100.00</u>	<u>561,276.00</u>	<u>560,194.00</u>	<u>1,082.00</u>
Resource Room / Resource Center:					
Salaries of Teachers	3,540,635.00	(41,348.48)	3,499,286.52	3,499,210.88	75.64
Other salaries for instruction	639,913.00	31,000.00	670,913.00	670,864.61	48.39
General Supplies	4,500.00	5,760.66	10,260.66	9,844.48	416.18
Textbooks	1,000.00	(920.09)	79.91	79.91	
Total Resource Room / Resource Center	<u>4,186,048.00</u>	<u>(5,507.91)</u>	<u>4,180,540.09</u>	<u>4,179,999.88</u>	<u>540.21</u>
Preschool Disabilities - Full - Time:					
Salaries of Teachers	56,335.00	100.00	56,435.00	56,428.53	6.47
Other Salaries for Instruction	193,899.00	(7,900.00)	185,999.00	185,917.92	81.08
Total Preschool Disabilities - Full - Time	<u>250,234.00</u>	<u>(7,800.00)</u>	<u>242,434.00</u>	<u>242,346.45</u>	<u>87.55</u>
Home Instruction:					
Salaries of Teachers	30,000.00		30,000.00	6,519.00	23,481.00
Purchased Professional-Educational Services	10,000.00	14,165.00	24,165.00	24,147.56	17.44
Total Home Instruction	<u>40,000.00</u>	<u>14,165.00</u>	<u>54,165.00</u>	<u>30,666.56</u>	<u>23,498.44</u>
Total Special Education	<u>5,430,024.00</u>	<u>66,957.09</u>	<u>5,496,981.09</u>	<u>5,470,745.71</u>	<u>26,235.38</u>
Basic Skills / Remedial:					
Salaries of Teachers	422,478.00	92,500.00	514,978.00	489,912.94	25,065.06
Total Basic Skills / Remedial	<u>422,478.00</u>	<u>92,500.00</u>	<u>514,978.00</u>	<u>489,912.94</u>	<u>25,065.06</u>
Bilingual Education Instruction:					
Salaries of Teachers	207,705.00	11,600.00	219,305.00	219,046.02	258.98
Total Bilingual Education Instruction	<u>207,705.00</u>	<u>11,600.00</u>	<u>219,305.00</u>	<u>219,046.02</u>	<u>258.98</u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
School Sponsored Co-Curricular Activities:					
Salaries	\$ 134,450.00	\$ 19,000.00	\$ 153,450.00	\$ 149,748.15	\$ 3,701.85
Supplies and Materials	11,000.00		11,000.00	5,725.23	5,274.77
Other Objects	10,630.00		10,630.00	7,714.00	2,916.00
Total School Sponsored Co-Curricular Activities	<u>156,080.00</u>	<u>19,000.00</u>	<u>175,080.00</u>	<u>163,187.38</u>	<u>11,892.62</u>
School Sponsored Athletics:					
Salaries	639,284.00	6,000.00	645,284.00	642,618.47	2,665.53
Purchased Services (300-500 Series)	141,586.00	(32,125.00)	109,461.00	98,461.38	10,999.62
Supplies and Materials	65,560.00	10,125.00	75,685.00	64,760.78	10,924.22
Other Objects	40,727.00	40,727.00	81,454.00	30,669.00	50,785.00
Total School Sponsored Athletics	<u>887,157.00</u>	<u>(16,000.00)</u>	<u>871,157.00</u>	<u>836,509.63</u>	<u>34,647.37</u>
Summer School Instruction:					
Salaries	14,000.00		14,000.00	6,211.50	7,788.50
Total Summer School Instruction	<u>14,000.00</u>	<u></u>	<u>14,000.00</u>	<u>6,211.50</u>	<u>7,788.50</u>
Total Summer School	<u>14,000.00</u>	<u></u>	<u>14,000.00</u>	<u>6,211.50</u>	<u>7,788.50</u>
Total Other Instructional Programs	<u>1,673,420.00</u>	<u>121,100.00</u>	<u>1,794,520.00</u>	<u>1,714,867.47</u>	<u>79,652.53</u>
Total - Instruction	<u>26,226,517.81</u>	<u>242,418.62</u>	<u>26,468,936.43</u>	<u>25,766,506.38</u>	<u>702,430.05</u>
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEA's within the State - Regular	4,000.00	3,000.00	7,000.00	7,000.00	
Tuition to Other LEA's within the State - Special	164,245.00	38,454.08	202,699.08	195,074.96	7,624.12
Tuition to CSSD & Regional Day Schools	799,533.00	2,741.71	802,274.71	778,016.15	24,258.56
Tuition to Private Schools for the Handicapped w/in State	869,424.00	374,104.41	1,243,528.41	1,241,822.01	1,706.40
Tuition - State Facilities	157,615.00	(148,000.00)	9,615.00		9,615.00
Tuition - Other	130,452.00	(15,824.00)	114,628.00	113,657.00	971.00
Total Undistributed Expenditures - Instruction	<u>2,125,269.00</u>	<u>254,476.20</u>	<u>2,379,745.20</u>	<u>2,335,570.12</u>	<u>44,175.08</u>
Attendance and Social Work Services:					
Salaries	109,938.00		109,938.00	109,437.84	500.16
Total Attendance and Social Work Services	<u>109,938.00</u>	<u></u>	<u>109,938.00</u>	<u>109,437.84</u>	<u>500.16</u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Health Services:					
Salaries	\$ 575,185.00	\$ (7,480.00)	\$ 567,705.00	\$ 567,565.77	\$ 139.23
Purchased Professional and Technical Services	47,568.00	5,070.00	52,638.00	50,251.00	2,387.00
Other Purchased Services	1,050.00		1,050.00	253.00	797.00
Supplies and Materials	21,450.00	(5,640.00)	15,810.00	14,044.92	1,765.08
Other Objects	1,518.00		1,518.00	920.00	598.00
Total Health Services	<u>646,771.00</u>	<u>(8,050.00)</u>	<u>638,721.00</u>	<u>633,034.69</u>	<u>5,686.31</u>
Other Support Services - Speech, OT, PT & Related Services:					
Salaries	1,020,418.00	(95,972.00)	924,446.00	897,004.01	27,441.99
Purchased Professional - Educational Services	86,000.00	(2,115.00)	83,885.00	77,293.50	6,591.50
Supplies and Materials	10,000.00		10,000.00	9,339.90	660.10
Total Other Support Services - Speech, OT, PT & Related Services	<u>1,116,418.00</u>	<u>(98,087.00)</u>	<u>1,018,331.00</u>	<u>983,637.41</u>	<u>34,693.59</u>
Other Support Services - Students - Extra Services					
Salaries	105,528.00	(26,000.00)	79,528.00	78,711.07	816.93
Purchased Professional - Educational Services	287,281.25	181,273.00	468,554.25	460,409.53	8,144.72
Supplies and Materials	18,000.00	(13,000.00)	5,000.00	4,655.86	344.14
Guidance:					
Salaries of Other Professional Staff	1,019,157.00	6,600.00	1,025,757.00	1,025,660.00	97.00
Salaries of Secretarial and Clerical Assistants	163,484.00	50.00	163,534.00	163,243.26	300.74
Total Guidance	<u>1,182,651.00</u>	<u>6,650.00</u>	<u>1,189,301.00</u>	<u>1,188,903.26</u>	<u>397.74</u>
Child Study Teams:					
Salaries of Other Professional Staff	716,675.00		816,175.00	815,365.59	809.41
Salaries of Secretarial and Clerical Assistants	144,170.00	(7,920.00)	136,250.00	136,245.74	4.26
Purchased Professional Educational Services	25,350.00	2,515.00	27,865.00	27,689.90	175.10
Other Purchased Professional and Technical Svcs.	7,000.00	4,595.09	11,595.09	11,016.00	579.09
Other Purchased Services (400-500 series)	17,400.00	(6,080.00)	11,320.00	9,596.72	1,723.28
Supplies and Materials	8,374.00		8,374.00	7,684.01	689.99
Other Objects	1,000.00		1,000.00	200.00	800.00
Total Child Study Teams	<u>919,969.00</u>	<u>92,610.09</u>	<u>1,012,579.09</u>	<u>1,007,797.96</u>	<u>4,781.13</u>



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS AND AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE/ (UNFAVORABLE)</u>
Improvement of Instruction Services					
Other Support Services - Instructional Staff:					
Salaries of Supervisors of Instruction	\$ 298,947.00	\$ (262,816.00)	\$ 36,131.00	\$ 35,457.42	\$ 673.58
Salaries of Secretarial and Clerical Assts.	32,233.00		32,233.00	31,424.64	808.36
Other Salaries	43,741.00		43,741.00	36,524.03	7,216.97
Purchased Professional Educational Services	78.00	800.00	878.00	786.99	91.01
Other Purchased Services (400-500)	53,072.00	(3,500.00)	49,572.00	48,624.07	947.93
Supplies and materials	56,401.00	(13,000.00)	43,401.00	42,780.69	620.31
Other Objects	2,283.00		2,283.00	1,896.12	386.88
Total Improvement of Instruction Services /	<u>486,755.00</u>	<u>(278,516.00)</u>	<u>208,239.00</u>	<u>197,493.96</u>	<u>10,745.04</u>
Other Support Services - Instructional Staff					
Educational Media Services / School Library:					
Salaries	378,147.00	1,100.00	379,247.00	379,245.00	2.00
Other Purchased Services (400-500 Series)	58,557.00	(9,993.00)	48,564.00	46,053.80	2,510.20
Supplies and materials	24,225.00	(125.00)	24,100.00	23,053.35	1,046.65
Other Objects	800.00		800.00	29.95	770.05
Total Educational Media Services / School Library	<u>461,729.00</u>	<u>(9,018.00)</u>	<u>452,711.00</u>	<u>448,382.10</u>	<u>4,328.90</u>
Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	273,371.00	125,080.00	398,451.00	397,632.46	818.54
Salaries of Secretarial and Clerical Assistants	16,117.00	100.00	16,217.00	16,212.24	4.76
Purchased Professional Educational Services	36,186.00	(28,796.00)	7,390.00	7,229.00	161.00
Other Purchased Services (400- 500)	10,900.00	9,996.00	20,896.00	20,158.01	737.99
Other Objects	12,014.00	(2,000.00)	10,014.00	9,031.00	983.00
Total Instructional Staff Training Services	<u>348,588.00</u>	<u>104,380.00</u>	<u>452,968.00</u>	<u>450,262.71</u>	<u>2,705.29</u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Support Services General Administration:					
Salaries	\$ 371,188.00	\$ 43,400.00	\$ 414,588.00	\$ 387,496.10	\$ 27,091.90
Legal Services	125,000.00	41,100.00	166,100.00	145,843.76	20,256.24
Expenditure and Internal Control Audit Fees	39,000.00		39,000.00	36,500.00	2,500.00
Other Purchased Professional Services	15,000.00		15,000.00	13,844.92	1,155.08
Purchased Technical Services	10,000.00	(3,300.00)	6,700.00	469.00	6,231.00
Communications / Telephone	146,500.00	(52,200.00)	94,300.00	69,395.99	24,904.01
BOE Other Purchased Services	20,000.00	(6,000.00)	14,000.00	5,718.65	8,281.35
Miscellaneous Purchased Services	294,840.00	(36,000.00)	258,840.00	245,549.03	13,290.97
General Supplies	25,000.00		25,000.00	9,020.59	15,979.41
BOE In- House Training/ Meeting Supplies	2,500.00		2,500.00	1,755.00	745.00
Judgements against the District	30,000.00	(16,500.00)	13,500.00	7,388.79	13,500.00
Miscellaneous Expenditures	6,600.00	1,500.00	8,100.00	24,267.85	711.21
BOE Membership Dues and Fees	27,000.00		27,000.00	24,267.85	2,732.15
<b>Total Support Services General Administration</b>	<b>1,112,628.00</b>	<b>(28,000.00)</b>	<b>1,084,628.00</b>	<b>947,249.68</b>	<b>137,378.32</b>
Support Services School Administration:					
Salaries of Principals / Asst. Principals/ Pgr. Directors	2,059,846.00	2,405.00	2,062,251.00	2,061,437.28	813.72
Salaries of Secretarial and Clerical Assistants	624,905.00	10,100.00	635,005.00	626,377.53	8,627.47
Other Purchased Services(400-500 series)	29,703.00	11,345.00	41,048.00	19,073.31	21,974.69
Supplies and Materials	24,208.00	(1,000.00)	23,208.00	15,936.08	7,271.92
Other Objects	13,050.00		13,050.00	10,972.04	2,077.96
<b>Total Support Services School Administration</b>	<b>2,751,712.00</b>	<b>22,850.00</b>	<b>2,774,562.00</b>	<b>2,733,796.24</b>	<b>40,765.76</b>
Central Service:					
Salaries	665,727.00	(33,860.00)	631,867.00	601,289.30	30,577.70
Unused Vacation Payment to Terminated/Retired Staff		7,058.00	7,058.00	7,058.00	
Purchased Professional Services	7,500.00	25,000.00	32,500.00	27,580.07	4,919.93
Purchased Technical Services	40,100.00	(17,600.00)	22,500.00	12,210.00	10,290.00
Misc. Purch Services (400-500)	95,750.75	24,000.00	119,750.75	78,307.82	41,442.93
Supplies and Materials	50,650.00	(16,500.00)	34,150.00	33,033.99	1,116.01
Miscellaneous Expenditures	4,856.00		4,856.00	2,090.00	2,766.00
<b>Total Central Service</b>	<b>864,583.75</b>	<b>(11,902.00)</b>	<b>852,681.75</b>	<b>761,569.18</b>	<b>91,112.57</b>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Administrative Information Technology:					
Salaries	\$ 480,050.00	\$ 900.00	\$ 480,950.00	\$ 480,862.08	\$ 87.92
Purchased Technical Services	271,500.00	(27,811.22)	243,688.78	240,538.78	3,150.00
Other Purchased Services	10,000.00	(10,000.00)			
Supplies and Materials	14,500.00	(16.17)	14,483.83	14,478.03	5.80
Total Administrative Information Technology	<u>776,050.00</u>	<u>(36,927.39)</u>	<u>739,122.61</u>	<u>735,878.89</u>	<u>3,243.72</u>
Required Maintenance for School Facilities:					
Salaries	431,129.00	40,500.00	471,629.00	470,826.06	802.94
Cleaning, Repair and Maintenance Services	416,902.95	(24,157.00)	392,745.95	385,935.10	6,810.85
General Supplies	81,618.06	12,075.00	93,693.06	92,798.89	894.17
Total Required Maintenance for School Facilities	<u>929,650.01</u>	<u>28,418.00</u>	<u>958,068.01</u>	<u>949,560.05</u>	<u>8,507.96</u>
Custodial Services:					
Salaries of Non-Instructional Aides	274,228.00	(6,000.00)	268,228.00	264,145.45	4,082.55
Purchased Professional and Technical Services	25,000.00	(10,000.00)	15,000.00	14,657.90	342.10
Cleaning, Repair and Maintenance Services	1,913,055.00	37,700.00	1,950,755.00	1,950,731.03	23.97
Other Purchased Property Services	196,999.00	(15,200.00)	181,799.00	147,951.57	33,847.43
Insurance	198,977.00	(28,000.00)	170,977.00	151,875.53	19,101.47
Miscellaneous Purchased Services	4,800.00	1,000.00	5,800.00	4,236.35	1,563.65
General Supplies	20,931.50	74,000.00	94,931.50	94,906.82	24.68
Energy (Natural Gas)	450,862.00	(26,500.00)	424,362.00	408,000.00	16,362.00
Energy (Heat and Electricity)	1,000,000.00		1,000,000.00	989,000.00	11,000.00
Other Objects	7,700.00	3,000.00	10,700.00	10,618.80	81.20
Total Custodial Services	<u>4,092,552.50</u>	<u>30,000.00</u>	<u>4,122,552.50</u>	<u>4,036,123.45</u>	<u>86,429.05</u>
Care and Upkeep of Grounds:					
Cleaning, Repair And Maintenance	344,465.00	39,000.00	383,465.00	372,423.46	11,041.54
General Supplies	41,000.00	23,800.00	64,800.00	64,496.35	303.65
Total Care and Upkeep of Grounds	<u>385,465.00</u>	<u>62,800.00</u>	<u>448,265.00</u>	<u>436,919.81</u>	<u>11,345.19</u>
Security:					
Salaries	317,000.00	362.50	362.50	362.50	
Purchased Professional and Technical Services	290.00	(93,162.50)	223,837.50	74,252.77	149,584.73
General Supplies		290.00	290.00		290.00
Total Security	<u>317,290.00</u>	<u>(92,800.00)</u>	<u>224,490.00</u>	<u>74,615.27</u>	<u>149,874.73</u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Student Transportation Services:					
Salaries of Non-Instructional Aides	\$ 220,080.00	\$ 19,000.00	\$ 239,080.00	\$ 238,908.46	\$ 171.54
Salaries for Pupil Transportation (Between Home and School) - Regular	575,328.00	29,100.00	604,428.00	604,407.49	20.51
Salaries for Pupil Transportation (Between Home and School) - Special	299,651.00	28,200.00	327,851.00	327,844.35	6.65
Sal. for Pupil Trans (Other than Btw Home & Sch)	126,772.00	(18,050.00)	108,722.00	108,562.26	159.74
Management Fee- ESC & CTSA Trans. Program	12,300.00	(12,300.00)	0.00		
Other Purchased Professional & Technical Services	6,280.00	(2,325.00)	3,955.00	3,794.45	160.55
Cleaning, Repair and Maintenance Services	246,500.00	10,325.00	256,825.00	254,116.31	2,708.69
Contracted Services - Aid in Lieu Payments-NonPub Sch	146,000.00	(33,950.00)	112,050.00	111,038.60	1,011.40
Contracted Services - Aid in Lieu Payments-Charter Sch and School) - Vendors	4,000.00	(2,000.00)	2,000.00		2,000.00
Contract Services (Sp. Ed. Stds.) - Vendors	42,296.00	(18,200.00)	24,096.00	17,438.60	6,657.40
Contracted Svcs. (Spec. Ed. Stud.s) - Joint Agree.	8,292.00		8,292.00	8,291.33	0.67
Contracted Svcs - (Spec. Ed. Stud) - ESCs & CTSA	52,800.00	35,000.00	87,800.00	68,939.50	18,860.50
Miscellaneous Purchased Services - Transportation	669,698.00	150,900.00	820,598.00	782,102.49	38,495.51
General Supplies	97,300.00	14,047.02	111,347.02	105,619.71	5,727.31
Transportation Supplies	22,200.00	(7,047.02)	15,152.98	11,828.39	3,324.59
Other Objects	156,000.00	(15,000.00)	141,000.00	130,000.00	11,000.00
Total Student Transportation Services	2,686,997.00	177,700.00	2,864,697.00	2,773,490.94	91,206.06
Unallocated Benefits - Employee Benefits:					
Social Security Contributions	695,062.00		695,062.00	535,543.51	159,518.49
Other Retirement Contributions - PERS	575,000.00	1,886.36	576,886.36	576,789.28	97.08
Other Retirement Contributions - Regular	25,000.00	17,000.00	42,000.00	39,518.75	2,481.25
Unemployment Compensation	5,000.00		5,000.00		5,000.00
Workmen's Compensation	180,250.00	(2,000.00)	178,250.00	177,624.20	625.80
Health Benefits	10,019,568.00	(513,757.36)	9,505,810.64	8,878,673.04	627,137.60
Tuition Reimbursements	44,500.00	14,000.00	58,500.00	28,211.85	30,288.15
Unused Sick Payment to Terminated/Retired Staff	50,000.00	20,250.00	70,250.00	68,620.06	1,629.94
Total Unallocated Benefits - Employee Benefits	11,594,380.00	(462,621.00)	11,131,759.00	10,304,980.69	826,778.31

