BOARD OF EDUCATION
OF THE
TOWNSHIP OF WASHINGTON
SCHOOL DISTRICT
GLOUCESTER COUNTY, NEW JERSEY

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2019

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT

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INTRODUCTORY SECTION

WASHINGTON TOWNSHIP PUBLIC SCHOOLS
OFFICE OF THE SCHOOL BUSINESS ADMINISTRATOR/BOARD SECRETARY
206 EAST HOLLY AVENUE, SEWELL NJ 08080
(856) 589-6644, Ext. 6502

December 23, 2019

Honorable President Kozempel and
Members of the Board of Education
Washington Township School District
County of Gloucester, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Washington Township 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 comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report and the required supplementary information in compliance with the Governmental Accounting Standards Board Statement. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB, *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 questioned costs, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: Washington Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds of the District are included in this report. The Washington Township 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 Pre-K through 12. These services include regular and vocational, as well as special education for gifted and handicapped youngsters. The following details the changes in the student enrollment within the District over the last five years.

AVERAGE DAILY ENROLLMENT

Fiscal Year	Student Enrollment	Percent Change
2018-2019	7,106	(1.18%)
2017-2018	7,191	(.94%)
2016-2017	7,259	.48%
2015-2016	7,224	(1.55%)
2014-2015	7,338	(2.89%)
2013-2014	7,550	(3.17%)

2) ECONOMIC CONDITION AND OUTLOOK:

Washington Township, Gloucester County, New Jersey, is a community comprised of predominately single-family residences (80% of the tax base). Our community, like most communities across the nation, is starting to recover from recession experienced by the entire country in recent years. The community is extremely supportive of the educational system as evident in its active participation in the educational process. The District has been fiscally responsible in light of the economic hardships endured by the community and continues to work within the mandated tax levy cap.

In July 2018, the governor signed Senate Bill S2 into law which will have a significant impact on State funding of K-12 public education. This results in a negative impact for Washington Township, Gloucester County, New Jersey. State funding is estimated to decrease by $8.1 million between FY 2019-2020 and FY 2024-2025.

Although the economic times have been challenging, the Washington Township School District has maintained its high standards and rigorous curriculum, continuing its tradition of being an award-winning school district which is the foremost reason why most residents have chosen to reside here.

3) MAJOR INITIATIVES

- Developed revised curriculum and budgeted/purchased resources/materials for the following content areas/grade levels as part of our Curriculum Revision Cycle: K-12 Health Education, ELA Grades 11-12, Social Studies 6-8, and World Language High School Level Advanced & AP Levels French, German, and

Spanish, K-8 Digital Literacy/Financial Literacy, and the development of five (5) CTE Academies in Grades 9-12: Business and Marketing Management, Business Administration and Finance, Early Childhood Education, Engineering (STEM), and TV Production and Broadcast Journalism.

- In cooperation with HYA/ECRA Consultants, the district launched the first-year of a two-year districtwide strategic plan that encompassed input from the full community.
- A second and third cohort of teachers was trained in the Learner-Active, Technology-Infused Classroom (LATIC), with eight (8) in-class coaching days per teacher by the consultants of the Innovative Designs for Education Corporation (IDE Corp). This ongoing initiative helps remove barriers to learning and helps close achievement gaps.
- Our high school offered twenty-five (25) Advanced Placement courses. Three-hundred-sixty-two (362) students took seven-hundred-eight (708) exams in twenty-six (26) subjects. Fifty-four (54) students were named AP Scholars, nineteen (19) were named AP Scholars with Honors, forty-four (44) were named AP Scholars with Distinction, and eight (8) were named National AP Scholars. Sixty-nine percent (69%) of the AP exams taken had scores of three (3) or higher.
- Ongoing work to increase AP enrollment and test taking with the advent of academic incentives. In addition, our guidance staff utilized statistics from the College Board that predicted success in specific AP programs based on an analysis of PSAT results in both 10th and 11th grade. There is an ongoing effort to recruit non-transitional learners to diversify our participants in the AP program.
- A review and analysis of our PSAT, SAT, and Advanced Placement testing results and then adjusting our curricula and benchmark assessments accordingly.
- In response to parent concerns about the difficulty in tracking a child's progress in middle school, a Middle Level and Elementary Level Weighted Grading Committee convened. These committees examined current weighted category practices across the disciplines and arrived at a consensus where all graded assignments will be classified by level (e.g., Major, Minor, or Supportive Assessments to be counted as 50%, 35%, and 15% of the grade), respectively. This standardization of grading will help parents and students understand academic progress more fully and will create a level of consistency across disciplines.
- A large committee of district leaders collaborated throughout the year to continue our work in refining our robust Multi-Tiered System of Supports (MTSS). Through consultation by Amelia Van Larsen, from the American Reading Company, our leadership team was led the district in the implementation of learning walks, our NJTSS district framework, our district protocols, and our intervention plan for services K-12.
- Continued implementation of a full-day kindergarten program at Grenloch Terrace Early Childhood Center, Thomas Jefferson Elementary School, and

Whitman Elementary School. WTPS is providing a quality, full-day kindergarten in an effort to produce long-term educational gains, including improving reading and math achievement. It offers social, emotional and intellectual benefits to all kindergarteners, giving them more time to focus and reflect on activities and transition between them.