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	\$	\$	\$	\$	\$	VARIANCE FAVORABLE/ (UNFAVORABLE)
	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL		
On-Behalf TPAF Contributions (Non-Budgeted):						
On-behalf TPAF Contributions-non-budgeted				4,958,255.00	\$	(4,958,255.00)
NCGI-non-budgeted				103,789.00		(103,789.00)
Post Retirement Medical-non budgeted				2,296,135.00		(2,296,135.00)
Reimbursed TPAF Social Security Contribution-non-budgeted				2,016,302.50		(2,016,302.50)
Long Term Disability Insurance				4,242.00		(4,242.00)
Total TPAF Pension/Social Security				<u>9,378,723.50</u>		<u>(9,378,723.50)</u>
Total Undistributed Expenditures	33,320,205.51	(103,764.10)	33,216,441.41	41,031,204.21		(7,814,762.80)
TOTAL EXPENDITURES - CURRENT EXPENSE	59,546,723.32	138,654.52	59,685,377.84	66,797,710.59		(7,112,332.75)
<b>CAPITAL OUTLAY:</b>						
Equipment:						
Grades 1-5	800.00		800.00			800.00
Undistributed-Admin. Info Technology	228,094.28	(80,860.32)	147,233.96	145,101.80		2,132.16
Undistributed-Required Maint. for School Facilities	542,284.00	(29,000.00)	513,284.00	468,108.29		45,175.71
School Buses - Regular	110,000.00	(184.00)	109,816.00	97,078.74		12,737.26
School Buses - Special	70,000.00	184.00	70,184.00	70,183.29		0.71
Undistributed Expenditures - Non-Inst. Serv.		9,000.00	9,000.00			9,000.00
Total Equipment	951,178.28	(100,860.32)	850,317.96	780,472.12		69,845.84
Facilities Acquisition and Construction Services:						
Construction services	865,800.00		865,800.00	441,484.81		424,315.19
Assessment for Debt Service on SDA Funding	64,257.00		64,257.00	64,257.00		
Total Facilities Acquisition and Construction Services	930,057.00		930,057.00	505,741.81		424,315.19
TOTAL CAPITAL OUTLAY	1,881,235.28	(100,860.32)	1,780,374.96	1,286,213.93		494,161.03

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	ORIGINAL BUDGET	BUDGET TRANSFERS AND AMENDMENTS	FINAL BUDGET	ACTUAL	VARIANCE FAVORABLE/ (UNFAVORABLE)
Other Special Schools Instruction:					
Transfer of funds to charter schools	\$ 180,000.00	\$ (37,794.20)	\$ 142,205.80	\$ 135,560.00	\$ 6,645.80
<b>TOTAL EXPENDITURES</b>	<u>61,607,958.60</u>	<u>0.00</u>	<u>61,607,958.60</u>	<u>68,219,484.52</u>	<u>(6,611,525.92)</u>
Excess (deficiency) of revenues Excess of revenues and other financing sources over expenditures and other expenditures and other financing sources	<u>(3,141,537.60)</u>	<u>(0.00)</u>	<u>(3,141,537.60)</u>	<u>893,171.06</u>	<u>4,034,708.66</u>
Fund balances, July 1			<u>9,858,775.20</u>	<u>9,858,775.20</u>	
Fund balances, June 30	<u>(3,141,537.60)</u>	<u>(0.00)</u>	<u>6,717,237.60</u>	<u>10,751,946.26</u>	<u>4,034,708.66</u>
Recapitulation:					
Assigned - year-end encumbrances			\$	531,995.27	
Restricted - capital reserve				4,519,759.75	
Restricted - maintenance reserve				2,715,497.46	
Restricted - emergency reserve				2,290.56	
Unassigned fund balance				1,465,995.22	
Assigned - designated for subsequent years expenditures				<u>1,516,408.00</u>	
Reconciliation to governmental funds statements (GAAP):					
Prior Year aid payment not recognized on GAAP basis				<u>(889,841.00)</u>	
Fund balance per governmental funds (GAAP)				<u>\$ 9,862,105.26</u>	

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR FISCAL YEARS ENDED JUNE 30, 2019

	<u>ORIGINAL BUDGET</u>	<u>BUDGET TRANSFERS/ AMENDMENTS</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FINAL TO ACTUAL</u>
<b>REVENUES:</b>					
Other Sources	\$ 56,875.00	\$ 78,314.46	\$ 78,314.46	\$ 19,324.50	\$ (58,989.96)
State Sources		200,309.00	257,184.00	248,308.05	(8,875.95)
Federal Sources	1,205,949.00	436,940.00	1,642,889.00	1,276,227.10	(366,661.90)
<b>Total Revenues</b>	<u>\$ 1,262,824.00</u>	<u>\$ 715,563.46</u>	<u>\$ 1,978,387.46</u>	<u>\$ 1,543,859.65</u>	<u>\$ (434,527.81)</u>
<b>EXPENDITURES:</b>					
<b>Instruction:</b>					
Salaries of Teachers	\$ 377,812.00	\$ 173,876.04	\$ 551,688.04	\$ 266,180.44	\$ 285,507.60
Purchased Professional / Educational Services		10,287.00	10,287.00	8,476.06	1,810.94
Tuition	718,311.00	6,343.00	724,654.00	713,491.40	11,162.60
General Supplies	10,000.00	140,407.54	150,407.54	98,657.52	51,750.02
<b>Total Instruction</b>	<u>1,106,123.00</u>	<u>330,913.58</u>	<u>1,437,036.58</u>	<u>1,086,805.42</u>	<u>350,231.16</u>
<b>Support Services:</b>					
Other Salaries		50,782.00	50,782.00	34,043.50	16,738.50
Purchased Services Employee Benefits		83,957.00	83,957.00	82,749.00	1,208.00
Purchased Professional / Educational Services		148,218.00	148,218.00	124,124.86	24,093.14
Other purchased services		43,386.88	43,386.88	13,049.84	30,337.04
Supplies and Materials		15,243.00	15,243.00	8,477.03	6,765.97
Other Objects	156,701.00	43,063.00	199,764.00	194,610.00	5,154.00
<b>Total Support Services</b>	<u>156,701.00</u>	<u>384,649.88</u>	<u>541,350.88</u>	<u>457,054.23</u>	<u>84,296.65</u>
<b>Total expenditures</b>	<u>\$ 1,262,824.00</u>	<u>\$ 715,563.46</u>	<u>\$ 1,978,387.46</u>	<u>\$ 1,543,859.65</u>	<u>\$ 434,527.81</u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
BUDGET TO GAAP RECONCILIATION  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION PART II  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Note A - Explanation of difference 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	\$ 69,112,655.58	\$ 1,543,859.65
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously it was recognized for budgetary purposes.	878,916.00	749.20
The last state aid payment is recognized as revenue for budgetary purposes and differs from GAAP which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)	<u>(889,841.00)</u>	<u>(5,280.00)</u>
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Adjust for encumbrances:		
Add prior year encumbrances		4,269.63
Less prior year encumbrances canceled		<u>(3,804.49)</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	<u>\$ 69,101,730.58</u>	<u>\$ 1,539,793.99</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 68,219,484.52	\$ 1,543,859.65
Difference - budget to GAAP:		
Adjust for encumbrances:		
Add prior year encumbrances		4,269.63
Less prior year encumbrances canceled		<u>(3,804.49)</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balance - governmental funds	<u>\$ 68,219,484.52</u>	<u>\$ 1,544,324.79</u>



REQUIRED SUPPLEMENTARY INFORMATION - PART III

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR PENSION (GASB 68)**

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN YEARS

<u>Measurement Date Ending June 30.</u>	<u>District's Proportion of the Net Pension Liability (Asset)</u>	<u>District's Proportionate Share of the Net Pension Liability (Asset)</u>	<u>District's Covered-Employee Payroll</u>	<u>District's Proportion of the Net Pension Liability (Asset) as a percentage of it's Covered-Employee Payroll</u>	<u>Plan Fiduciary Net Position as a percentage of the total Pension Liability</u>
2013	0.0610000000%	\$ 11,657,411	\$ 4,226,333.00	275.83%	48.72%
2014	0.0614800000%	11,509,914	4,226,933.00	272.30%	52.08%
2015	0.0621921857%	13,960,899	4,280,395.00	326.16%	47.92%
2016	0.0594472637%	17,606,574	3,960,898.00	444.51%	40.14%
2017	0.0563946281%	13,127,768	3,938,440.00	333.32%	48.10%
2018	0.0578031900%	11,381,160	3,894,229.00	292.26%	53.60%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST TEN YEARS

<u>Fiscal Year</u> <u>Ending</u> <u>June 30.</u>	<u>Contractually</u> <u>Required</u> <u>Contribution</u>	<u>Contributions in</u> <u>Relation to the</u> <u>Contractually</u> <u>Required</u> <u>Contributions</u>	<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>	<u>District's</u> <u>Covered-</u> <u>Employee</u> <u>Payroll</u>	<u>Contributions as</u> <u>a Percentage of</u> <u>Covered-</u> <u>Employee</u> <u>Payroll</u>
2014	\$ 506,796	\$ 506,796	\$ -0-	\$ 4,226,933.00	11.99%
2015	534,686	534,686	-0-	4,280,395.00	12.49%
2016	528,121	528,121	-0-	3,960,898.00	13.33%
2017	522,436	522,436	-0-	3,938,440.00	13.27%
2018	574,955	574,955	-0-	3,894,229.00	14.76%
2019	556,133	556,133	-0-	4,077,325.00	13.64%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
TEACHERS PENSION AND ANNUITY FUND  
LAST TEN YEARS

Measurement Date Ending June 30,	District's Proportion of the Net Pension Liability (Asset)	District's Proportionate Share of the Net Pension Liability (Asset)	State's Proportionate Share of the Net Pension Liability (Asset) associated with the District	District's Covered-Employee Payroll	District's Proportionate Share of the Net Pension Liability (Asset) as a percentage of its Covered-Employee Payroll	State's Proportionate Share of the Total Net Pension Liability associated with the District as a percentage of the District's Covered-Employee Payroll	Plan Fiduciary Net Position as a percentage of the total Pension Liability
2013	0.2600214795%	\$ -0-	\$ 131,412,811	24,719,460.00	-0-	531.62%	33.76%
2014	0.2515090687%	-0-	134,423,412	25,542,268.00	-0-	526.28%	33.64%
2015	0.2493242221%	-0-	157,583,555	25,926,765.00	-0-	607.80%	28.71%
2016	0.2516877573%	-0-	197,993,615	25,757,586.00	-0-	768.68%	22.33%
2017	0.2519094435%	-0-	169,846,430	26,603,164.00	-0-	638.44%	25.41%
2018	0.2561031617%	-0-	162,927,330	26,756,334.00	-0-	608.93%	26.49%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION PART III  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>	Long-Term Expected Rate of <u>Return</u>	Actuarial Experience <u>Study Period</u>
2018	5.66%	7.00%	07/01/11-06/30/14
2017	5.00%	7.00%	07/01/11-06/30/14
2016	3.98%	7.65%	07/01/11-06/30/14
2015	4.90%	7.90%	07/01/08-06/30/11
2014	5.39%	7.90%	07/01/08-06/30/11
2013	5.55%	7.90%	07/01/08-06/30/11

TEACHERS PENSION AND ANNUITY FUND (TPAF)

Change in benefit terms:

None

Change in assumptions:

The following assumptions were used in calculating the net pension liability in their respective accounting periods:

Measurement Date Ending <u>June 30,</u>	Discount <u>Rate</u>	Long-Term Expected Rate of <u>Return</u>	Actuarial Experience <u>Study Period</u>
2018	4.86%	7.00%	07/01/12-06/30/15
2017	4.25%	7.00%	07/01/12-06/30/15
2016	3.22%	7.65%	07/01/12-06/30/15
2015	4.13%	7.90%	07/01/09-06/30/12
2014	4.68%	7.90%	07/01/09-06/30/12
2013	4.95%	7.90%	07/01/09-06/30/12

**REQUIRED SUPPLEMENTARY INFORMATION - PART IV**

**SCHEDULE RELATED TO ACCOUNTING AND REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER  
THAN PENSIONS (GASB 75)**



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SCHEDULE OF CHANGES IN THE DISTRICT'S  
TOTAL OPEB LIABILITY AND RELATED RATIOS  
LAST TEN YEARS

	<u>Measurement Date Ended June 30,</u>	
	<u>2018</u>	<u>2017</u>
Total Non-Employer OPEB Liability - State's Proportionate Share of Total OPEB Liability Associated with the School District		
Balance at Beginning of Fiscal year	\$124,411,319	\$134,287,543
Changes for the year:		
Service cost	4,308,922	5,204,586
Interest	4,559,074	3,936,252
Changes of benefit terms		
Differences between expected and actual experience	(10,986,639)	
Changes in assumptions or other inputs	(12,304,103)	(16,241,541)
Membership Contributions	99,090	106,109
Benefit payments - Net	(2,867,041)	(2,881,630)
Net changes	<u>(17,190,697)</u>	<u>(9,876,224)</u>
Balance at End of Fiscal year	<u>\$107,220,622</u>	<u>\$124,411,319</u>
Covered Employee Payroll	30,650,563	30,541,604
District's Proportionate Share of the Total Non-Employer OPEB Liability as a percentage of the District's Covered Employee Payroll	-0-	-0-
State's Proportionate Share of the Total Non-Employer OPEB Liability associated with the District as a percentage of the District's Covered Employee Payroll	349.82%	407.35%

Note: Schedule is intended to show ten year trend. Additional years will be reported as they become available.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION PART IV  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Change in benefit terms:     None

Change in assumptions:     The discount rate changed from 3.58% to 3.87% as of  
June 30, 2018.

**OTHER SUPPLEMENTARY INFORMATION**

**SPECIAL REVENUE FUND  
DETAIL STATEMENTS**

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	NONPUBLIC TECHNOLOGY	NONPUBLIC COMPENSATORY EDUCATION	NONPUBLIC SUPPLEMENTAL INSTRUCTION	NONPUBLIC ESL	NONPUBLIC EXAM AND CLASS	NONPUBLIC SPEECH CORRECTION	NONPUBLIC TRANSPORTATION
REVENUES:							
Local Sources	\$ 12,552.00	\$ 23,266.00	\$ 11,101.00	\$ 12,079.00	\$ 19,105.00	\$ 7,142.00	\$ 3,889.00
State Sources							
Federal Sources							
Total Revenues	12,552.00	23,266.00	11,101.00	12,079.00	19,105.00	7,142.00	3,889.00
EXPENDITURES:							
Instruction:							
Salaries of Teachers							
Purchased Professional / Educational Services							
Tuition							
General Supplies							
Total Instruction							
Support Services:							
Other Salaries							
Personal Services Employee - Benefits							
Purchased Professional / Educational Services							
Other purchased services							
Supplies and Materials							
Other Objects	12,552.00	23,266.00	11,101.00	12,079.00	19,105.00	7,142.00	3,889.00
Total Support Services	12,552.00	23,266.00	11,101.00	12,079.00	19,105.00	7,142.00	3,889.00
Total Expenditures	12,552.00	23,266.00	11,101.00	12,079.00	19,105.00	7,142.00	3,889.00
Excess (Deficiency) of Revenues Over (Under) Expenditures	-0-	-0-	-0-	-0-	-0-	-0-	-0-

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	NONPUBLIC NURSING	PRESCHOOL EDUCATION AID	NONPUBLIC TEXTBOOKS	SECURITY AID	TITLE III	TITLE I
REVENUES:						
Local Sources	\$ 34,249.00	\$ 53,698.05	18,264.00	52,963.00	16,174.47	343,857.95
State Sources						
Federal Sources						
Total Revenues	34,249.00	53,698.05	18,264.00	52,963.00	16,174.47	343,857.95
EXPENDITURES:						
Instruction:						
Salaries of Teachers		53,698.05				211,940.35
Purchased Professional / Educational Services						4,145.81
Tuition						
General Supplies					8,785.61	24,662.29
Total Instruction		53,698.05			8,785.61	240,748.45
Support Services:						
Other Salaries						11,327.50
Personal Services Employee - Benefits						75,365.00
Purchased Professional / Educational Services					7,034.86	14,000.00
Other purchased services					354.00	
Supplies and Materials						2,417.00
Other Objects	34,249.00		18,264.00	52,963.00		
Total Support Services	34,249.00		18,264.00	52,963.00	7,388.86	103,109.50
Total Expenditures	34,249.00	53,698.05	18,264.00	52,963.00	16,174.47	343,857.95
Excess (Deficiency) of Revenues Over (Under) Expenditures	-0-	-0-	-0-	-0-	-0-	-0-

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	OTHER LOCAL	IDEA PART B BASIC	IDEA PART B PRESCHOOL	TITLE IV	TITLE IA	TOTALS
<b>REVENUES:</b>						
Local Sources	\$ 19,324.50	\$	\$	\$	\$	\$ 19,324.50
State Sources						248,308.05
Federal Sources		807,600.32	32,183.60	3,367.50	73,043.26	1,276,227.10
<b>Total Revenues</b>	<b>19,324.50</b>	<b>807,600.32</b>	<b>32,183.60</b>	<b>3,367.50</b>	<b>73,043.26</b>	<b>1,543,859.65</b>
<b>EXPENDITURES:</b>						
Instruction:						
Salaries of Teachers	542.04					266,180.44
Purchased Professional / Educational Services					4,330.25	8,476.06
Tuition		713,491.40				713,491.40
General Supplies	11,058.46	51,890.92	2,260.24			98,657.52
<b>Total Instruction</b>	<b>11,600.50</b>	<b>765,382.32</b>	<b>2,260.24</b>		<b>4,330.25</b>	<b>1,086,805.42</b>
Support Services:						
Other Salaries			20,871.00	1,230.00	615.00	34,043.50
Personal Services Employee - Benefits			7,337.00		47.00	82,749.00
Purchased Professional / Educational Services		38,290.00		1,500.00	63,300.00	124,124.86
Other purchased services	7,724.00	3,928.00			1,043.84	13,049.84
Supplies and Materials			1,715.36	637.50	3,707.17	8,477.03
Other Objects						194,610.00
<b>Total Support Services</b>	<b>7,724.00</b>	<b>42,218.00</b>	<b>29,923.36</b>	<b>3,367.50</b>	<b>68,713.01</b>	<b>457,054.23</b>
<b>Total Expenditures</b>	<b>19,324.50</b>	<b>807,600.32</b>	<b>32,183.60</b>	<b>3,367.50</b>	<b>73,043.26</b>	<b>1,543,859.65</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-0-	-0-	-0-	-0-	-0-	-0-

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
SCHEDULE OF PRESCHOOL EDUCATION AID EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

DISTRICT-WIDE TOTAL

	<u>Budgeted</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of teachers	\$ 53,698.05	\$ 53,698.05	\$ _____
Total instruction	53,698.05	53,698.05	
 Total expenditures	 \$ <u>53,698.05</u>	 \$ <u>53,698.05</u>	 \$ <u>                    </u>

CALCULATION OF BUDGET & CARRYOVER

Total revised 2018-2019 Preschool Education Aid Allocation	\$ 52,800.00
Add: Actual ECP/PEA Carryover (June 30, 2018)	<u>898.05</u>
Total Preschool Education Aid Funds Available for 2018-2019 Budget	53,698.05
Less: 2018-2019 Budgeted Preschool Education Aid (Including Prior Year budget carryover)	(53,698.05)
Add: June 30, 2019 Unexpended Preschool Education Aid	\$ _____
2018-2019 Carryover- Preschool Education Aid	\$ _____
2018-2019 Preschool Education Aid Carryover Budgeted for Preschool Programs in 2019-2020	<u>                    </u>



## **CAPITAL PROJECTS FUND DETAIL STATEMENTS**

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.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES-BUDGETARY BASIS  
AS OF JUNE 30, 2019

<u>ISSUE/PROJECT TITLE</u>	<u>APPROPRIATIONS</u>	<u>EXPENDITURES TO DATE</u>		<u>BALANCE JUNE 30, 2019</u>
		<u>PRIOR YEAR</u>	<u>CURRENT YEAR</u>	
Referendum - Paving Improvements	\$ 1,836,702.90	\$ 1,627,533.90	\$ 9,169.00	\$ 200,000.00
Referendum - Science Room Improvements	812,729.00	90,860.25	708,924.28	12,944.47
Referendum - Bathroom Improvements	1,183,575.28	125,716.50	513,669.26	544,189.52
Referendum - Electrical Upgrades	2,411,371.62	83,259.63	1,021,797.88	1,306,314.11
Referendum - Stem Lab Improvements	368,306.12	26,636.23	341,669.89	
Referendum - Window Upgrades	5,423,868.00	38,193.18	964,889.98	4,420,784.84
Referendum - HVAC Upgrades	8,009,451.42	1,179,436.87	4,595,335.60	2,234,678.95
Referendum - Tile Floor Upgrades	472,020.00	271,299.00	70,210.00	130,511.00
Referendum - Door Upgrades	212,837.22		26,518.22	186,319.00
Referendum - Sidewalk & Curbing Upgrades	414,985.45	405,378.26	1,618.00	7,989.19
Referendum - Roof Replacement	2,042,463.68	152,842.45	1,748,749.08	140,872.15
Referendum - Soffit Replacement	45,329.74	3,121.51	795.39	41,412.84
Referendum - Home Bleachers Upgrade	720,149.63	255,342.78	464,806.85	
Referendum - Visitor Bleachers Upgrade	491,516.69	189,921.94	301,594.75	
Referendum - Locker Room Upgrades	2,658,128.63	86,402.76	1,316,895.10	1,254,830.77
Referendum - Track Upgrades	405,542.14	43,037.00	316,510.14	45,995.00
Referendum - Press Box Upgrades	118,745.34	35,236.78	83,508.56	
Totals	\$ <u>27,627,722.86</u>	\$ <u>4,614,219.04</u>	\$ <u>12,486,661.98</u>	\$ <u>10,526,841.84</u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