- Articulation meetings and kindergarten cohort trainings were conducted to continue to ensure consistent kindergarten programming. These trainings included site visitations, coordinated professional development for cohorts consisting of teachers from each site, regular meetings, and data meetings.
- The deployment of inventory of student devices to differentiate instruction to support a 1:1 student laptop initiative at Grades 3 through 12. This ensures that students at these grade levels can demonstrate the skills, comfort levels, and adaptability essential for the successful infusion of significantly-expanded digital technology integration in the classroom. These essential technology tools and related components serve as well, when integrated into instruction, to prepare our students to meet the demands for college/career readiness and future success. Note: Students in Grades 6 through 12 have their laptops 24/7 and for the full 365 days in the year as part of this planning.
- Implementation of an updated district-wide Homework/Summer Assignments Policy including guidelines for our Elementary, Middle, and High School levels.
- Washington Township High School was one of the New Jersey High Schools to offer the Seal of Biliteracy distinction to students who have mastered English as well as a second language.
- Two (2) Elementary level, one (1), Middle level, and one (1) High School Level Technology Integration Specialists deployed to support staff with infusing technology into their lessons while addressing the highest expectations on the SAMR Model.
- A year-long effort had literacy, special education, and basic skills teachers collaborating to construct a framework of ELA instruction. This integrated approach to teaching reading and writing is essential to ensuring that all students are mastering the skills for reading, writing, speaking and listening, and language in a learner-active, technology-infused setting. By establishing a continuous cycle of instruction of reading, writing, and textual citation, students will be poised to acquire the New Jersey Student Learning Standards in a manner consistent with college and careers.
- Implementation of a refined K-2 ELA program including a reader's and writer's workshop model. In addition to this implementation, K-2 teachers continue to receive site-based training in all aspects of balanced literacy with special emphasis on standards-based lessons, close reading, independent reading and writing conferences, small group ELA instruction, and an analysis of writing pieces as they compare to the Units of Study Writing Progression Rubric from the TCR&W Project.
- Implementation of the JA in a Day Program in ten schools (K-8) occurred during three designated dates. The High School Heroes were instrumental in supporting

the instruction and delivery of the program to elementary and middle level learners. This program supports student acquisition of the knowledge and skills specified in Standards 9.1 and 9.2 as they relate to personal financial literacy.

- Ongoing refinement of our district-wide benchmark assessments so they are aligned with the New Jersey Student Learning Standards in ELA/Mathematics/Science along with the annual Spring state standardized testing performance expectations across the tested grade levels.
- A review of our annual school-level performance results to establish a planned differentiated curricular path towards student attainment of state-established performance expectations related to the annual state standardized testing process.
- Evening parent involvement programs including Cyber Nights, Parents as Partners, Stepping Up to the Next Grade, MS Township Talks Technology, Family Literacy, and Family Math were offered to parents.
- Implementation of additional time programs including: Get SET, Homework Club, Good Morning Math, Working Writers, 5th to 6th Grade Summer Transition Program, Middle School Prep Club, Middle School After-School Digits Club and Freshman Transition Programs.
- Ongoing implementation of an Anti-Bullying Bill of Rights/Harassment, Intimidation, and Bullying (HIB) program, based on mandated legislation, at all K-12 schools.
- Implementation of a comprehensive mentoring plan for novice teachers.
- Implementation of Professional Learning Communities (PLCs) to meet student needs. This includes professional development to enhance and support the integration of our Professional Learning Communities (PLCs) throughout all district schools as an essential aspect of professional growth and as integral foundations for optimizing student achievement and quality instruction.
- Ongoing professional development opportunities to meet the New Jersey Student Learning Standards, fulfill the annual 20-hour mandate, enhance the quality of pedagogy, and increase student achievement (K-12).
- Professional development for new teachers to ensure the implementation of the then current Marzano Casual Teacher, Non-Classroom Professional, School Leader and District Leader evaluation systems (ACHIEVE NJ).
- A focus on basic math fact fluency while also providing practice in computational thinking was implemented by the ongoing supplemental programs such as the First in Math Program in first through fourth grade and Prodigy in fifth grade.
- Refinement of the data meeting protocol at the elementary level in order for administrators and specialists to meet with each individual teacher regarding the diverse and specific needs of students. Supervisors developed protocols to track student progress and adjust interventions for struggling and gifted learners for each teacher.
- Implementation of the READ 180 Program (and the System 44 program where appropriate) at Grade 5, the Middle and High School levels with a goal of

meeting the needs of our struggling special education and at-risk regular education student populations.

- Implementation of our School Climate Anti-Bullying Program that includes by-monthly events for students and staff.
- Ongoing implementation of instructional software and/or web-based programs designed to improve and/or remediate reading deficiencies at the K-8 level including, for example, Headsprout, Fast ForWord, RAZ-Kids, Read 180, System 44, NewsELA, Study Island, IXL, and Success Maker.
- As required by the NJDOE, annual professional development relating to the dyslexia mandate to ensure a broader knowledge base of the definition of dyslexia, identification indicators, the district screening process, and the district interventions and efforts to ensure students receive appropriate services.
- Continued alternative professional development for teachers through Credly digital badges, Curriculum Newsletters, Screencast Tutorials, and site-based professional development to enhance technology, data driven instruction, and content area initiatives.
- Ongoing refinement of the new curricula for our K-5 Gifted and Talented Program including the new field trips and units for our ELEMEnTS (Elementary Learners Engaged in Math, Engineering, new Technologies, and Science) Program. The students continue to be engaged in problem-based learning work, STEM projects, and a variety of field trips to engage students in cognitively complex learning tasks.
- Participated in a Stream Sampling Project led by the Washington Township Environmental Commission. Grade 5 students enrolled in the ELEMEnTS Program sampled water from various streams throughout our town. After returning with their water samples, the students tested the water while conducting several experiments to learn more about water sampling and drinking water.
- Continued implementation of our online K-5 and 6-8 STAR Computerized Testing System/Accelerated Reader program in all middle schools to determine/support student needs, recommend specific targeted interventions, and assess and monitor student progress in reading and mathematics.
- Ongoing refinement and implementation of regular benchmark assessments in all content areas specific to the ELA/Math New Jersey Student State Standards and the NJDOE state standardized assessments.
- Ongoing investigation, development, and implementation of a continuum of in-district instructional programs and student support initiatives to meet the unique needs of our special population students to reduce the number of students and costs associated with out-of-district placements. This included the implementation of a district Autism class.
- Professional development, Grades PSD through 12, in which special education teachers and child study team members participated in trainings on IDEA, Least

Restrictive Environment, Inclusive Practices, Writing Measurable Goals and Objectives, Behavior Management in the Classroom, and Progress Monitoring.