REVENUES AND OTHER FINANCING SOURCES:	
Miscellaneous	\$ <u>5,216.64</u>
Total Revenues and Other Financing Sources	<u>5,216.64</u>
EXPENDITURES AND OTHER FINANCING USES:	
Legal Services	\$ 5,162.50
Other Purchased Professional and Technical Services	1,289,861.71
Construction Services	<u>11,191,637.77</u>
Total Expenditures and Other Financing Uses	<u>12,486,661.98</u>
Net change in fund balances	(12,481,445.34)
Fund Balance - Beginning of Year	<u>23,008,287.18</u>
Fund Balance - End of Year	\$ <u><u>10,526,841.84</u></u>
<u>Reconciliation to GAAP Financial Statements:</u>	
Fund Balance- Budgetary Basis (Exhibit F-2)	\$ <u>10,526,841.84</u>
Fund Balance- GAAP Basis (Exhibit B-1)	\$ <u><u>10,526,841.84</u></u>
<u>Recapitulation:</u>	
Reserved for Encumbrances	\$ 5,934,387.45
Restricted for Capital Projects	<u>4,592,454.39</u>
	\$ <u><u>10,526,841.84</u></u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
PAVING IMPROVEMENTS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>PRIOR PERIODS</u>	<u>CURRENT YEAR</u>	<u>TOTALS</u>	<u>REVISED AUTHORIZED COST</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ 1,836,702.90	\$	\$ 1,836,702.90	\$ 1,836,702.90
Total Revenues and Other Financing Sources	<u>1,836,702.90</u>	<u>0.00</u>	<u>1,836,702.90</u>	<u>1,836,702.90</u>
EXPENDITURES AND OTHER FINANCING USES:				
Legal Services	2,760.80	0.00	2,760.80	2,760.80
Purchased Professional and Technical Services	58,165.76	675.00	58,840.76	67,546.62
Construction Services	<u>1,566,607.34</u>	<u>8,494.00</u>	<u>1,575,101.34</u>	<u>1,766,395.48</u>
Total Expenditures and Other Financing Uses	<u>1,627,533.90</u>	<u>9,169.00</u>	<u>1,636,702.90</u>	<u>1,836,702.90</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 209,169.00</u>	<u>\$ (9,169.00)</u>	<u>\$ 200,000.00</u>	
ADDITIONAL PROJECT INFORMATION:				
Project Number	4910-050-17-5000	4910-055-17-6000		
Project Number	4910-058-17-5000	4910-060-17-6000		
Project Number	4910-070-17-5000	4910-X01-17-4000		
Bond Authorization Date	12/13/17			
Bonds Authorized	\$1,836,702.90			
Bonds Issued	1,836,702.90			
Original Authorized Cost	1,836,702.90			
Additional Authorized Cost				
Revised Authorized Cost	\$1,836,702.90			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	89.11%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
SCIENCE ROOM IMPROVEMENTS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>PRIOR PERIODS</u>	<u>CURRENT YEAR</u>	<u>TOTALS</u>	<u>REVISED AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 812,729.00	\$ _____	\$ 812,729.00	\$ 812,729.00
Total Revenues and Other Financing Sources	<u>812,729.00</u>	<u>_____</u>	<u>812,729.00</u>	<u>812,729.00</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	32,745.00	60,429.73	93,174.73	93,950.00
Construction Services	<u>58,115.25</u>	<u>648,494.55</u>	<u>706,609.80</u>	<u>718,779.00</u>
Total Expenditures and Other Financing Uses	<u>90,860.25</u>	<u>708,924.28</u>	<u>799,784.53</u>	<u>812,729.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 721,868.75</u>	<u>\$ (708,924.28)</u>	<u>\$ 12,944.47</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-050-17-6000	4910-053-17-5000		
Bond Authorization Date	12/13/17			
Bonds Authorized	\$812,729.00			
Bonds Issued	812,729.00			
Original Authorized Cost	812,729.00			
Additional Authorized Cost				
Revised Authorized Cost	\$812,729.00			
Percentage Increase over Original Authorized Cost				
Percentage Completion	98.41%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
BATHROOM IMPROVEMENTS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>PRIOR PERIODS</u>	<u>CURRENT YEAR</u>	<u>TOTALS</u>	<u>REVISED AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 1,183,575.28	\$	\$ 1,183,575.28	\$ 1,183,575.28
Total Revenues and Other Financing Sources	<u>1,183,575.28</u>	<u>0.00</u>	<u>1,183,575.28</u>	<u>1,183,575.28</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Legal Services	0.00	35.00	35.00	35.00
Purchased Professional and Technical Services	80,240.00	86,600.76	166,840.76	183,662.26
Construction Services	45,476.50	427,033.50	472,510.00	999,878.02
Total Expenditures and Other Financing Uses	<u>125,716.50</u>	<u>513,669.26</u>	<u>639,385.76</u>	<u>1,183,575.28</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 1,057,858.78</u>	<u>\$ (513,669.26)</u>	<u>\$ 544,189.52</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-050-17-7000	4910-053-17-4000		
Project Number	4910-055-17-4000	4910-058-17-2000		
Bond Authorization Date	12/13/17			
Bonds Authorized	\$1,183,575.28			
Bonds Issued	1,183,575.28			
Original Authorized Cost	1,183,575.28			
Additional Authorized Cost				
Revised Authorized Cost	\$1,183,575.28			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	54.02%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
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 AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 2,411,371.62	\$ _____	\$ 2,411,371.62	\$ 2,411,371.62
Total Revenues and Other Financing Sources	<u>2,411,371.62</u>	<u>_____</u>	<u>2,411,371.62</u>	<u>2,411,371.62</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	83,259.63	166,752.78	250,012.41	331,395.62
Construction Services	<u>-</u>	<u>855,045.10</u>	<u>855,045.10</u>	<u>2,079,976.00</u>
Total Expenditures and Other Financing Uses	<u>83,259.63</u>	<u>1,021,797.88</u>	<u>1,105,057.51</u>	<u>2,411,371.62</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 2,328,111.99</u>	<u>\$ (1,021,797.88)</u>	<u>\$ 1,306,314.11</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-050-17-8000	4910-053-17-8000		
Project Number	4910-055-17-8000	4910-058-17-3000		
Project Number	4910-060-17-8000	4910-070-17-2000		
Bond Authorization Date	12/13/17			
Bonds Authorized	\$2,411,371.62			
Bonds Issued	2,411,371.62			
Original Authorized Cost	2,411,371.62			
Additional Authorized Cost				
Revised Authorized Cost	\$2,411,371.62			
Percentage Increase over Original Authorized Cost				
Percentage Completion	45.83%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
STEM LAB IMPROVEMENTS  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>PRIOR PERIODS</u>	<u>CURRENT YEAR</u>	<u>TOTALS</u>	<u>REVISED AUTHORIZED COST</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ 368,306.12	\$ _____	\$ 368,306.12	\$ 368,306.12
Total Revenues and Other Financing Sources	<u>368,306.12</u>	<u>_____</u>	<u>368,306.12</u>	<u>368,306.12</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased Professional and Technical Services	23,338.72	15,850.00	39,188.72	39,188.72
Construction Services	<u>3,297.51</u>	<u>325,819.89</u>	<u>329,117.40</u>	<u>329,117.40</u>
Total Expenditures and Other Financing Uses	<u>26,636.23</u>	<u>341,669.89</u>	<u>368,306.12</u>	<u>368,306.12</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 341,669.89</u>	<u>\$ (341,669.89)</u>	<u>\$ _____</u>	
ADDITIONAL PROJECT INFORMATION:				
Project Number	4910-050-17-9000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$368,306.12			
Bonds Issued	368,306.12			
Original Authorized Cost	368,306.12			
Additional Authorized Cost				
Revised Authorized Cost	\$368,306.12			
Percentage Increase over Original Authorized Cost				
Percentage Completion	100.00%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
WINDOW 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 AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 5,423,868.00	\$ _____	\$ 5,423,868.00	\$ 5,423,868.00
Total Revenues and Other Financing Sources	<u>5,423,868.00</u>	<u>0.00</u>	<u>5,423,868.00</u>	<u>5,423,868.00</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Legal Services	-	577.50	577.50	577.50
Purchased Professional and Technical Services	38,193.18	164,479.98	202,673.16	569,014.69
Construction Services	-	799,832.50	799,832.50	4,854,275.81
Total Expenditures and Other Financing Uses	<u>38,193.18</u>	<u>964,889.98</u>	<u>1,003,083.16</u>	<u>5,423,868.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 5,385,674.82</u>	<u>\$ (964,889.98)</u>	<u>\$ 4,420,784.84</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-053-17-2000	4910-055-17-10000		
Project Number	4910-058-17-8000	4910-060-17-1000		
Project Number	4910-070-17-8000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$5,423,868.00			
Bonds Issued	5,423,868.00			
Original Authorized Cost	5,423,868.00			
Additional Authorized Cost				
Revised Authorized Cost	\$5,423,868.00			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	18.49%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
HVAC 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 AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 8,009,451.42	\$ _____	\$ 8,009,451.42	\$ 8,009,451.42
Total Revenues and Other Financing Sources	<u>8,009,451.42</u>	<u>0.00</u>	<u>8,009,451.42</u>	<u>8,009,451.42</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Legal Services	3,202.50	4,217.50	7,420.00	7,592.29
Purchased Professional and Technical Services	190,452.37	507,400.33	697,852.70	782,689.49
Construction Services	<u>985,782.00</u>	<u>4,083,717.77</u>	<u>5,069,499.77</u>	<u>7,219,169.64</u>
Total Expenditures and Other Financing Uses	<u>1,179,436.87</u>	<u>4,595,335.60</u>	<u>5,774,772.47</u>	<u>8,009,451.42</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 6,830,014.55</u>	<u>\$ (4,595,335.60)</u>	<u>\$ 2,234,678.95</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-053-17-3000	4910-055-17-3000		
Project Number	4910-058-17-7000	4910-060-17-7000		
Project Number	4910-070-17-4000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$8,009,451.42			
Bonds Issued	8,009,451.42			
Original Authorized Cost	8,009,451.42			
Additional Authorized Cost				
Revised Authorized Cost	\$8,009,451.42			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	72.10%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
TILE FLOOR 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 AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 472,020.00	\$	\$ 472,020.00	\$ 472,020.00
Total Revenues and Other Financing Sources	<u>472,020.00</u>	<u></u>	<u>472,020.00</u>	<u>472,020.00</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	-	12,800.00	12,800.00	39,320.00
Construction Services	<u>271,299.00</u>	<u>57,410.00</u>	<u>328,709.00</u>	<u>432,700.00</u>
Total Expenditures and Other Financing Uses	<u>271,299.00</u>	<u>70,210.00</u>	<u>341,509.00</u>	<u>472,020.00</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 200,721.00</u>	<u>\$ (70,210.00)</u>	<u>\$ 130,511.00</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-053-17-9000	4910-055-17-2000		
Project Number	4910-058-17-1000	4910-060-17-10000		
Project Number	4910-060-17-9000	4910-070-17-7000		
Bond Authorization Date	12/13/17			
Bonds Authorized	\$472,020.00			
Bonds Issued	472,020.00			
Original Authorized Cost	472,020.00			
Additional Authorized Cost				
Revised Authorized Cost	\$472,020.00			
Percentage Increase over Original Authorized Cost				
Percentage Completion	72.35%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
DOOR 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 AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ <u>212,837.22</u>	\$ _____	\$ <u>212,837.22</u>	\$ <u>212,837.22</u>
Total Revenues and Other Financing Sources	<u>212,837.22</u>	_____	<u>212,837.22</u>	<u>212,837.22</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	_____	25,718.22	25,718.22	31,118.22
Construction Services	_____	800.00	800.00	181,719.00
Total Expenditures and Other Financing Uses	<u>-</u>	<u>26,518.22</u>	<u>26,518.22</u>	<u>212,837.22</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ <u>212,837.22</u>	\$ <u>(26,518.22)</u>	\$ <u>186,319.00</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-053-17-10000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$212,837.22			
Bonds Issued	212,837.22			
Original Authorized Cost	212,837.22			
Additional Authorized Cost				
Revised Authorized Cost	\$212,837.22			
Percentage Increase over Original Authorized Cost				
Percentage Completion	12.46%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
SIDEWALK & CURBING 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 AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 414,985.45	\$ _____	\$ 414,985.45	\$ 414,985.45
Total Revenues and Other Financing Sources	<u>414,985.45</u>	<u>_____</u>	<u>414,985.45</u>	<u>414,985.45</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	25,319.14		25,319.14	30,700.00
Construction Services	<u>380,059.12</u>	<u>1,618.00</u>	<u>381,677.12</u>	<u>384,285.45</u>
Total Expenditures and Other Financing Uses	<u>405,378.26</u>	<u>1,618.00</u>	<u>406,996.26</u>	<u>414,985.45</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 9,607.19</u>	<u>\$ (1,618.00)</u>	<u>\$ 7,989.19</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-053-17-1000	4910-055-17-9000		
Project Number	4910-058-17-9000	4910-060-17-3000		
Project Number	4910-070-17-1000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$414,985.45			
Bonds Issued	414,985.45			
Original Authorized Cost	414,985.45			
Additional Authorized Cost				
Revised Authorized Cost	\$414,985.45			
Percentage Increase over Original Authorized Cost				
Percentage Completion	98.07%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
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>REVISED AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 2,042,463.68	\$ _____	\$ 2,042,463.68	\$ 2,042,463.66
Total Revenues and Other Financing Sources	<u>2,042,463.68</u>	<u>_____</u>	<u>2,042,463.68</u>	<u>2,042,463.66</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	152,410.97	41,328.61	193,739.58	198,989.74
Construction Services	<u>431.48</u>	<u>1,707,420.47</u>	<u>1,707,851.95</u>	<u>1,843,473.94</u>
Total Expenditures and Other Financing Uses	<u>152,842.45</u>	<u>1,748,749.08</u>	<u>1,901,591.53</u>	<u>2,042,463.68</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 1,889,621.23</u>	<u>\$ (1,748,749.08)</u>	<u>\$ 140,872.15</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-060-17-5000	4910-055-17-5000		
Bond Authorization Date	12/13/17			
Bonds Authorized	\$2,042,463.66			
Bonds Issued	2,042,463.66			
Original Authorized Cost	2,042,463.66			
Additional Authorized Cost				
Revised Authorized Cost	\$2,042,463.66			
Percentage Increase over Original Authorized Cost				
Percentage Completion	93.10%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
SOFFIT 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 AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 45,329.74	\$ _____	\$ 45,329.74	\$ 45,329.74
Total Revenues and Other Financing Sources	<u>45,329.74</u>	<u>_____</u>	<u>45,329.74</u>	<u>45,329.74</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	3,121.51	795.39	3,916.90	4,116.74
Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,213.00</u>
Total Expenditures and Other Financing Uses	<u>3,121.51</u>	<u>795.39</u>	<u>3,916.90</u>	<u>45,329.74</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 42,208.23</u>	<u>\$ (795.39)</u>	<u>\$ 41,412.84</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-060-17-11000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$45,329.74			
Bonds Issued	45,329.74			
Original Authorized Cost	45,329.74			
Additional Authorized Cost				
Revised Authorized Cost	\$45,329.74			
Percentage Increase over Original Authorized Cost				
Percentage Completion	8.64%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
HOME BLEACHERS UPGRADE  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>PRIOR PERIODS</u>	<u>CURRENT YEAR</u>	<u>TOTALS</u>	<u>REVISED AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 720,149.63	\$ _____	\$ 720,149.63	\$ 720,149.63
Total Revenues and Other Financing Sources	<u>720,149.63</u>	<u>_____</u>	<u>720,149.63</u>	<u>720,149.63</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	51,768.74	11,648.69	63,417.43	63,417.43
Construction Services	<u>203,574.04</u>	<u>453,158.16</u>	<u>656,732.20</u>	<u>656,732.20</u>
Total Expenditures and Other Financing Uses	<u>255,342.78</u>	<u>464,806.85</u>	<u>720,149.63</u>	<u>720,149.63</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 464,806.85</u>	<u>\$ (464,806.85)</u>	<u>\$ (0.00)</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-X01-17-1000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$720,149.63			
Bonds Issued	720,149.63			
Original Authorized Cost	720,149.63			
Additional Authorized Cost				
Revised Authorized Cost	\$720,149.63			
Percentage Increase over Original Authorized Cost				
Percentage Completion	100.00%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
VISITOR BLEACHERS UPGRADE  
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>PRIOR PERIODS</u>	<u>CURRENT YEAR</u>	<u>TOTALS</u>	<u>REVISED AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 491,516.69	\$ _____	\$ 491,516.69	\$ 491,516.69
Total Revenues and Other Financing Sources	<u>491,516.69</u>	<u>_____</u>	<u>491,516.69</u>	<u>491,516.69</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	61,006.93	15,964.04	76,970.97	76,970.97
Construction Services	<u>128,915.01</u>	<u>285,630.71</u>	<u>414,545.72</u>	<u>414,545.72</u>
Total Expenditures and Other Financing Uses	<u>189,921.94</u>	<u>301,594.75</u>	<u>491,516.69</u>	<u>491,516.69</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 301,594.75</u>	<u>\$ (301,594.75)</u>	<u>\$ _____</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-X01-17-6000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$491,516.69			
Bonds Issued	491,516.69			
Original Authorized Cost	491,516.69			
Additional Authorized Cost				
Revised Authorized Cost	\$491,516.69			
Percentage Increase over Original Authorized Cost				
Percentage Completion	100.00%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
LOCKER 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>REVISED AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 2,658,128.63	\$ _____	\$ 2,658,128.63	\$ 2,658,128.63
Total Revenues and Other Financing Sources	<u>2,658,128.63</u>	<u>_____</u>	<u>2,658,128.63</u>	<u>2,658,128.63</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Legal Services	-	332.50	332.50	335.00
Purchased Professional and Technical Services	86,402.76	167,900.21	254,302.97	266,240.23
Construction Services	-	1,148,662.39	1,148,662.39	2,391,553.40
Total Expenditures and Other Financing Uses	<u>86,402.76</u>	<u>1,316,895.10</u>	<u>1,403,297.86</u>	<u>2,658,128.63</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 2,571,725.87</u>	<u>\$ (1,316,895.10)</u>	<u>\$ 1,254,830.77</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-X01-17-10000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$2,658,128.63			
Bonds Issued	2,658,128.63			
Original Authorized Cost	2,658,128.63			
Additional Authorized Cost				
Revised Authorized Cost	\$2,658,128.63			
Percentage Increase over Original Authorized Cost				
Percentage Completion	52.79%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
BUDGETARY BASIS  
TRACK 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 AUTHORIZED COST</u>
REVENUES AND OTHER FINANCING SOURCES:				
Bond proceeds and transfers	\$ 405,542.14	\$ _____	\$ 405,542.14	\$ 405,542.14
Total Revenues and Other Financing Sources	<u>405,542.14</u>	<u>_____</u>	<u>405,542.14</u>	<u>405,542.14</u>
EXPENDITURES AND OTHER FINANCING USES:				
Purchased Professional and Technical Services	43,037.00	9,797.50	52,834.50	52,834.50
Construction Services	-	306,712.64	306,712.64	352,707.64
Total Expenditures and Other Financing Uses	<u>43,037.00</u>	<u>316,510.14</u>	<u>359,547.14</u>	<u>405,542.14</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 362,505.14</u>	<u>\$ (316,510.14)</u>	<u>\$ 45,995.00</u>	
ADDITIONAL PROJECT INFORMATION:				
Project Number	4910-X01-17-3000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$405,542.14			
Bonds Issued	405,542.14			
Original Authorized Cost	405,542.14			
Additional Authorized Cost				
Revised Authorized Cost	\$405,542.14			
Percentage Increase over Original Authorized Cost				
Percentage Completion	88.66%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
 CAPITAL PROJECTS FUND  
 SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE, AND PROJECT STATUS -  
 BUDGETARY BASIS  
 PRESS BOX 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 AUTHORIZED COST</u>
<b>REVENUES AND OTHER FINANCING SOURCES:</b>				
Bond proceeds and transfers	\$ 118,745.34	\$ _____	\$ 118,745.34	\$ 118,745.34
Total Revenues and Other Financing Sources	<u>118,745.34</u>	<u>_____</u>	<u>118,745.34</u>	<u>118,745.34</u>
<b>EXPENDITURES AND OTHER FINANCING USES:</b>				
Purchased Professional and Technical Services	11,329.86	1,720.47	13,050.33	13,050.33
Construction Services	<u>23,906.92</u>	<u>81,788.09</u>	<u>105,695.01</u>	<u>105,695.01</u>
Total Expenditures and Other Financing Uses	<u>35,236.78</u>	<u>83,508.56</u>	<u>118,745.34</u>	<u>118,745.34</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 83,508.56</u>	<u>\$ (83,508.56)</u>	<u>\$ (0.00)</u>	
<b>ADDITIONAL PROJECT INFORMATION:</b>				
Project Number	4910-X01-17-5000			
Bond Authorization Date	12/13/17			
Bonds Authorized	\$118,745.34			
Bonds Issued	118,745.34			
Original Authorized Cost	118,745.34			
Additional Authorized Cost				
Revised Authorized Cost	\$118,745.34			
Percentage Increase over Original Authorized Cost				
Percentage Completion	100.00%			
Original Target Completion Date	6/30/18			
Revised Target Completion Date	6/30/19			

**PROPRIETARY FUND DETAIL STATEMENTS**

Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
COMBINING STATEMENT OF NET POSITION  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
JUNE 30, 2019

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND				
	FOOD SERVICE	BEFORE AND AFTER CARE PROGRAM	ADULT EDUCATION PROGRAM	PRESCHOOL PROGRAM	TOTALS
<b>ASSETS:</b>					
<b>Current Assets:</b>					
Cash and Cash Equivalents	\$ 176,129.77	\$ 576,369.53	\$ 198,263.48	\$ 268,799.40	\$ 1,219,562.18
Accounts receivable:					
Federal	28,201.22				28,201.22
State	939.12				939.12
Total Current Assets	205,270.11	576,369.53	198,263.48	268,799.40	1,248,702.52
<b>Capital Assets:</b>					
Equipment	462,490.00	96,700.00		57,921.00	617,111.00
Less: Accumulated Depreciation	(297,768.00)	(57,539.00)		(34,462.00)	(389,769.00)
Total Capital Assets	164,722.00	39,161.00		23,459.00	227,342.00
Total Assets	369,992.11	615,530.53	198,263.48	292,258.40	1,476,044.52
<b>LIABILITIES</b>					
<b>Current Liabilities:</b>					
Accounts payable	60,677.41				60,677.41
Unearned revenue	5,357.70			9,025.00	14,382.70
Total Current Liabilities	66,035.11			9,025.00	75,060.11
Total Liabilities	66,035.11			9,025.00	75,060.11
<b>NET POSITION</b>					
Net Investment in Capital Assets	164,722.00	39,161.00		23,459.00	227,342.00
Unrestricted	139,235.00	576,369.53	198,263.48	259,774.40	1,173,642.41
Total Net Position	\$ 303,957.00	\$ 615,530.53	\$ 198,263.48	\$ 283,233.40	\$ 1,400,984.41