- Provided professional development, Grades PSD through 12, in which special education teachers and child study team members worked collaboratively to prepare for annual reviews that included data-based Present Levels of Academic and Functional Performance, analysis of data and listing strengths/needs, and writing measurable goals related to the area of disability.
- Special Education teachers, Grades 3 – 5, implemented our new IRLA (Independent Reading Level Assessment) and School PACE data management system.
- Special Education and ELA departments worked collaboratively to implement standards-based curriculum and select differentiated materials and classroom libraries.
- The special education department implemented our PowerSchool Special Education/Section 504 module and started the training process that continued through the summer months.
- Child Study Team work groups worked cohesively within the following areas: Held vertical articulation meetings, Grades PSD through 12, with teachers within the Autism and Multiply Disabled Programs. Staff worked on developing a Community-Based Instruction Program for the district.
- The Special Education Department increased inclusion opportunities for district-wide special education students.
- Implementation of AimswebPlus as the district-wide progress monitoring tool in special education for reading, writing, and mathematics.
- Teachers participated in training on The Dynamic Learning Maps.
- Conducted vertical articulation meetings with school nurses regarding state mandates and District Policies and Regulations. We developed work plans as part of the Marzano Casual Model and held work group meetings to address Health/Medical Policies and Regulations, Student Wellness, and implemented a Standard Operating Procedures Manual.
- Continued the use of the professional development account with the American Speech Language Hearing Association (ASHA) for all speech language specialists within the district to enable all therapists engage in internet-based professional development while maintaining their CEUs.
- Speech Language Therapists worked in PLCs on selected topics based upon needs identified in the district.
- Implemented services of a Board-Certified Behavior Analyst (BCBA) in Grades 1-12 through DiNovi & Associates. The BCBAs work with administration, teachers, classroom assistants and Child Study Team members to support students with behavior plans and students (general and special education) who may need behavioral support through a referral process.

A. Ongoing and Future Projects:

- Implementation of the second year of a two-year district Strategic Plan.
- Implementation of five (5) Career & Technical Education Academies for our High School: Business and Marketing Management, Business Administration and Finance, Early Childhood Education, Engineering (STEM), and TV Production and Broadcast Journalism. WTHS launched each academy starting in September 2019. Each is organized as a four-year continuum of targeted career and technical education courses which, when combined with traditional core academic courses, introduce students to the scope, rigor, and discipline to better prepare them for a program of study at a two- or four-year college. The college and career targeted academies allow students to make informed choices about opportunities in high-demand and high-skilled career pathways, which offer an advantage over other students who would be entering a related program of study at the post-secondary level. The Academies also provide for career related experiences beyond the classroom i.e. Internships, Mentoring, Job Shadowing, Field Trips, Pipeline Programs, and Summer Training & Enrichment.
- The development and implementation of a Future Health Professionals Program to start beginning with the 2020-21 school year. This program will mirror in many ways the strategic four-year continuum of targeted coursework and career opportunities that will lead to high-demand/highly skilled career pathways.
- The district will continue to implement the New Jersey Student Learning Standards with fidelity, all requirements associated with the ACHIEVENJ mandates, and all aspects of preparations needed for district personnel and students to meet the demands of the New Jersey Student Learning Assessments (NJSLA) in ELA, Mathematics, and Science.
- Revising curriculum and budgeting for resources/materials for the following content areas/grade levels as part of our Curriculum Revision Cycle: K-5 Social Studies, 9-12 Social Studies, K-12 School Counseling, K-12 Physical Education, K-12 English as a Second Language, and Special Education Life Skills.
- Implementation of the elementary ELA curricula in Grades 3-5 including the implementation of new instructional materials, software, and resources. Regular education teachers will receive professional development from Great Minds to refine their implementation of Wit and Wisdom. Our special education staff will receive professional development from the American Reading Company through an in-class coaching model.
- Starting with the 2020-21 school year, the implementation of a more student-friendly middle schedule that lengthens instructional time, provides more time for teaching ELA, Mathematics, Science, and Social Studies, reduces student passing time, and lengthens PLC experiences for staff.
- Starting with the 2020-21 school year, the implementation of a more student-friendly high school schedule (to be called the TWP Pride Schedule) that lengthens instructional time, maximizes students' access to additional courses of study, and creates an extended period in the middle of the school day for

students' access to enrichment activities, remediation studies, extra-curricular, and co-curricular leadership experiences.

- Implementation of an elementary school schedule to provide additional time for ELA and mathematics.
- Continue to provide for a dedicated foreign language teacher to allow for world language to occur on a six-day cycle in the fifth grade and a rotating twelve-day cycle for third and fourth graders.
- Improvement of communications with the school community through mass messaging services, a periodic electronic newsletter, social media, and cyber parent events.
- Implementation of a revised Summer Assignment policy and implementation guidelines that is reflective of best practices research.
- Bolstering positive school climate through the continued implementation of programs that may meet the needs of our K-12 student population.
- Improving the quality of technology infusion through the application of the SAMR Model.
- The implementation of a district level Student Equity Coalition that will include representation from all levels (Elementary, Middle, and High School) along with a School Community Equity Coalition. Professional consultants, school leaders, staff, students, parents, and community leaders will all collectively have input into this initiative and shape the process throughout.
- Creation of school-based equity committees facilitated by one or more staff members. This committee, a subcommittee of the NJDOE required School Climate and Safety Committee, will field equity concerns from staff and parents, making recommendations for improvement to be submitted to the Equity Officer.
- A district Equity Officer oversees the training, planning, and implementation of principles of cultural proficiency and equity.
- Ongoing refinement of our ELA and Mathematics curricula and benchmark assessments to meet the demands of the New Jersey Student Learning Standards, providing for personalized learning through a robust digital curriculum. Math and English Language Arts curricula reflect the rigor expected in the New Jersey Student Learning Standards (SLS) in preparation for the state standardized assessments.
- Student exposure to informational and technical text across all content areas, requiring well-reasoned responses that cite textual evidence.
- Implementation of electronic data collection walks to assess levels of cultural proficiency, technology infusion, quality of instruction, and quality of assessments in all other content areas. These areas correspond with our professional development goals.
- Ongoing site-based coaching and implementation of the READ 180 Program (and the System 44 program were appropriate) at the middle and high school level with a goal of meeting the needs of our struggling special education and at-risk regular education student populations.