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS - ENTERPRISE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND</u>				
	<u>FOOD SERVICE</u>	<u>BEFORE AND AFTER CARE PROGRAM</u>	<u>ADULT EDUCATION PROGRAM</u>	<u>PRESCHOOL PROGRAM</u>	<u>TOTALS</u>
<b>OPERATING REVENUES:</b>					
Charges for services:					
Daily sales	\$ 525,975.25	\$	\$	\$	\$ 525,975.25
Daily sales - non-reimbursable programs	317,177.64				317,177.64
Miscellaneous		134.92	2,000.00		2,134.92
Program Fees		709,725.75	21,176.00	221,516.00	952,417.75
<b>Total Operating Revenues</b>	<b>843,152.89</b>	<b>709,860.67</b>	<b>23,176.00</b>	<b>221,516.00</b>	<b>1,797,705.56</b>
<b>OPERATING EXPENSES:</b>					
Cost of sales-reimbursable					
Cost of sales-non reimbursable	279,024.00				279,024.00
Salaries		484,470.71	8,280.00	165,061.84	657,812.55
Purchased Services (Fixed Price Contract)	906,679.32				906,679.32
Other purchased services		81,525.58	12,003.71	7,578.17	101,107.46
Supplies and materials	8,625.48	13,043.58		1,085.67	22,754.73
Miscellaneous	25,051.72				25,051.72
Depreciation	13,392.00	8,220.00		4,923.00	26,535.00
<b>Total Operating Expenses</b>	<b>1,232,772.52</b>	<b>587,259.87</b>	<b>20,283.71</b>	<b>178,648.68</b>	<b>2,018,964.78</b>
<b>Operating Income (Loss)</b>	<b>(389,619.63)</b>	<b>122,600.80</b>	<b>2,892.29</b>	<b>42,867.32</b>	<b>(221,259.22)</b>
<b>NONOPERATING REVENUES:</b>					
State Sources					
State School Lunch Program	12,947.45				12,947.45
Federal Sources					
National School Lunch Program	339,935.41				339,935.41
National School Breakfast Program	49,804.99				49,804.99
National Food Distribution Commodities	75,627.98				75,627.98
Interest and Investment Revenue	3,520.32	8,021.28	2,923.04	3,443.56	17,908.20
<b>Total Nonoperating Revenues</b>	<b>481,836.15</b>	<b>8,021.28</b>	<b>2,923.04</b>	<b>3,443.56</b>	<b>496,224.03</b>
<b>Net Income (Loss) before Contributions and Transfers</b>	<b>92,216.52</b>	<b>130,622.08</b>	<b>5,815.33</b>	<b>46,310.88</b>	<b>274,964.81</b>
<b>Change in net position</b>	<b>92,216.52</b>	<b>130,622.08</b>	<b>5,815.33</b>	<b>46,310.88</b>	<b>274,964.81</b>
<b>Total Net Position, Beginning of Year</b>	<b>211,740.48</b>	<b>\$ 484,908.45</b>	<b>\$ 192,448.15</b>	<b>\$ 236,922.52</b>	<b>1,126,019.60</b>
<b>Total Net Position, End of Year</b>	<b>\$ 303,957.00</b>	<b>\$ 615,530.53</b>	<b>\$ 198,263.48</b>	<b>\$ 283,233.40</b>	<b>\$ 1,400,984.41</b>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
PROPRIETARY FUND  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUND				
	FOOD SERVICE	BEFORE AND AFTER CARE PROGRAM	ADULT EDUCATION PROGRAM	PRESCHOOL PROGRAM	TOTALS
Cash flows from operating activities:					
Receipts from customers	\$ 952,081.64	\$ 714,990.92	\$ 23,176.00	\$ 230,603.00	\$ 1,920,851.56
Payments for employees' salaries and benefits	(260,072.08)	(484,470.71)	(8,280.00)	(165,061.84)	(917,884.63)
Payments to suppliers for goods and services	(929,085.43)	(94,569.16)	(12,003.71)	(8,663.84)	(1,044,322.14)
Net Cash Provided by (Used for) Operating Activities	(237,075.87)	135,951.05	2,892.29	56,877.32	(41,355.21)
Cash Flows from Noncapital Financing Activities:					
State Sources	13,171.17				13,171.17
Federal Sources	396,411.38				396,411.38
Net Cash Provided by (Used for) Noncapital Financing Activities	409,582.55				409,582.55
Cash Flows from Investing Activities:					
Interest on investments and deposits	3,520.32	8,021.28	2,923.04	3,443.56	17,908.20
Net Cash Provided by (Used for) by Investing Activities	3,520.32	8,021.28	2,923.04	3,443.56	17,908.20
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Capital Assets	(8,342.33)				(8,342.33)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(8,342.33)				(8,342.33)
Net increase in cash and cash equivalents	167,684.67	143,972.33	5,815.33	60,320.88	377,793.21
Cash and cash equivalents, July 1	8,445.10	\$ 432,397.20	\$ 192,448.15	\$ 208,478.52	841,768.97
Cash and cash equivalents, June 30	\$ 176,129.77	\$ 576,369.53	\$ 198,263.48	\$ 268,799.40	\$ 1,219,562.18
Operating Income (Loss)	\$ (389,619.63)	\$ 122,600.80	\$ 2,892.29	\$ 42,867.32	\$ (221,259.22)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation and Net Amortization	13,392.00	8,220.00		4,923.00	26,535.00
National Food Distribution Commodities	75,627.98				75,627.98
Change in Assets and Liabilities:					
Increase / (Decrease) in Accounts Payable	(69,480.05)				(69,480.05)
(Increase) / Decrease in Accounts Receivable	79,705.05	5,130.25		62.00	84,897.30
Increase / (Decrease) in Unearned Revenue	26,278.49			9,025.00	35,303.49
(Increase) / Decrease in Inventory	27,020.29				27,020.29
Net Cash Provided by (Used for) by Operating Activities	\$ (237,075.87)	\$ 135,951.05	\$ 2,892.29	\$ 56,877.32	\$ (41,355.21)



## FIDUCIARY FUNDS DETAIL STATEMENTS

Fiduciary funds are used to account for assets when a school district is functioning either as a trustee or as an agent for another party.

<b>Unemployment Compensation Insurance Trust Fund:</b>	This trust fund is used to account for board contributions which are utilized to pay unemployment compensation claims as they arise.
<b>Scholarship Trust Fund:</b>	This trust fund is used to account for assets held by the district for grants to students where there are no restrictions regarding the use of principal and interest.
<b>Student Activity Fund:</b>	This agency fund is used to account for student funds held at the schools.
<b>Payroll Agency Fund:</b>	This agency fund is used to account for the payroll transactions of the school district.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 JUNE 30, 2019

	UNEMPLOYMENT COMPENSATION TRUST	TOTAL TRUST FUNDS	STUDENT ACTIVITY	PAYROLL	TOTAL AGENCY FUNDS
ASSETS:					
Cash and Cash Equivalents	\$ 650,421.91	\$ 650,421.91	\$ 181,818.31	\$ 15,709.61	\$ 197,527.92
Total assets	\$ 650,421.91	\$ 650,421.91	\$ 181,818.31	\$ 15,709.61	\$ 197,527.92
LIABILITIES:					
Payroll Deductions and Withholdings Due to Student Groups			\$ 181,818.31		\$ 15,709.61
Total liabilities			\$ 181,818.31	\$ 15,709.61	\$ 197,527.92
NET POSITION:					
Held in trust for unemployment claims	\$ 650,421.91	\$ 650,421.91			
TOTAL NET POSITION	\$ 650,421.91	\$ 650,421.91			

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>UNEMPLOYMENT COMPENSATION TRUST</u>	<u>TOTALS</u>
ADDITIONS:		
Contributions:		
Unemployment	\$ 58,118.89	\$ 58,118.89
Total contributions	<u>58,118.89</u>	<u>58,118.89</u>
Investment Earnings:		
Interest Earned	<u>4,944.14</u>	<u>4,944.14</u>
Net Investment Earnings	<u>4,944.14</u>	<u>4,944.14</u>
Total additions	<u>63,063.03</u>	<u>63,063.03</u>
DEDUCTIONS:		
Unemployment claims and contributions	<u>58,859.02</u>	<u>58,859.02</u>
Total deductions	<u>58,859.02</u>	<u>58,859.02</u>
Change in Net Position	4,204.01	4,204.01
Net Position, Beginning of Year	<u>646,217.90</u>	<u>646,217.90</u>
Net Position, End of Year	<u>\$ 650,421.91</u>	<u>\$ 650,421.91</u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STUDENT ACTIVITY AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>BALANCE</u> <u>JUNE 30, 2018</u>	<u>CASH</u> <u>RECEIPTS</u>	<u>CASH</u> <u>DISBURSE-</u> <u>MENTS</u>	<u>BALANCE</u> <u>JUNE 30, 2019</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ <u>167,712.07</u>	\$ <u>311,116.09</u>	\$ <u>297,009.85</u>	\$ <u>181,818.31</u>
Total assets	\$ <u><u>167,712.07</u></u>	\$ <u><u>311,116.09</u></u>	\$ <u><u>297,009.85</u></u>	\$ <u><u>181,818.31</u></u>
<b>LIABILITIES:</b>				
Due student groups	\$ <u>167,712.07</u>	\$ <u>311,116.09</u>	\$ <u>297,009.85</u>	\$ <u>181,818.31</u>
Total liabilities	\$ <u><u>167,712.07</u></u>	\$ <u><u>311,116.09</u></u>	\$ <u><u>297,009.85</u></u>	\$ <u><u>181,818.31</u></u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
PAYROLL AGENCY FUND  
SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>BALANCE</u> <u>JUNE 30, 2018</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2019</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ <u>18,026.19</u>	\$ <u>17,792,035.04</u>	\$ <u>17,794,351.62</u>	\$ <u>15,709.61</u>
Total assets	\$ <u><u>18,026.19</u></u>	\$ <u><u>17,792,035.04</u></u>	\$ <u><u>17,794,351.62</u></u>	\$ <u><u>15,709.61</u></u>
<b>LIABILITIES:</b>				
Payroll deductions and withholdings	\$ <u>18,026.19</u>	\$ <u>17,792,035.04</u>	\$ <u>17,794,351.62</u>	\$ <u>15,709.61</u>
Total liabilities	\$ <u><u>18,026.19</u></u>	\$ <u><u>17,792,035.04</u></u>	\$ <u><u>17,794,351.62</u></u>	\$ <u><u>15,709.61</u></u>

## **LONG-TERM DEBT SCHEDULES**

The Long-Term schedules are used to reflect the outstanding principal balances of the long-term liabilities of the District. This includes obligations under Serial Bonds and Capital Leases.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
 LONG-TERM DEBT  
 SCHEDULE OF SERIAL BONDS  
 JUNE 30, 2019

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES		RATE OF INTEREST	BALANCE JUNE 30, 2018	ISSUED	RETIRED	BALANCE JUNE 30, 2019
			DATE	AMOUNT					
Refunding Bonds	7/15/2009	\$ 9,765,000.00	7/15/2019	\$ 1,085,000.00	4.500%	\$	\$	\$	
			7/15/2020	1,140,000.00	5.000%				
			7/15/2021	1,195,000.00	5.000%	4,460,000.00		1,040,000.00	3,420,000.00
General Improvement Bonds	2/6/2018	28,094,000.00	9/15/2019	800,000.00	2.250%				
			9/15/2020	825,000.00	2.250%				
			9/15/2021	875,000.00	2.250%				
			9/15/2022-2024	1,600,000.00	2.500%				
	9/15/2025-2036	1,600,000.00	3.000%						
	9/15/2037	1,594,000.00	3.000%		28,094,000.00			28,094,000.00	
					\$ 32,554,000.00	\$	\$ 1,040,000.00	\$ 31,514,000.00	

EXHIBIT "I-2"

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES  
AS OF JUNE 30, 2019

<u>SERIES</u>	<u>INTEREST RATE PAYABLE</u>	<u>AMOUNT OF ORIGINAL LEASE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2018</u>	<u>DECREASE</u>	<u>AMOUNT OUTSTANDING JUNE 30, 2019</u>
Front End Loader	Various	98,029.50	70,013.35	19,325.36	50,687.99
		\$	\$	\$	\$
			70,013.35	19,325.36	50,687.99
			\$	\$	\$



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>ORIGINAL</u> <u>BUDGET</u>	<u>TRANSFERS</u>	<u>MODIFIED</u> <u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
REVENUES:					
Local sources:					
Local tax levy	\$ 1,857,182.00		\$ 1,857,182.00	\$ 1,857,182.00	
State sources:					
Debt Service Aid Type II	<u>255,573.00</u>		<u>255,573.00</u>	<u>255,573.00</u>	
Total revenues	<u>2,112,755.00</u>		<u>2,112,755.00</u>	<u>2,112,755.00</u>	
EXPENDITURES:					
Regular debt service:					
Interest	1,074,420.00		1,074,420.00	1,074,419.24	0.76
Redemption of principal	<u>1,040,000.00</u>		<u>1,040,000.00</u>	<u>1,040,000.00</u>	
Total regular debt service-expenditures	<u>2,114,420.00</u>		<u>2,114,420.00</u>	<u>2,114,419.24</u>	<u>0.76</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,665.00)</u>		<u>(1,665.00)</u>	<u>(1,664.24)</u>	<u>0.76</u>
Fund balance, July 1	<u>17,014.26</u>		<u>17,014.26</u>	<u>17,014.26</u>	
Fund balance, June 30	<u>\$ 15,349.26</u>		<u>\$ 15,349.26</u>	<u>\$ 15,350.02</u>	<u>\$ 0.76</u>

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**STATISTICAL SECTION**  
**(UNAUDITED)**

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
STATISTICAL SECTION

<u>Contents</u>	<u>Page</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 to J-4
Revenue Capacity:	
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	J-5 to 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 to 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.	J-14 to J-15
Operating Information:	
These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	J-16 to J-20

Sources

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports (CAFR) for the relevant year.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
NET POSITION BY COMPONENT  
*(accrual basis of accounting)*  
UNAUDITED

	Fiscal Year Ending June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>Governmental activities</b>										
Net investment in capital assets (deficit)	\$ 7,041,104	\$ (33,610,164)	\$ 15,458,006	\$ 15,451,250	\$ 15,516,546	\$ 13,503,788	\$ 12,268,014	\$ 7,082,547	\$ 6,784,851	\$ 7,499,986
Restricted	17,777,449	30,614,138	7,114,278	4,372,523	1,780,651	2,548,548	3,489,765	3,386,889	5,156,707	5,861,710
Unrestricted (deficit)	(11,928,920)	(13,344,080)	(13,221,323)	(12,072,361)	(9,657,745)	(9,884,543)	1,833,466	2,386,482	(708,454)	(349,647)
Total governmental activities net position	\$ 12,889,633	\$ (16,340,106)	\$ 9,350,961	\$ 7,798,412	\$ 7,639,452	\$ 6,167,793	\$ 17,991,245	\$ 12,855,718	\$ 11,233,104	\$ 13,012,049
<b>Business-type activities</b>										
Net investment in capital assets	\$ 227,342	\$ 275,244	\$ 205,394	\$ 193,231	\$ 194,393	\$ 219,324	\$ 244,255	\$ 219,204	\$ 77,411	\$ 90,092
Unrestricted	1,173,642	880,485	941,893	996,859	944,768	1,353,804	1,338,934	1,253,294	1,148,665	1,057,047
Total business-type activities net position	\$ 1,400,984	\$ 1,155,729	\$ 1,147,287	\$ 1,190,090	\$ 1,139,161	\$ 1,573,128	\$ 1,583,189	\$ 1,472,498	\$ 280,703	\$ 204,518
<b>District-wide</b>										
Net investment in capital assets (deficit)	\$ 7,268,446	\$ (33,334,920)	\$ 15,663,400	\$ 15,644,481	\$ 15,710,939	\$ 13,723,112	\$ 12,512,269	\$ 7,301,751	\$ 6,862,262	\$ 7,590,078
Restricted	17,777,449	30,614,138	7,114,278	4,372,523	1,780,651	2,548,548	3,489,765	3,386,889	5,156,707	5,861,710
Unrestricted (deficit)	(10,755,278)	(12,463,595)	(12,278,430)	(11,028,502)	(8,712,977)	(8,530,739)	3,172,400	3,639,776	440,211	707,400
Total district net position	\$ 14,290,617	\$ (15,184,377)	\$ 10,496,248	\$ 8,988,502	\$ 8,778,613	\$ 7,740,921	\$ 19,174,434	\$ 14,328,216	\$ 12,459,180	\$ 14,159,188