- The continuation of deployment of inventory of student devices to differentiate instruction to support a 1:1 student laptop initiative at Grades 3 through 12. This ensures that students at these grade levels can demonstrate the skills, comfort levels, and adaptability essential for the successful infusion of significantly expanded digital technology integration in the classroom. These essential technology tools and related components serve as well, when integrated into instruction, to prepare our students to meet the demands for college/career readiness and future success. Note: Students in Grades 6 through 12 have their laptops 24/7 and for the full 365 days in the year as part of this planning.
- Ongoing professional development related to the integration of technology and web-based tools/assessments to promote student achievement along with state assessment readiness at all levels is being provided to staff ongoing throughout the year.
- Implementation and integration of instructional technologies and web-based applications to provide a more personalized approach to learning for the district's 7,200 students. More technologies are being leveraged to diagnose students' skill levels in reading and mathematics, monitor their progress, and provide an adaptive learning path based on their individual needs. Professional development experiences have been crafted to support the effective implementation of personalization learning and student monitoring systems, including learning management systems, classroom response systems, the creation of wikis, webpages and blogs, and other production media. With an eye to future workplace and postsecondary challenges, productivity software, such as Office 365, supports students' needs to word process, create spreadsheets, manage databases, and design graphic representations in an environment where they can peer edit and collaborate with others. Specific student experiences include the creation of podcasts, video, online assessments, gamification, and audio/video editing. Our use of technology results in extending learning beyond the barriers of time and space our students learn in microbursts through tablets, laptops, smart phones, and other mobile devices in the style of flipped learning.
- Implementation of the Learning Sciences International Marzano-Focused Teacher Evaluation Model (a Scientific-Behavioral Evaluation Model for Standards-Based Classrooms), the new Non-Classroom Instruction Support Personnel Evaluation Model, the new Marzano-Focused School Leader Evaluation Model, and the new Marzano-Focused District Leader Model.
- Parent workshops designed to inform parents about the ELA and Mathematics performance expectations of the state assessments and how the shifts in the New Jersey State Standards are being incorporated into daily instruction.
- Professional development through a Washington Township Public Schools district-hosted *Rowan University ELA Literacy Academy Partnership Grant*, under the leadership of Dr. Valarie Lee and Marjorie Madden and other university professionals, in which cohorts of elementary, middle school and high school teachers of regular and special education ELA teachers will enhance their content knowledge of the New Jersey Student Learning Standards while supporting

Principals' ability to lead this implementation in this content area. Teachers will translate their learning to work in the classroom that has students building their knowledge through content-rich nonfiction; reading, writing and speaking grounded in evidence from text both literary, and informational and regular practice with complex text and its academic vocabulary.

- Focus on ensuring optimal student growth for all students while giving special attention to the needs of at-risk learners along with appropriate investigation into instructional methodologies and programmatic enhancements to meet their needs. This includes ongoing emphasis and refinement of our K-12 *Intervention and Referral Services (I&RS)* and MTSS/NJTSS programming through substantial work being done with district leaders and teachers at all levels through planning/consultation/training with the American Reading Company (ARC).
- Implementation of our PLC model at the elementary level. The model utilizes the Plan-Do-Study-Act cycle of improvement. Teachers utilize this format to enhance Tier I instruction and make recommendations for revision and best practice.
- The purchase and implementation of Seesaw for Schools for all K-2 teachers will allow for teachers to collaborate and share best practices. The goal for initial implementation is to increase parent involvement using this technology.
- Elementary staff will be connecting with classrooms around the world for a variety of learning projects using Empatico and Skype cameras. This program will allow us to extend learning beyond the walls of the classroom.
- Our second-grade staff will participate in goal setting and training provided by the creator of the 24 Game and the First in Math Program to assist us in achieving our goal of continuous improvement in math fact fluency and computational thinking.
- As required by the NJDOE, annual professional development relating to the dyslexia mandate to ensure a broader knowledge base of the definition of dyslexia, identification indicators, the district screening process, and the district interventions and efforts to ensure students receive appropriate services.
- Mindfulness training will be provided to early adopters at all 7 elementary schools. Teams of 5 teachers will be registered for training through MindfulSchools.org. Upon completion of the training, the staff will implement strategies and develop a turn-key model for interested participants.
- Expanded implementation of our online STAR Computerized Testing System/ Accelerated Reader program to all students in Grades 1-12 to determine/support student needs, recommend specific targeted interventions, and assess and monitor student progress in reading and mathematics.
- Continue to provide for a personalized, individualized, evidence-based educational alternative educational service program for high school and middle level nontraditional learners in collaboration with families and our school district. This is accomplished through an agreement with Ombudsman: An Alternate Route program. Priority goals are high levels of student social, academic and behavioral growth and achievement.

- Continued support of the implementation of our K-2 ELA programs in readers' and writers' workshop. Professional development, grade level meetings, articulation meetings, and online resources will be offered. Training in reading and writing conferences will support individualized instruction.
- Continued professional development as it pertains to the implementation of a full-day kindergarten program. Attendance at conferences, grade level meetings, and articulation among the three sites will be supported. In addition, articulation meetings between kindergarten and first grade teachers has been scheduled through staff partnerships and visitations.
- Continued analysis of the state standardized testing assessments results in ELA and Mathematics. An extensive analysis of the district and school evidence tables occurs annually, and teachers are provided time and resources to review the standards and questions in which their students may need additional support.
- Ongoing refinement of lesson activities and pedagogy to more closely align with the performance expectations of the NJSLA-Science assessments in Grades 5, 8 and 11.
- Ongoing implementation of additional time programs including: Get SET, Homework Club, Good Morning Math, Working Writers, 5th to 6th Grade Summer Transition Program, Middle School Prep Club, Middle School After-School Digits Club and Freshman Transition Programs.
- Evening parent involvement programs including Cyber Nights, Parents as Partners, Stepping Up to the Next Grade, MS Township Talks Technology, Family Literacy, and Family Math were offered to parents.
- Parent workshops at the middle school level designed to inform parents about the ELA and Mathematics performance expectations of the state assessments for all grade levels, how the State Standards are being incorporated into daily instruction, and to inform and train parents on the features of our online Digits Math program.
- Ongoing development and implementation of a continuum of instructional programs and student support initiatives to meet the unique needs of our special population students and to support the implementation of in-district specialized program(s) for certain students currently placed in out-of-district settings.
- Implemented monthly site-based data meetings for special education teachers.
- *Dynamic Learning Maps* training for special education teachers.
- Implementation of our Community-Based Instruction Program at all levels.
- Ongoing training for specialized assistants on data management, discrete trial, prompting, role of the special education assistant, data collection and management, prompting, and fading.
- Administrative training by Solicitor on legal issues in special education and Section 504.
- Home Instruction Services training for Administration and School Counselors.
- Training on FERPA Compliance.
- Implementation of the Consultative model to support students in the LRE.

- Implementation of behavior services at all levels for general and special education students by incorporating the services of BCBAs and Registered Behavior Consultants.
- Implementation of an integrated preschool model to provide services for general and special education students.
- Implementation of a BD program at the High School that includes two full-time Registered Behavior Techs with the close consultation of a BCBA.
- Implementation of a second Autism class at Bunker Hill Middle School.
- Implementation of a preschool level MD class at GTECC.
- Site-based literacy coaching for Resource Center and Self-Contained teachers in Grades 3-5 with a focus on developing a reading culture, using metrics to drive data-based differentiated instruction.
- Professional Development for Special Education Teachers to include writing of goals and objectives and modifications in the IEP. Specific training on co-teaching models.
- Training on the Sonday Program to provide structured systematic multisensory reading intervention.
- Board Maker training for Speech Language Therapists and selected special education teachers.
- Classroom Behavior Management training for special education teachers and co-teaching pairs at all levels.
- Cohorts comprised of speech language therapists and CST members to address areas identified as areas of need within the department of special education.
- AAC training on the SETT process for speech language therapists.
- Establishment of a Data Governance Committee to address data integrity issues, streamline the integration of platforms, and identify critical points of concern.
- Crisis Response training for relevant staff.

12) ACKNOWLEDGMENTS:
We would like to express our appreciation to the members of the Washington Township School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and, thereby, contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted:

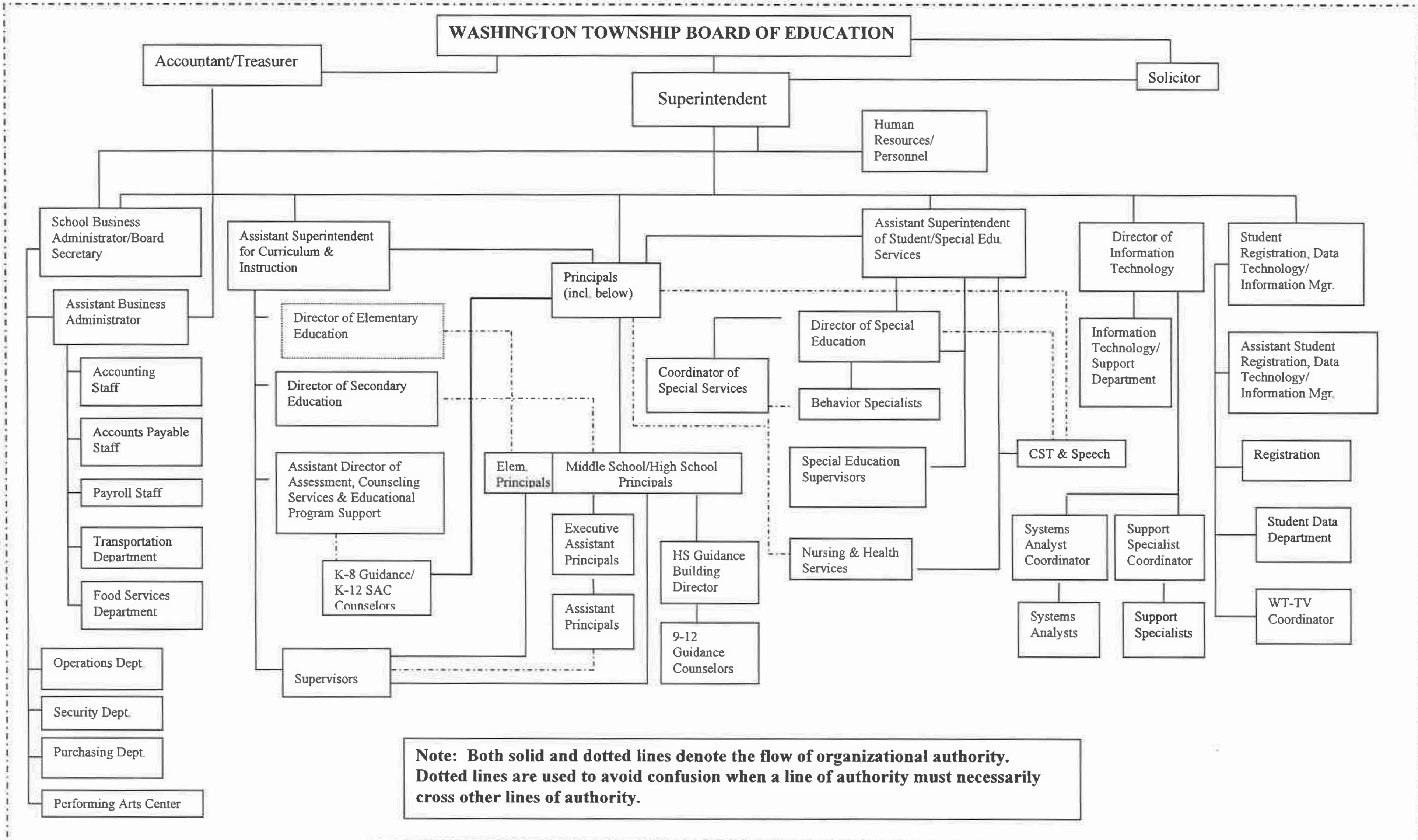
Joseph N. Bollendorf
Superintendent

Janine M. Wechter, CPA
School Business Administrator/
Board Secretary

Harold J. Finkle, CPA
Assistant School Business Administrator

ORGANIZATIONAL CHART

BOE Approved 8-23-16



Note: Both solid and dotted lines denote the flow of organizational authority. Dotted lines are used to avoid confusion when a line of authority must necessarily cross other lines of authority.