Source: CAFR Schedule A-1

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CHANGES IN NET POSITION  
(accrual basis of accounting)  
UNAUDITED

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>Expenses</b>										
Governmental activities										
Instruction										
Regular	\$ 31,822,551	\$ 31,818,634	\$ 35,048,703	\$ 32,470,070	\$ 29,815,485	\$ 26,744,764	\$ 25,885,594	\$ 24,701,312	\$ 24,293,199	\$ 24,613,371
Special education	12,951,952	12,557,840	12,357,249	10,818,458	10,104,837	9,076,153	8,361,993	8,395,082	7,674,924	7,502,098
Other instruction	3,081,298	3,058,173	2,555,069	2,343,782	1,496,543	971,985	1,122,688	1,079,829	1,815,960	1,920,632
School sponsored activities and athletics					1,248,712	1,461,816	1,312,462	1,160,725		
Support Services:										
Tuition										
Student and instruction related services	10,182,644	10,823,341	9,887,062	9,504,887	8,991,136	7,957,459	7,591,031	6,613,391	1,134,463	1,252,047
General administration	1,429,100	1,335,287	1,533,871	1,385,216	4,310,686	2,858,028	2,937,397	1,238,685	5,901,185	6,341,027
School administrative services	5,144,897	5,384,128	5,148,810	4,785,062	1,278,897	1,158,319	1,906,861	3,380,066	2,414,733	2,143,004
Central services	2,091,441	2,218,869	2,213,793	2,154,388	1,793,830	1,907,567	1,570,824	1,453,217	3,022,552	3,013,615
Plant operations and maintenance	6,077,513	5,969,017	5,711,118	5,616,513	4,899,308	5,124,060	4,775,302	4,504,179	361,669	381,523
Pupil transportation	3,641,578	3,194,824	3,140,456	2,832,457	2,503,270	2,365,993	2,377,641	2,316,150	4,811,259	5,562,928
Interest on long-term debt	1,004,433	486,199	239,621	298,786	327,992	361,722	378,663	393,844	1,896,037	2,048,352
Special Schools									428,703	416,205
Charter Schools									42,466	605,641
Debt Service Assessment									8,044	32,262
Unallocated amortization									68,734	
Total governmental activities expenses	<u>77,427,407</u>	<u>76,858,931</u>	<u>77,886,702</u>	<u>72,153,507</u>	<u>66,770,705</u>	<u>59,987,866</u>	<u>58,230,456</u>	<u>55,256,480</u>	<u>53,873,930</u>	<u>55,832,705</u>
Business-type activities:										
Food service	1,232,773	1,646,407	1,474,165	1,400,398	1,375,120	1,311,366	1,237,900	1,302,832	1,209,946	1,163,548
Preschool Program	178,649	192,805	283,231	335,054	316,139	299,362	267,259	222,473	240,804	219,024
Latchkey Program	587,260	588,111	566,132	614,541	533,733	506,713	390,769	341,000	391,479	333,947
Adult Education Program	20,284	25,000	41,608	120,011	145,097	143,464	176,723	193,861	272,749	269,589
Total business-type activities expense	<u>2,018,966</u>	<u>2,452,323</u>	<u>2,365,136</u>	<u>2,470,005</u>	<u>2,370,089</u>	<u>2,260,905</u>	<u>2,072,651</u>	<u>2,060,166</u>	<u>2,114,978</u>	<u>1,986,108</u>
Total district expenses	<u>\$ 79,446,373</u>	<u>\$ 79,311,254</u>	<u>\$ 80,251,838</u>	<u>\$ 74,623,511</u>	<u>\$ 69,140,795</u>	<u>\$ 62,248,771</u>	<u>\$ 60,303,107</u>	<u>\$ 57,316,646</u>	<u>\$ 55,988,908</u>	<u>\$ 57,818,813</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services	\$ 309,944	\$ 219,068	\$ 280,864	\$ 207,778	\$ 198,711	\$ 218,941	\$ 202,237	\$ 262,772	\$ 744,247	\$ 835,394
Operating grants and contributions	20,923,606	21,921,185	23,498,312	18,843,702	15,229,636	8,870,576	9,491,962	8,503,754	8,369,423	\$ 8,354,384.00
Capital grants and contributions			51,631	693,706	2,030	2,030	21,856	58,154		
Total governmental activities program revenues	<u>21,233,550</u>	<u>22,139,253</u>	<u>23,830,806</u>	<u>19,051,480</u>	<u>16,422,053</u>	<u>9,091,547</u>	<u>9,716,055</u>	<u>8,824,680</u>	<u>9,113,670</u>	<u>8,354,394</u>
Business-type activities:										
Charges for services										
Food service	843,153	1,051,365	893,690	810,704	802,982	758,727	704,980	764,153	770,978	751,141
Preschool Program	221,516	177,129	197,044	358,604	257,751	289,016	274,011	356,161	286,641	304,575
Latchkey Program	708,861	658,049	621,511	642,665	554,312	528,822	421,823	454,134	383,424	394,804
Adult Education Program	23,176	29,116	37,312	128,184	174,100	153,180	224,107	226,534	303,827	271,505
Operating grants and contributions	478,316	531,812	572,776	580,775	541,313	520,893	491,431	505,606	442,431	422,602
Total business-type activities program revenues	<u>2,276,022</u>	<u>2,447,471</u>	<u>2,322,332</u>	<u>2,520,932</u>	<u>2,330,458</u>	<u>2,250,638</u>	<u>2,116,352</u>	<u>2,306,588</u>	<u>2,189,301</u>	<u>2,144,627</u>
Total district program revenues	<u>23,509,572</u>	<u>24,586,724</u>	<u>26,153,139</u>	<u>21,572,412</u>	<u>18,432,511</u>	<u>11,342,186</u>	<u>11,832,407</u>	<u>11,131,268</u>	<u>11,302,971</u>	<u>10,499,021</u>
<b>Net (Expense)/Revenue</b>										
Governmental activities	(56,193,857)	(54,719,678)	(54,055,895)	(53,102,027)	(50,896,319)	(50,896,319)	(48,514,401)	(46,431,800)	(44,760,260)	(47,478,311)
Business-type activities	257,056	(4,852)	(42,804)	50,928	(39,631)	(10,267)	43,701	246,422	74,323	158,519
Total district-wide net expense	<u>\$ (55,936,801)</u>	<u>\$ (54,724,530)</u>	<u>\$ (54,098,699)</u>	<u>\$ (53,051,099)</u>	<u>\$ (50,936,294)</u>	<u>\$ (50,906,586)</u>	<u>\$ (48,470,700)</u>	<u>\$ (46,185,378)</u>	<u>\$ (44,685,937)</u>	<u>\$ (47,319,792)</u>

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CHANGES IN NET POSITION  
(accrual basis of accounting)  
UNAUDITED

	Fiscal Year Ending June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 48,630,525	\$ 47,271,498	\$ 46,390,086	\$ 44,942,061	\$ 43,653,001	\$ 42,499,893	\$ 41,446,285	\$ 40,139,182	\$ 39,438,003	\$ 39,255,222
Taxes levied for debt service	1,857,182	1,219,700	1,223,825	1,218,589	1,216,563	1,216,825	1,113,113	1,193,115	751,885	609,775
State aid restricted for debt service	6,751,024	6,867,972	6,851,863	6,823,714	6,714,045	6,655,971	6,616,348	6,330,568	4,452,378	9,538,921
Unrestricted state aid	255,573									10,584
Tuition										120,604
Transportation Fees	840,683	708,873							24,138	134,801
Investment Earnings			1,068,532	209,523	196,703	399,997	840,148	391,449	120,296	505,619
Miscellaneous Income				400,000					(124,999)	
Transfers										
Special Items		(10,695)		67,100						(1,753,758)
<b>Total governmental activities</b>	<b>58,334,987</b>	<b>56,057,348</b>	<b>55,534,106</b>	<b>53,260,986</b>	<b>52,120,312</b>	<b>50,772,886</b>	<b>50,015,894</b>	<b>48,054,314</b>	<b>44,661,707</b>	<b>48,421,768</b>
Business-type activities:										
Investment earnings	17,908	13,294		5,664	206				4,614	8,876
Transfers				(400,000)						23,263
<b>Total business-type activities</b>	<b>17,908</b>	<b>13,294</b>	<b>\$ 55,534,106</b>	<b>\$ 53,260,986</b>	<b>\$ 51,725,976</b>	<b>\$ 50,772,892</b>	<b>\$ 50,015,894</b>	<b>\$ 48,054,314</b>	<b>\$ 44,666,321</b>	<b>\$ 48,453,907</b>
<b>Total district-wide</b>	<b>\$ 58,352,895</b>	<b>\$ 56,070,642</b>	<b>\$ 55,534,106</b>	<b>\$ 53,260,986</b>	<b>\$ 51,725,976</b>	<b>\$ 50,772,892</b>	<b>\$ 50,015,894</b>	<b>\$ 48,054,314</b>	<b>\$ 44,666,321</b>	<b>\$ 48,453,907</b>
<b>Change in Net Position</b>										
Governmental activities	\$ 2,141,130	\$ 1,337,670	\$ 1,478,210	\$ 158,960	\$ 1,471,659	\$ (123,633)	\$ 1,501,493	\$ 1,622,514	\$ (98,553)	\$ 943,457
Business-type activities	274,964	8,442	(42,804)	50,928	(433,967)	(10,061)	43,701	246,422	78,937	190,658
<b>Total district</b>	<b>2,416,094</b>	<b>1,346,112</b>	<b>1,435,406</b>	<b>209,888</b>	<b>1,037,692</b>	<b>(133,694)</b>	<b>1,545,194</b>	<b>1,868,936</b>	<b>(19,616)</b>	<b>1,134,115</b>

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Source: CAFR Schedule A-2

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
 FUND BALANCES, GOVERNMENTAL FUNDS  
 (modified accrual basis of accounting)  
 UNAUDITED

	Fiscal Year Ending June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2010	2009
General Fund										
Reserved										
Unreserved(Deficit)										
Restricted	\$ 7,237,548	\$ 8,068,859	\$ 6,937,461	\$ 4,219,448	\$ 3,821,031	\$ 4,578,117	\$ 5,367,848	\$ 4,016,409	\$ 2,590,394	\$ 2,590,394
Committed	2,048,403	550,916	357,047	557,324	169,420	292,322	228,600		748,915	748,915
Assigned	576,154	360,084	502,849	395,135	596,356	543,468	865,067	1,104,018		
Unassigned	9,862,105	8,979,859	7,797,357	5,171,908	87,890	80,240	52,505	69,032		
Total general fund	\$ 10,536,912	\$ 23,024,552	\$ 830,577	\$ 1,354,966	\$ 4,674,697	\$ 5,494,147	\$ 6,514,021	\$ 5,189,459	\$ 3,339,309	\$ 3,339,309
All Other Governmental Funds										
Unreserved										
Restricted	\$ 4,592,455	\$ 15,977,412	\$ 276,014	\$ 276,014	\$ 297,291	\$ 588	\$ 588	\$ 1,685,608	\$ 3,308,168	\$ 3,308,168
Assigned	5,949,737	7,047,890	20,317	20,317						
Unassigned(Deficit)	(5,280)	(749)	(1,294)	(4,927)						
Total all other governmental funds	\$ 10,536,912	\$ 23,024,552	\$ 830,577	\$ 1,354,966	\$ 1,415,955	\$ 1,702,311	\$ 5,117,790	\$ 132,788	\$ 112,221	\$ 255,992

Source: CAFR Schedule B-1



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
CHANGES IN GOVERNMENTAL FUND BALANCES, GOVERNMENTAL FUNDS  
UNAUDITED

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>Revenues</b>										
Tax Levy	\$ 50,487,707	\$ 48,491,198	\$ 47,613,711	\$ 46,160,650	\$ 44,869,564	\$ 43,716,718	\$ 42,559,398	\$ 41,332,297	\$ 40,621,123	\$ 40,281,202
Miscellaneous	1,169,951	997,805	1,469,523	451,984	383,792	646,578	1,072,395	725,161	888,681	1,984,818
State Sources	19,767,731	18,054,495	16,928,999	16,353,442	15,673,852	14,232,200	14,852,429	12,973,298	10,847,991	14,480,558
Federal Sources	1,334,107	1,251,733	1,309,698	1,672,496	1,029,853	1,268,737	1,247,727	1,848,238	1,542,575	2,996,551
Total Revenue	72,759,496	68,795,231	67,321,932	64,638,582	61,957,061	59,864,233	59,731,949	56,878,994	53,900,370	59,743,129
<b>Expenditures</b>										
Instruction										
Regular Instruction	19,101,850	18,323,061	18,303,554	18,501,370	25,655,145	26,358,792	25,405,012	24,293,097	17,343,994	18,171,974
Special Education Instruction	6,371,144	5,917,639	5,103,397	4,802,116	8,970,020	8,713,538	7,908,699	8,010,610	5,852,406	5,892,110
Other Instruction	1,726,946	1,665,953	1,489,094	1,432,365	1,321,975	972,115	1,121,091	1,078,811	1,405,314	1,533,100
School Sponsored Activities and Athletics					1,250,156	1,462,105	1,302,039	1,172,711		
Support Services:										
Tuition	2,335,570	2,025,979	2,645,206	2,467,638	8,280,195	7,932,585	7,359,777	6,420,096	1,134,464	1,252,047
Student and Instruction Related Services	5,673,617	5,789,319	5,865,686	6,081,126	1,092,798	1,070,823	1,891,794	1,225,955	4,395,094	4,864,503
General Administration	947,250	912,125	1,117,201	989,031	3,848,209	2,856,089	2,931,523	3,375,506	1,853,214	1,710,942
School Administrative Services	2,733,796	2,698,054	2,731,020	2,751,922	1,795,797	1,907,865	1,568,005	1,451,515	2,155,640	2,174,202
Central Services	1,497,448	1,591,466	1,424,792	1,489,035	4,864,744	5,089,219	4,768,414	4,495,180	366,467	402,246
Plant Operations and Maintenance	5,497,219	5,452,302	5,311,528	5,096,345	2,335,545	2,222,966	2,169,915	2,139,404	4,064,956	4,760,982
Pupil Transportation	2,773,491	2,347,517	2,123,562	1,937,784					1,627,767	1,690,550
Unallocated Benefits	19,683,704	18,625,368	17,110,645	16,904,054					12,201,279	11,397,191
Charter Schools	135,560	135,687	77,357	79,634					8,044	32,262
Special Schools									30,266	449,499
Capital Outlay	13,772,876	6,273,044	264,212	463,837	2,249,249	1,081,185	2,557,613	295,569	1,273,541	3,651,217
Debt Service:										
Principal	1,040,000	995,000	960,000	910,000	870,000	845,000	725,000	730,000	690,000	660,000
Interest and Other Charges			263,625	308,100	345,975	371,825	387,525	412,400	446,125	463,691
Debt Service Assessment	1,074,419	224,700							68,734	
Total expenditures	84,364,891	72,977,213	64,790,879	64,214,358	62,879,808	60,884,107	60,092,407	55,100,854	54,917,305	59,106,516
Excess (Deficiency) of Revenues	(11,605,394)	(4,181,982)	2,531,053	424,224	(922,747)	(1,019,874)	(360,458)	1,778,140	(1,016,935)	636,613
Over (Under) Expenditures										
Other Financing Sources (Uses)										
Capital Leases (Non-Budgeted)			98,030							
Cancelled Accounts Payable				67,100						
Refund Prior Year Revenue									(78,400)	
Bond Proceeds										
Transfers In					1,881,600		1,085,548		554,761	3,603,074
Cancelled SDA Grant					(1,481,600)		(1,085,548)		(601,354)	(3,603,074)
Total Other Financing Sources (Uses)					400,000				(124,993)	
Net Change in Fund Balances	\$ (11,605,394)	\$ 23,912,018	\$ 2,629,062	\$ 491,323	\$ (522,747)	\$ (1,019,874)	\$ (360,458)	\$ 1,778,140	\$ (1,141,928)	\$ 636,613
Debt Service as a Percentage of Noncapital Expenditures	3.00%	1.83%	1.90%	1.91%	2.01%	2.03%	1.93%	2.08%	2.25%	2.03%

Source: CAFR Schedule B-2  
\* Noncapital expenditures are total expenditures less capital outlay.