BOARD OF EDUCATION
OF THE
TOWNSHIP OF WASHINGTON
SEWELL, NEW JERSEY

ROSTER OF OFFICIALS
June 30, 2019

Members of the Board of Education	**Term Expires**
Julie Kozempel, President	2020
Raymond C. Dinovi Jr., Vice President	2020
Paul Esposito	2021
Karen Garrison	2021
Danielle Halpin	2019
Christina Metz	2019
Virginia Murphy	2020
Tiffany Orihel	2019
Candice Zachowski	2021

Other Officials

Joseph N. Bollendorf, Superintendent

Margaret F. Meehan, CPA, School Business
Administrator/Board Secretary

Joseph F. Betley, Esq., Solicitor

BOARD OF EDUCATION

OF THE

TOWNSHIP OF WASHINGTON

Consultants and Advisors

June 30, 2019

Engineer

Remington and Vernick
232 Kings Highway East
Haddonfield, NJ 08033

Audit Firm

Bowman & Company LLP
601 White Horse Road
Voorhees, NJ 08043-2492

Attorney

Capehart Scatchard
Laurel Corporate Center
8000 Midlantic Drive, Suite 300 South
Mount Laurel, NJ 08054

Official Depository

Investors Bank
301 Greentree Road
Sewell, NJ 08080

FINANICAL SECTION

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Washington School District
County of Gloucester, New Jersey 08080

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 Township of Washington School District, in the County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity'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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

Emphasis of Matter

Restatement of Prior Period Financial Statements

During the fiscal year ended June 30, 2019, the School District became aware of an additional certificate of deposit related to a scholarship that was not recorded in the fiduciary fund. As a result, the School District has restated net position of its fiduciary funds as of July 1, 2018 on the statement of changes in fiduciary net position to reflect the recording of this certificate of deposit (refer to note 19 to the financial statements). Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

24900

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2019 on our consideration of the Township of Washington 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Washington School 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 Township of Washington School District's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Public School Accountant No. CS 00219700

Voorhees, New Jersey
December 23, 2019

Exhibit K-1

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Washington School District
County of Gloucester, New Jersey 08080

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Township of Washington School District, in the County of Gloucester, State of New Jersey, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 23, 2019. Our report on the financial statements included an emphasis of matter paragraph describing the restatement of the prior period fiduciary fund financial statements resulting from the recording of a previously unidentified certificate of deposit.

Internal Control Over Financial Reporting

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

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

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 Township of Washington School 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*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

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

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Public School Accountant No. CS 00219700

Voorhees, New Jersey
December 23, 2019

REQUIRED SUPPLEMENTARY INFORMATION
PART I
MANAGEMENT'S DISCUSSION AND ANALYSIS

WASHINGTON TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019
(Unaudited)

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

Financial Highlights

Key financial highlights for 2019 are as follows:

- In total, Net Position increased $2,660,245 primarily due to the net change in total assets.
- General revenues accounted for $138,990,254 in revenue or 76% of all revenues.
- Total assets of governmental activities increased by $591,409.17 primarily due increase in receivables.
- The School District had $179,761,749 in expenses; $43,431,739 of these expenses were offset by program-specific charges for services, grants or contributions.
- Among major funds, the General Fund had $158,891,885 in revenues, $160,053,983 in expenditures, and $1,473,133 in other financing sources. The General Fund's balance increased $311,035 from 2018. The School District appropriated $9.9 million into the original General Fund budget as tax relief for 2019-2020.

Overview of the Financial Statements

The financial section of this annual report consists of two parts: Part I, management's discussion and analysis (this section), the basic financial statements with the accompanying note disclosures; and Part II, budgetary comparison schedules, notes to the required supplementary information, and other supplementary information. The basic financial statements include two kinds of statements that present different views of the School District:

- The first two statements, Exhibits A-1 and A-2, are government-wide financial statements that provide both long-term and short-term information about the School District's overall financial status.

- The remaining statements are fund financial statements that focus on individual parts of the School District's operations in more detail than the government-wide statements.

The governmental fund statements tell how general government services were financed in the short-term as well as what remains for future spending.

Proprietary fund statements offer short-term and long-term financial information about those types of activities that operate like a business.

Fiduciary fund statements provide information about the financial relationships in which the School District acts as a trustee or agent for the benefit of others to whom the resources belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

The statements are followed by another section, Part II, which contains required supplementary information that further explains and supports the information in the financial statements including budget schedules, reconciliations, and individual fund statements.

Reporting the School District as a Whole

Statement of Net position and the Statement of Activities

The Statement of Net position and the Statement of Activities include all assets and liabilities of the School District using the accrual basis of accounting similar to the accounting used by most private-sector companies. 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 School 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 School 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 the School District's facility condition, required educational programs, and other factors.

In the Statement of Net position and the Statement of Activities, the School District reports governmental and business-type activities. Governmental activities are the activities where most of the School District's programs and services are reported, including but not limited to instruction, support services, operation and maintenance of plant, pupil transportation, and special schools.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The Fund financial reports provide detailed information about the School District's major funds. The School District uses several funds to account for a variety of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, the Special Revenue Fund, Debt Service, and the Capital Projects Fund; the School District has no Permanent Fund.

Governmental Funds

Most of the School 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 the future periods. These funds are reported using an accounting method called modified accrual basis of 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 School District's general government operations and the basic services it provides. Governmental fund information helps you 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 Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

The School District as a Whole

The Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's Net Position for 2019 and 2018.

TABLE 1
Net Position

	2018-19	2017-18	Increase/ (Decrease)
ASSETS:			
Current and Other Assets	$ 27,371,908	$ 27,148,471	$ 223,437
Capital Assets, net	87,564,139	87,196,167	367,972
Total Assets	114,936,047	114,344,638	591,409
DEFERRED OUTFLOW OF RESOURCES:	10,567,928	13,808,445	(3,240,517)
LIABILITIES:			
Current Liabilities	6,683,496	7,015,096	(331,600)
Noncurrent Liabilities:	69,060,966	77,649,152	(8,588,186)
Total Liabilities	75,744,461	84,664,248	(8,919,787)
DEFERRED INFLOWS OF RESOURCES:	14,304,485	10,694,050	3,610,435
NET POSITION:			
Net Investment in Capital Assets	71,834,957	75,303,160	(3,468,203)
Restricted for:			
Other Purposes	5,392,106	5,272,855	119,251
Capital Projects	4,577,122	4,773,161	(196,040)
Unrestricted (Deficit)	(46,349,156)	(52,554,392)	6,205,236
Total Net Position	$ 35,455,029	$ 32,794,784	$ 2,660,245

Table 2 shows a summary of changes in net position for Fiscal Year 2019.

TABLE 2
Changes in Net Position

	2018-2019	2017-2018	Increase/ (Decrease)
Revenues			
Program Revenues			
Charge for Services	$ 2,779,121	$ 2,217,765	$ 561,356
Operating Grants and Contributions	40,652,618	40,492,688	159,930
General Revenues			
Property Taxes Levied for General Purpose, Net	85,549,647	84,702,621	847,026
Property Taxes Levied for Debt Service	1,234,916	1,239,800	(4,884)
Federal and State Aid, Not Restricted	51,048,792	51,290,651	340,574
Other	1,115,388	1,377,198	(1,377,198)
Total Revenues	$ 181,847,527	$ 181,320,723	$ 526,804
Program Expenses			
Governmental Activities			
Instruction	$ 58,365,973	$ 60,497,170	$ (2,131,196)
Support Services:			
Tuition	6,139,171	6,708,123	(568,952)
Student Administrative Services	16,945,343	16,291,469	653,874
School Administrative Services	6,490,511	6,507,291	(16,780)
General and Business Administrative Services	6,392,300	3,539,879	2,852,421
Plant Operation and Maintenance	12,786,894	12,732,109	54,785
Pupil Transportation	6,532,001	6,733,532	(201,531)
Unallocated Benefits	62,093,132	62,764,441	(671,309)
Transfer to Charter School	172,527	219,640	(47,113)
Interest on Long-term Debt	258,419	449,906	(191,492)
Loss on Disposal of Fixed Assets	24,769		24,769
Total Expenses - Governmental Activities	$ 176,201,040	$ 176,443,561	$ (242,525)
Business-Type Activities Net Expenses:			
Food Services	$ 3,038,743	$ 3,224,884	$ (186,141)
Child Care Program	125,871	142,528	(16,657)
Telecommunications	8,255	10,955	(2,700)
Drivers' Education	314,814	571,577	(256,763)
Center for the Performing Arts	73,026	59,979	13,047
Total Expenses - Business-Type Activities	$ 3,560,709	$ 4,009,923	$ (449,214)
Change in Net Position	2,660,244		
Net Position July 1,	32,794,784	31,927,546	867,238
Net Position June 30,	$35,455,029	$ 32,794,784	$ 2,663,245

Governmental Activities

Municipal appropriations and state aid made up 97% of revenues for governmental activities for the School District for Fiscal Year 2019.

Instruction comprises 40% of District governmental expenses. Support services expenses make up 59% of the governmental expenses. Interest on Long-Term Debt Service is 0% of the governmental expenses.

The Statement of Activities shows the cost of the governmental activities 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 for Fiscal Year 2019. That is, it identifies the cost of these services supported by general revenues.

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and pupil.

Student and instruction-related services include the activities designed to assess and improve the well-being of students and to supplement the teaching process.

Administrative services include expenses associated with establishing and administering policy for the School District and include board of education services and executive administration services.

Operation and maintenance of plant activities involve keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school activities.

TABLE 3

	Total Cost of Services	Net Cost of Services
Instruction	$58,365,973	$55,699,075
Support Services		
Tuition	$ 6,139,171	$ 6,139,171
Student and Instruction-Related Services	16,945,343	15,645,927
School Administrative Services	6,490,511	$6,490,511
General and Business Administrative Services	6,392,300	6,362,872
Plant Operation and Maintenance	12,786,894	12,786,894
Pupil Transportation	6,532,001	6,532,001
Unallocated Benefits	62,093,132	25,349,965
Transfer to Charter School	172,527	172,527
Interest on Long-Term Debt	258,419	258,419
Loss on Disposal of Fixed Assets	24,769	24,769
Total Expenses	$176,201,040	$135,462,131

Governmental Activities (Cont'd)

Business and other support services include activities for support not classified elsewhere, including support services for business activities and support services for central activities.

Employee benefits include the cost of benefits for the School District staff for social security, retirement contributions, workers' compensation, health benefits and other employee benefits.

The dependence upon municipal appropriations and state aid is apparent. The local communities and the state are the primary support for the Washington Township School District.

The School District's Funds

The School District's major funds are accounted for using the modified accrual basis of accounting. All Governmental funds had total revenues of $163,189,272, expenditures of $166,022,921, and other financing sources of $2,976,165. The net change in fund balance for the year in the General Fund had a decrease of $142,517.

General Fund Budgeting Highlights

The School District's budget is prepared in accordance with New Jersey law. The most significant budgeted fund is the General Fund.

During the course of the 2019 fiscal year, the School District modified its General Fund budget numerous times.

For the General Fund, the final budget basis revenue estimate was $135,760,856 which is less than the original estimate by $1,499,756. This represents the amount of State Aid that was reduced after the start of the fiscal year.

During Fiscal Year 2019, the School District budgeted $85,549,647 and $51,029,548 for municipal appropriations and state aid revenues, respectively. The School District also received $4,256,394 in reimbursed TPAF Social Security aid, and $15,988,395 in reimbursed TPAF, long-term disability insurance and post-retirement health benefits. This has resulted in a favorable revenue variance.

Capital Assets

Table 4 shows a summary of the fiscal 2019 balances.

TABLE 4

Capital Assets (Net of Depreciation)
Governmental Activities

	2018-2019	2017-2018
Land	$ 5,590,700	$ 5,590,700
Land Improvements	2,742,833	2,379,452
Construction in Progress	5,793,258	2,394,289
Buildings and Improvements	66,436,338	69,155,478
Furniture and Equipment	6,632,831	6,127,255
Totals	$ 87,195,960	$ 85,647,174

Overall capital assets increased $1,548,784 from Fiscal Year 2018 to Fiscal Year 2019.

Debt Administration

The School District receives state aid and municipal tax levy funds for the payment of debt.