SOUTH PLAINFIELD BOARD OF EDUCATION  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
UNAUDITED

Fiscal Year Ended June 30,	Tuition	Interest on Investments	Athletic Receipts	Prior Year Refunds	Rentals	Transportation Fees	Prior Year Voided Checks	Miscellaneous	Total
2010	\$ 10,584	\$ 134,801	\$ 16,753	\$ 92,775		\$ 120,604		\$ 35,094	\$ 410,611
2011	535,779	8,785	20,063	30,497		208,468		65,949	869,541
2012	53,092	10,537	26,236	66,420		209,680		288,256	654,221
2013		8,553	32,959	86,755	\$ 8,100	202,237	\$ 379,009	324,772	1,042,385
2014		5,869	28,923	96,417	16,600	218,941		252,188	618,938
2015		32,232	32,290	48,986	13,608	198,711		9,587	335,414
2016		31,186	24,033	102,257	11,348	207,778		40,699	417,300
2017		49,499	21,610	961,202	13,672	256,583		46,829	1,349,395
2018	26,193	275,680	20,659	154,094	3,546	191,875		191,530	863,577
2019	44,882	531,799	23,947	83,892	27,001	265,062		168,827	1,145,410

Source: District Records

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

Calendar Year	Vacant Land	Residential	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
2010	16,567,800	877,722,100	82,500	177,034,700	332,261,600	21,875,000	1,425,543,700	2,358,981	1,427,902,881	2.798	4,066,052,539
2011	16,010,600	881,938,600	82,500	167,989,000	328,349,700	21,875,000	1,416,245,400	2,138,401	1,418,383,801	2.889	4,073,891,820
2012	15,865,600	888,708,750	82,500	167,861,900	327,276,400	21,875,000	1,421,670,150	2,138,401	1,423,808,551	2.961	3,960,742,778
2013	16,255,800	875,415,360	82,500	165,630,900	321,530,251	18,277,800	1,397,192,611	2,055,443	1,399,248,054	3.083	3,653,543,945
2014	20,464,300	877,602,216	82,500	165,384,618	310,485,784	18,277,800	1,392,307,218	1,889,444	1,384,196,862	3.177	3,714,283,185
2015	18,131,100	880,542,206	82,500	165,745,351	306,447,490	18,277,800	1,389,226,447	1,850,510	1,391,076,957	3.272	3,832,729,139
2016	16,852,580	886,609,859	82,500	164,065,081	308,853,210	18,277,800	1,394,741,030	1,870,885	1,396,611,915	3.358	3,813,794,648
2017	15,510,654	893,214,696	82,500	164,793,981	306,666,733	18,277,800	1,398,546,364	1,935,287	1,400,481,651	3.431	3,723,235,606
2018	15,101,354	902,029,080	82,500	171,041,621	304,596,988	20,777,800	1,398,546,364	1,934,318	1,400,480,682	3.497	3,843,714,759
2019	13,571,254	909,481,969	82,500	172,397,321	309,257,488	21,777,800	1,426,568,332	1,923,008	1,428,491,340	3.594	4,006,630,876

Source: District records Tax list summary & Municipal Tax Assessor

**Note:** Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

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

b Tax rates are per \$100

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES

*(rate per \$100 of assessed value)*

UNAUDITED

<u>Calendar Year Ended Dec. 31</u>	<u>Local School District</u>	<u>Municipality of South Plainfield</u>	<u>Municipal Public Library</u>	<u>County of Middlesex</u>	<u>Total</u>
2010	2.798	1.226		0.863	4.887
2011	2.889	1.116	0.095	0.964	5.064
2012	2.961	1.201	0.092	0.990	5.244
2013	3.083	1.217	0.092	0.995	5.387
2014	3.177	1.214	0.088	1.054	5.533
2015	3.272	1.255	0.091	1.079	5.697
2016	3.358	1.287	0.090	1.063	5.798
2017	3.431	1.280	0.087	0.978	5.776
2018	3.497	1.277	0.088	1.070	5.932
2019	3.594	1.321	0.092	1.082	6.089

Source: District Records and Municipal Tax Collector

**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 calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any appending growth adjustments.

- 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.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS  
 CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Jayne Enterprises	\$ 18,352,500.00	1	1.28%	*	*	*
EQR- South Plainfield LLP	15,500,000.00	2	1.09%	*	*	*
Office Two Limited/o Ntl Tit Devl	13,772,700.00	3	0.96%	*	*	*
Nakash 200 Helen	12,500,000.00	4	0.88%	*	*	*
AG-WP Oak Park Owner, LLC	12,052,800.00	5	0.84%	*	*	*
Plainfield Associates	11,904,160.00	6	0.83%	*	*	*
Harris Realty LLC	11,124,200.00	7	0.78%	*	*	*
GBR Middlesex LLC	10,238,100.00	8	0.72%	*	*	*
Home Depot	8,600,000.00	9	0.60%	*	*	*
Oak Tree Assoc.	6,990,000.00	10	0.49%	*	*	*
<b>Total</b>	<b>\$ 121,034,460.00</b>		<b>8.47%</b>	<b>\$ -</b>		<b>0.00%</b>

(\*) Not Available at time of Audit

Source: District CAFR J11 and Municipal Tax Assessor

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2010	39,864,997	39,864,997	100.00%	-
2011	40,189,888	39,532,742	98.36%	657,146
2012	41,332,297	40,332,287	97.58%	1,000,010
2013	42,559,398	39,012,771	91.67%	3,546,627
2014	43,716,718	43,716,708	100.00%	10
2015	44,869,564	44,869,554	100.00%	10
2016	46,160,650	46,160,650	100.00%	-
2017	47,613,711	47,613,711	100.00%	-
2018	48,491,198	43,230,565	89.15%	5,260,633
2019	50,487,707	50,487,707	100.00%	-

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

**Note:** 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.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities						Population	Per Capita <sup>a</sup>
	General Obligation Bonds	Capital Leases	Notes Payable	Total District	Population	Per Capita <sup>a</sup>		
2010	\$ 11,185,000.00			\$ 11,185,000.00	22,626	494		
2011	10,495,000.00			10,495,000.00	23,395	449		
2012	9,765,000.00			9,765,000.00	23,506	415		
2013	9,040,000.00			9,040,000.00	23,708	381		
2014	8,195,000.00			8,195,000.00	23,844	344		
2015	7,325,000.00			7,325,000.00	24,016	305		
2016	6,415,000.00			6,415,000.00	24,290	264		
2017	5,455,000.00	8,818.02		5,463,818.02	24,290	225		
2018	32,554,000.00	70,013.35		32,624,013.35	24,435	1,335		
2019	31,514,000.00	50,687.99		31,564,687.99	24,131	1,308		

Source: District CAFR Schedules I-1

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

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
RATIOS OF NET BONDED DEBT OUTSTANDING  
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Total Municipal Assessed Value	Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding			
2010	11,185,000.00	-0-	11,185,000.00	1,416,245,400	0.79%	478.09
2011	10,495,000.00	-0-	10,495,000.00	1,421,670,150	0.74%	446.48
2012	9,765,000.00	-0-	9,765,000.00	1,397,192,611	0.70%	411.89
2013	9,040,000.00	-0-	9,040,000.00	1,392,307,218	0.65%	379.13
2014	8,195,000.00	-0-	8,195,000.00	1,389,226,447	0.59%	341.23
2015	7,325,000.00	-0-	7,325,000.00	1,394,741,030	0.53%	301.56
2016	6,415,000.00	-0-	6,415,000.00	1,394,741,030	0.46%	264.10
2017	5,450,000.00	-0-	5,450,000.00	1,398,546,364	0.39%	264.85
2018	32,554,000.00	-0-	32,554,000.00	1,413,629,343	2.30%	1,332.27
2019	31,514,000.00	-0-	31,514,000.00	1,426,568,332	2.21%	1,305.95

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

**a** See Exhibit NJ J-6 for property tax data.

**b** Population data can be found in Exhibit NJ J-14.



BOROUGH OF SOUTH PLAINFIELD 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 <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes South Plainfield Borough	\$ 31,514,000	100.00%	\$ 31,514,000
Other debt Middlesex County	465,543,163	3.57%	<u>16,622,516</u>
Subtotal, overlapping debt			48,136,516
South Plainfield Borough School District Direct Debt	31,514,000	100.00%	<u>31,514,000</u>
Total direct and overlapping debt			<u>\$ 79,650,516</u>

Sources: Borough Chief Financial Officer and County Treasurer's Office

**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 South Plainfield. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2019

	<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>
Debt limit	\$ 161,573,431	\$ 161,601,454	\$ 161,573,431	\$ 155,466,274	\$ 150,582,425	\$ 148,991,335	\$ 150,367,859	\$ 150,190,375	\$ 149,701,659	\$ 152,010,347
Total net debt applicable to limit	<u>11,185,000</u>	<u>10,495,000</u>	<u>9,765,000</u>	<u>9,040,000</u>	<u>8,195,000</u>	<u>7,325,000</u>	<u>6,415,000</u>	<u>5,455,000</u>	<u>32,554,000</u>	<u>31,514,000</u>
Legal debt margin	<u>\$ 93,133,962</u>	<u>\$ 100,767,173</u>	<u>\$ 104,117,987</u>	<u>\$ 99,976,583</u>	<u>\$ 96,108,391</u>	<u>\$ 91,771,253</u>	<u>\$ 143,952,859</u>	<u>\$ 144,735,375</u>	<u>\$ 117,147,659</u>	<u>\$ 120,496,347</u>
Total net debt applicable to the limit as a percentage of debt limit	6.92%	6.49%	6.04%	5.81%	5.44%	4.92%	4.27%	3.63%	21.75%	20.73%

	Equalized valuation basis						
	2018	2017	2016	[A]	[A/3]	[B]	[C]
	\$ 3,942,078,480	3,774,754,019	3,683,943,555	<u>\$ 11,400,776,054</u>	\$ 3,800,258,685	\$152,010,347	31,514,000
						<u>\$ 120,496,347</u>	

Source: Abstract of Rates and District Records CAFR Schedule J-7

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

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
UNAUDITED

<u>Year Ended</u> <u>December 31</u>	<u>Unemployment Rate <sup>a</sup></u>	<u>Per Capita Income <sup>a</sup></u>	<u>Population <sup>a</sup></u>
2010	6.4%	47,829	22,626
2011	6.4%	46,018	23,395
2012	6.2%	47,250	23,506
2013	6.3%	50,553	23,708
2014	8.4%	52,949	23,844
2015	6.1%	50,777	24,016
2016	4.8%	52,071	24,290
2017	4.3%	54,097	24,290
2018	4.0%	55,980	24,435
2019	3.5%	57,598	24,131

Source: N.J. Department of Labor

<sup>a</sup> See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
UNAUDITED

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Instruction	244	228	227	228	233	227	230	229	240	253
Regular	61	49	50	50	54	48	58	64	55	66
Special education	10	12	12	12	14	20	32	36	24	19
Support Services:										
Student & instruction related services	49	45	45	50	118	117	116	114	97	81
General administration	7	7	9	10	4	2	2	2	2	2
School administrative services	11	12	12	12	25	29	12	12	12	22
Central services	31	31	30	30	30	8	17	8	9	8
Administrative Information Technology	14	14	14	15	9	9	17	14	14	28
Plant operations and maintenance	79	70	70	70	29	30	29	26	26	6
Pupil transportation	36	32	31	33	36	36	35	36	36	41
<b>Total</b>	<b>542</b>	<b>500</b>	<b>500</b>	<b>510</b>	<b>522</b>	<b>518</b>	<b>531</b>	<b>541</b>	<b>515</b>	<b>526</b>

Source: District Personnel Records

**BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
OPERATING STATISTICS  
UNAUDITED**

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost per Pupil <sup>d</sup>	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	Senior High School				
2010	3,764	54,331,608.00	14,435	1.56%	*	*	*	3,739	3,585	0.92%	95.88%	
2011	3,753	52,438,805.00	13,973	-3.20%	*	*	*	3,714	3,551	-0.67%	95.61%	
2012	3,641	53,662,885.00	14,739	5.48%	*	*	*	3,630	3,490	-2.26%	96.14%	
2013	3,564	56,422,269.00	15,831	7.41%	291.0	*	*	3,558	3,408	-1.98%	95.78%	
2014	3,468	58,586,097.00	16,893	6.71%	293.0	13	11	3,461	3,322	-2.73%	95.98%	
2015	3,530	59,414,584.00	16,831	-0.37%	343.0	11	8	3,576	3,416	3.32%	95.53%	
2016	3,527	62,532,420.57	17,730	5.34%	298.0	12	11	3,523	3,365	-1.48%	95.52%	
2017	3,392	63,303,042.11	18,662	5.26%	293.0	13	12	3,393	3,217	-3.69%	94.81%	
2018	3,380	65,484,469.32	19,374	3.81%	295.0	12	8	3,369	3,203	-0.71%	95.07%	
2019	3,351	68,477,595.38	20,435	5.48%	295.0	11	10	3,351	3,195	-0.53%	95.34%	

Sources: District records, ASSA and Schedules J-12, J-14

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures (modified accrual) less debt service and capital outlay;
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d Cost per pupil represents operating expenditures divided by enrollment.

\* Information for this schedule was not available at the time of audit.

BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<u>District Building</u>										
<u>Elementary</u>										
Grant										
Square Feet	70,833	70,833	70,833	70,833	70,833	70,833	70,833	70,833	70,833	70,833
Capacity (students)	683	683	683	683	683	683	683	683	683	683
Enrollment	547	544	536	515	500	542	553	517	523	523
Franklin										
Square Feet	36,629	36,629	36,629	36,629	36,629	36,629	36,629	36,629	36,629	36,629
Capacity (students)	371	371	371	371	371	371	371	371	371	371
Enrollment	317	312	312	327	299	268	257	272	242	247
Kennedy										
Square Feet	38,946	38,946	38,946	38,946	38,946	38,946	38,946	38,946	38,946	38,946
Capacity (students)	391	391	391	391	391	391	391	391	391	391
Enrollment	275	280	275	261	270	257	242	270	284	298
Riley										
Square Feet	39,404	39,404	39,404	39,404	39,404	39,404	39,404	39,404	39,404	39,404
Capacity (students)	391	391	391	391	391	391	391	391	391	391
Enrollment							318	341	336	323
Roosevelt										
Square Feet	63,000	63,000	63,000	63,000	63,000	63,000	63,000	63,000	63,000	63,000
Capacity (students)	492	492	492	492	492	492	492	492	492	492
Enrollment	400	373	397	400	384	391	394	405	406	408
<u>Middle School</u>										
Square Feet	102,496	102,496	102,496	102,496	102,496	102,496	102,496	102,496	102,496	102,496
Capacity (students)	722	722	722	722	722	722	722	722	722	722
Enrollment	586	554	557	557	556	515	520	562	563	528
<u>High School</u>										
Square Feet	218,270	218,270	218,270	218,270	218,270	218,270	218,270	218,270	218,270	218,270
Capacity (students)	1,153	1,153	1,153	1,153	1,153	1,153	1,153	1,153	1,153	1,153
Enrollment	1,191	1,178	1,173	1,103	1,082	1,103	1,069	1,025	1,026	1,024
<u>Other-Roosevelt Administration Building</u>										
Square Feet	37,455	37,455	37,455	37,455	37,455	37,455	37,455	37,455	37,455	37,455
Number of Schools at June 30, 2019										
Elementary -	5									
Middle School -	1									
Senior High School -	1									
Other-	1									
	<u>8</u>									

Source: District records

BOROUGH OF SOUTH PLAINFIELD - SCHOOL DISTRICT  
 SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
 UNAUDITED

UNDISTRIBUTED EXPENDITURES - REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
 11-000-261-XXX

School Facilities	Project # (s)	2019	2018	2017	2016	2,015	2,014	2013	2012	2011	2010
J.F.K. School	N/A	\$ 51,194	\$ 78,408	\$ 84,739	\$ 55,709	\$ 54,664	\$ 62,022	\$ 58,945	\$ 33,826	\$ 34,412	\$ 70,708
John E. Riley School	N/A	59,079	70,792	96,565	56,434	55,349	62,800	59,684	34,250	34,843	71,595
Franklin School	N/A	54,004	56,303	69,157	57,981	55,691	63,188	60,053	34,462	35,059	72,038
Grant School	N/A	99,348	112,032	139,131	102,745	99,474	112,864	107,265	61,555	62,621	128,671
Roosevelt Administration	N/A	37,967	29,128	19,709	57,952	52,608	59,689	56,728	32,554	33,117	68,048
Roosevelt School	N/A	90,860	90,485	114,407	99,110	88,510	100,424	95,442	54,770	55,719	114,486
South Plainfield Middle School	N/A	174,553	188,302	267,905	169,209	143,942	163,318	155,216	89,072	90,614	186,191
South Plainfield High School	N/A	382,555	412,649	707,529	379,883	306,562	347,829	330,573	189,702	192,987	396,543
Total School Facilities		949,560	1,038,098	1,499,142	979,023	856,800	972,134	923,906	530,191	539,372	1,108,280
Grand Total		\$ 949,560	\$ 1,038,098	\$ 1,499,142	\$ 979,023	\$ 856,800	\$ 972,134	\$ 923,906	\$ 530,191	\$ 539,372	\$ 1,108,280



BOROUGH OF SOUTH PLAINFIELD SCHOOL DISTRICT  
INSURANCE SCHEDULE  
JUNE 30, 2019  
UNAUDITED

	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
School Package Policy-New Jersey School Boards Association Insurance Group (NJSIG)		
Real and Personal Property-Building and Contents (NJSIG Limit)	\$ 500,000,000	\$ 5,000
Electronic Data Processing	2,500,000	1,000
Environmental Package	1,000,000	10,000
Comprehensive General Liability	31,000,000	
School Leaders Errors and Omissions Liability	31,000,000	10,000
Automobile Liability	31,000,000	1,000
Faithful Performance Crime Coverage	500,000	1,000
Workers Compensation and Employees Liability	2,000,000	
Surety Bond - Treasurer of School Monies	350,000	
Surety Bond - Business Administrator/Board Secretary	50,000	

Source: School District Records

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**SINGLE AUDIT SECTION**



**SUPLEE, CLOONEY & COMPANY**

CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND  
OTHER MATTERS BASED ON AN AUDIT OF BASIC FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

Honorable President and Members  
of the Board of Education  
South Plainfield School District  
County of Middlesex  
South Plainfield, New Jersey 07080

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, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the South Plainfield School District, in the County of Middlesex, State of New Jersey (the "District") as of and for the 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 December 16, 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.

# SUPLEE, CLOONEY & COMPANY

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during 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.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from 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.

  
\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS

  
\_\_\_\_\_  
PUBLIC SCHOOL ACCOUNTANT NO. 948

December 16, 2019



**SUPLEE, CLOONEY & COMPANY**  
 CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
 WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL  
 AND STATE FINANCIAL ASSISTANCE PROGRAMS AND ON  
 INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE  
 WITH THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

Honorable President and Members  
 of the Board of Education  
 South Plainfield School District  
 County of Middlesex  
 South Plainfield, New Jersey 07080

***Report on Compliance for Each Major Federal and State Program***

We have audited the South Plainfield School District's, in the County of Middlesex, State of New Jersey (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey OMB State Grant Compliance Supplement* that could have a direct and material effect on each of the District's major federal and state programs for the year ended June 30, 2019. The District's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

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; and 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 *OMB 15-08*. Those standards, the Uniform Guidance and New Jersey *OMB 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.

# SUPLEE, CLOONEY & COMPANY

## ***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 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 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 New Jersey OMB 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 the 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 and 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 and State of New Jersey OMB 15-08. Accordingly, this report is not suitable for any other purpose.

  
CERTIFIED PUBLIC ACCOUNTANTS

  
PUBLIC SCHOOL ACCOUNTANT NO. 948

December 16, 2019





BOROUGH OF SOUTH PLAINFIELD - SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

STATE GRANTOR/PROGRAM TITLE State Department of Education General Funds:	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD FROM TO	BALANCE AT JUNE 30, 2018 (ACCTS RECEIVABLE)	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	REPAYMENT OF PRIOR YEARS BALANCES	BALANCE AT JUNE 30, 2019		MEMO CUMULATIVE TOTAL EXPENDITURES
									UNEARNED REVENUE	REVENUE GRANTOR	
State Aid Cluster:											
Equalization Aid	19-495-034-5120-078	\$ 6,636,433.00	7/1/2018	6/30/2019	\$ 6,000,369.08	\$ (6,636,433.00)	\$ (636,063.92)	\$	\$	\$	\$ 6,636,433.00
Categorical Special Education Aid	19-495-034-5120-089	2,230,194.00	7/1/2018	6/30/2019	2,016,442.73	(2,230,194.00)	(213,751.27)				2,230,194.00
Categorical Special Education Aid	19-495-034-5120-084	112,479.00	7/1/2018	6/30/2019	101,888.53	(112,479.00)	(10,780.47)				112,479.00
Total State Aid Cluster:		8,118,510.34			(8,979,106.00)	(860,595.66)				(860,595.66)	8,979,106.00
Categorical Transportation Aid	19-495-034-5120-014	305,134.00	7/1/2018	6/30/2019	275,888.66	(305,134.00)	(29,245.34)				305,134.00
Non-Public Transportation Aid	16-495-034-5120-014	38,860.00	7/1/2017	6/30/2018	38,860.00					(29,245.34)	38,860.00
Non-Public Transportation Aid	19-495-034-5120-014	39,150.00	7/1/2018	6/30/2019		(39,150.00)					39,150.00
Extraordinary Aid	19-495-034-5120-044	287,164.00	7/1/2017	6/30/2018	287,164.00	3.00					287,164.00
Extraordinary Aid	19-495-034-5120-044	572,030.00	7/1/2018	6/30/2019		(572,030.00)					572,030.00
Payment for Institutionalized Children:											
Unknown District of Residence	19-100-034-5120-005	5,165.00	7/1/2018	6/30/2019		(5,165.00)					5,165.00
On-behalf TPAF Contributions	19-495-034-5094-002	4,958,255.00	7/1/2018	6/30/2018	4,958,255.00						4,958,255.00
NCGI:	19-495-034-5094-004	103,789.00	7/1/2018	6/30/2019	103,789.00	(103,789.00)					103,789.00
Long-Term Disability Insurance	19-495-034-5094-002	4,242.00	7/1/2018	6/30/2018	4,242.00						4,242.00
Post Retirement Medical	19-495-034-5094-001	2,296,135.00	7/1/2018	6/30/2018	2,296,135.00						2,296,135.00
TPAF Social Security Aid	19-495-034-5094-003	1,937,301.21	7/1/2017	6/30/2018	85,988.51						1,937,301.21
TPAF Social Security Aid	19-495-034-5094-003	2,016,302.50	7/1/2018	6/30/2019	1,915,196.55	(2,016,302.50)				(100,105.95)	2,016,302.50
Total General Fund		18,085,028.06			(19,279,305.50)	(899,841.00)				(899,841.00)	21,542,633.71
Special Revenue Fund:											
Preschool Education Aid	18-495-034-5120-085	5,280.00	7/1/2017	6/30/2018	5,280.00	(688.05)	(3,832.75)				52,800.00
Preschool Education Aid	19-495-034-5120-086	52,800.00	7/1/2018	6/30/2019	47,520.00	(52,800.00)					52,800.00
NJ Nonpublic Aid:											
Technology Aid	18-100-034-5120-373	13,912.00	7/1/2017	6/30/2018	55.00						13,854.00
Technology Aid	19-100-034-5120-373	12,564.00	7/1/2018	6/30/2019	12,564.00	(12,552.00)				12.00	12,552.00
Textbook Aid	19-100-034-5120-064	20,598.00	7/1/2017	6/30/2018	1,069.00						19,529.00
Textbook Aid	19-100-034-5120-064	18,636.00	7/1/2018	6/30/2019	18,636.00	(18,264.00)				372.00	18,264.00
Security Aid	18-100-034-5120-589	28,425.00	7/1/2017	6/30/2018	971.00						27,454.00
Security Aid	19-100-034-5120-509	53,100.00	7/1/2018	6/30/2019	53,100.00	(52,963.00)				137.00	52,963.00
Nursing	18-100-034-5120-070	36,763.00	7/1/2018	6/30/2018	4,825.00						31,938.00
Nursing	19-100-034-5120-070	34,338.00	7/1/2018	6/30/2019	34,338.00	(34,248.00)				88.00	34,338.00
Auxiliary Services:											
English as a Second Language	18-100-034-5120-067	21,680.00	7/1/2017	6/30/2018	6,323.00						15,357.00
English as a Second Language	19-100-034-5120-067	15,530.00	7/1/2018	6/30/2019	15,530.00	(12,078.00)				3,451.00	12,078.00
Compensatory Education	18-100-034-5120-067	25,967.00	7/1/2017	6/30/2018	23,266.00						25,967.00
Compensatory Education	19-100-034-5120-067	23,266.00	7/1/2018	6/30/2019	3,889.00	(23,266.00)					23,266.00
Transportation	19-100-034-5120-067	3,889.00	7/1/2018	6/30/2019	3,889.00	(3,889.00)					3,889.00
Handicapped Services:											
Supplemental Instruction	18-100-034-5120-068	11,894.00	7/1/2017	6/30/2018	3,984.00						7,930.00
Supplemental Instruction	19-100-034-5120-068	11,101.00	7/1/2018	6/30/2019	11,101.00	(11,101.00)					11,101.00
Examination & Classification	18-100-034-5120-068	10,922.00	7/1/2017	6/30/2018	1,084.00						9,828.00
Examination & Classification	19-100-034-5120-068	20,198.00	7/1/2018	6/30/2019	20,198.00	(19,105.00)				1,093.00	18,105.00
Corrective Speech	18-100-034-5120-068	9,821.00	7/1/2017	6/30/2018	2,678.00						7,142.00
Corrective Speech	19-100-034-5120-068	7,142.00	7/1/2018	6/30/2019	7,142.00	(7,142.00)					7,142.00
Total Special Revenue Fund		252,564.00			(248,308.05)	(5,622.75)				(5,622.75)	459,188.00
		(748.20)			20,983.00	(248,308.05)	(5,622.75)			(5,622.75)	459,188.00

The accompanying notes to schedules of financial assistance are an integral part of this schedule.

BOROUGH OF SOUTH PLAINFIELD - SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

STATE GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD		BALANCE AT JUNE 30, 2018		CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	REPAYMENT OF PRIOR YEARS BALANCES	BALANCE AT JUNE 30, 2019		CUMULATIVE TOTAL EXPENDITURES
			FROM	TO	(ACCOUNTS RECEIVABLE)	DUE TO GRANTOR					(ACCOUNTS RECEIVABLE)	DUE TO GRANTOR	
<b>Debt Service Fund:</b>													
Debt Service State Aid	19-495-034-5120-075	255,573.00	7/1/2018	6/30/2019			255,573.00	(255,573.00)					255,573.00
<b>Enterprise Fund:</b>													
State School Lunch Program	18-100-010-3350-023	13,987.41	7/1/2017	6/30/2018	(1,182.84)		1,182.84	(12,947.45)			(939.12)		13,987.41
State School Lunch Program	19-100-010-3350-023	12,947.45	7/1/2018	6/30/2019			12,008.39	(12,947.45)					12,947.45
Total Enterprise Fund					(1,182.84)		13,171.17	(12,947.45)			(939.12)		26,934.85
Total State Financial Assistance					\$ (423,927.55)		\$ 18,616,337.23	\$ (19,796,134.00)	\$ (893,473.75)	\$ (20,983.00)	\$ (717,390.07)	\$ 5,154.00	\$ 22,284,359.57
<b>Less: On-Behalf amounts not utilized for determination of Major Programs:</b>													
On-behalf TPAF Contributions	19-495-034-5094-002	4,958,255.00	7/1/2018	6/30/2019			\$ 4,958,255.00	(4,958,255.00)					
NCGI	19-495-034-5094-004	103,789.00	7/1/2018	6/30/2019			103,789.00	(103,789.00)					
Long-Term Disability Insurance	19-495-034-5094-002	4,242.00	7/1/2018	6/30/2019			4,242.00	(4,242.00)					
Post Retirement Medical	19-495-034-5094-001	2,296,135.00	7/1/2018	6/30/2019			2,296,135.00	(2,296,135.00)					
Total State Financial Assistance Subject to Single Audit					\$ 11,253,916.23		\$ (12,433,713.00)						

The accompanying notes to schedules of financial assistance are an integral part of this schedule.

**Borough of South Plainfield School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2019**

**NOTE 1: GENERAL**

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

**NOTE 2: BASIS OF ACCOUNTING**

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the budgetary basis of accounting with the exceptions of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 of the District's basic financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE 3: DE MINIMIS 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 4: 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 schedule (RSI) are presented for the general fund and special revenue fund to demonstrate finance-regulated 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 deferred state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP accounting purposes, those payments are not recognized until the subsequent budget year due to the state deferral and recording of the state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting

**Borough of South Plainfield School District**  
**Notes to the Schedules of Expenditures of Federal Awards**  
**and State Financial Assistance**  
**Year Ended June 30, 2019**

**NOTE 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)**

budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas GAAP basis does not. The special revenue fund also recognizes the deferred state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2. The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$10,925.00) for the general fund. The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$4,065.66) for the special revenue fund. See the notes to the required supplementary information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Federal awards and state financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 57,414.87	\$ 19,268,380.50	\$ 19,325,795.37
Special Revenue Fund	1,276,692.24	243,777.25	1,520,469.49
Debt Service Fund	-	255,573.00	255,573.00
Food Service Fund	465,368.38	12,947.45	478,315.83
Total Awards & Financial Assistance	<u>\$1,799,475.49</u>	<u>\$ 19,780,678.20</u>	<u>\$ 21,580,153.69</u>

**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**

Revenues and expenditures reported in the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF pension contributions, post-retirement medical benefits and long-term disability insurance represents the amount paid by the state on behalf of the district for the year ended June 30, 2019. TPAF Social Security contributions represent the amount reimbursed by the state for the employer's share of Social Security contributions for TPAF members for the year ended June 30, 2019.



**Borough of South Plainfield School District**  
**Middlesex County, New Jersey**

**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2019**

- (6) Auditee qualified as a low-risk auditee under OMB Circular Uniform Guidance? Yes

**Section I – Summary of Auditor’s Results (Continued)**

**State Program(s)**

- (1) Internal Control Over Major State Programs:
- (a) Material weakness(es) identified? No
- (b) Significant deficiencies identified that are not considered to be material weaknesses? No
- (2) Type of Auditor’s Report issued on compliance for major state program(s)? Unmodified
- (3) Any audit findings disclosed that are required to be reported in accordance with N.J. OMB Circular 15-08? Yes
- (4) Identification of Major State Program(s):
- | <u>Program</u>                                | <u>Grant Number</u> |
|---|---------------------|
| State Aid Cluster:                            |                     |
| Equalization Aid                              | 19-495-034-5120-078 |
| Categorical Special Education Aid             | 19-495-034-5120-089 |
| Categorical Security Aid                      | 19-495-034-5120-084 |
| Reimbursed TPAF Social Security Contributions |                     |
|   | 19-495-034-5094-003 |
| Extraordinary Aid                             | 19-495-034-5120-044 |
- (5) Program Threshold Determination:  
Type A State Program Threshold > \$750,000.00  
Type B State Program Threshold <= \$750,000.00
- (6) Auditee qualified as a low-risk auditee under OMB Circular 15-08? Yes

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**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2019**

**Section II – Financial Statement Audit – Reported Findings Under Government Auditing Standards**

**Internal Control Findings** – None Reported

**Compliance Findings** – None Reported

**Section III – Findings and Questioned Costs Relative to Major Federal and State Programs**

Federal Programs – None Reported

State Programs – None Reported

**Borough of South Plainfield School District**  
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**Schedule of Prior Year Audit Findings**

Not Applicable