Current Financial Issues and Concerns

The School District has a long record of financial stability. Despite unpredictable funding from the State of New Jersey, the district manages to provide an excellent educational opportunity for all the School District students. This has been accomplished through increases in the local tax levy. The School District's General Fund budget has grown steadily over the past five years. This has resulted primarily from the increase in fixed costs such as labor, employee benefits, utilities, diesel fuel, and out-of-district tuition.

Contacting the School District's Financial Management

These financial reports are designed to provide our citizens, taxpayers, and creditors with a general overview of the School District's finances and to show the accountability for money received from the state and local government. If you have questions about this report or need additional information, contact Janine M. Wechter, Secretary to the Board of Education and School Business Administrator at: WASHINGTON TOWNSHIP BOARD OF EDUCATION, 206 East Holly Avenue, Sewell, New Jersey 08080.

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Statement of Net Position
June 30, 2019

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and Cash Equivalents	$ 15,563,855.34	$ 2,071,833.28	$ 17,635,688.62
Cash with Fiscal Agents	650,658.02		650,658.02
Internal Balances	1,342,334.11	(1,342,334.11)	
Accounts Receivable	5,529,834.99	46,776.03	5,576,611.02
Inventory		20,517.78	20,517.78
Restricted Assets:			
Cash and Cash Equivalents	3,488,432.56		3,488,432.56
Capital Assets, net	87,195,960.57	368,178.60	87,564,139.17
Total Assets	113,771,075.59	1,164,971.58	114,936,047.17
DEFERRED OUTFLOW OF RESOURCES:			
Loss on Refunding of Debt	643,912.92		643,912.92
Related to Pensions	9,924,015.00		9,924,015.00
Total Deferred Outflow of Resources	10,567,927.92	-	10,567,927.92
LIABILITIES:			
Accounts Payable:			
Other	3,164,059.99	10,550.77	3,174,610.76
Related to Pensions	1,946,949.00		1,946,949.00
Accrued Salaries and Benefits	1,011,287.90	41,124.87	1,052,412.77
Other Current Liabilities	68,316.79	79,871.44	148,188.23
Unearned Revenue	311,733.46	49,601.58	361,335.04
Noncurrent Liabilities:			
Due within One Year	4,962,389.57	14,015.07	4,976,404.64
Due beyond One Year	63,958,425.27	126,135.62	64,084,560.89
Total Liabilities	75,423,161.98	321,299.35	75,744,461.33
DEFERRED INFLOWS OF RESOURCES:			
Related to Pensions	14,304,485.00	-	14,304,485.00
NET POSITION:			
Net Investment in Capital Assets	71,466,778.78	368,178.60	71,834,957.38
Restricted for:			
Advertising	26,180.11		26,180.11
Excess Surplus	5,365,925.40		5,365,925.40
Capital Projects	4,577,121.50		4,577,121.50
Unrestricted (Deficit)	(46,824,649.26)	475,493.63	(46,349,155.63)
Total Net Position	$ 34,611,356.53	$ 843,672.23	$ 35,455,028.76

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2019

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Functions / Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction:							
Regular	$ 40,972,349.98		$ 1,680,849.56		$ (39,291,500.42)		$ (39,291,500.42)
Special Education	11,864,431.26	$ 1,129,888.13			(10,734,543.13)		(10,734,543.13)
Other Special Instruction	3,103,901.39				(3,103,901.39)		(3,103,901.39)
Other Instruction	2,425,291.33				(2,425,291.33)		(2,425,291.33)
Support Services:							
Tuition	6,139,170.55				(6,139,170.55)		(6,139,170.55)
Student and Instruction Related Services	16,945,342.57		1,299,416.11		(15,645,926.46)		(15,645,926.46)
Other Administrative Services	6,392,300.04			$ 29,427.79	(6,362,872.25)		(6,362,872.25)
School Administrative Services	6,490,511.06				(6,490,511.06)		(6,490,511.06)
Plant Operations and Maintenance	12,786,893.72				(12,786,893.72)		(12,786,893.72)
Pupil Transportation	6,532,001.47				(6,532,001.47)		(6,532,001.47)
Personal Services - Employee Benefits	62,093,131.67		36,743,166.53		(25,349,965.14)		(25,349,965.14)
Transfer of Funds to Charter School	172,527.00				(172,527.00)		(172,527.00)
Interest on Long-Term Debt	258,418.93				(258,418.93)		(258,418.93)
Loss on Disposal of Capital Assets	24,768.58				(24,768.58)		(24,768.58)
Total Governmental Activities	176,201,039.55	1,129,888.13	39,723,432.20	29,427.79	(135,318,291.43)	-	(135,318,291.43)
Business-Type Activities:							
Food Service	3,038,743.45	1,343,672.84	899,757.53			$ (795,313.08)	(795,313.08)
Child Care Program	125,870.65	104,096.00				(21,774.65)	(21,774.65)
Telecomm	8,254.58	17,266.00				9,011.42	9,011.42
Center for the Performing Arts	314,813.70	264,075.57				(50,738.13)	(50,738.13)
Drivers Education	73,026.63	63,962.50				(9,064.13)	(9,064.13)
Total Business-Type Activities	3,560,709.01	1,793,072.91	899,757.53	-	-	(867,878.57)	(867,878.57)
Total Government	$ 179,761,748.56	$ 2,922,961.04	$ 40,623,189.73	$ 29,427.79	(135,318,291.43)	(867,878.57)	(136,186,170.00)
General Revenues:							
Property Taxes:							
Levied for General Purposes					85,549,647.00		85,549,647.00
Levied for Debt Service					1,234,916.00		1,234,916.00
Federal and State Aid - Unrestricted					50,904,952.29		50,904,952.29
Interest and Investment Earnings - Unrestricted					582,432.61	41,512.04	623,944.65

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Statement of Activities
For the Fiscal Year Ended June 30, 2019

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Functions / Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
General Revenues (Cont'd):							
Interest and Investment Earnings - Restricted					$ 52,777.69		$ 52,777.69
Miscellaneous					480,176.65		480,176.65
Transfers					(873,834.87)	$ 873,834.87	
Total General Revenues and Transfers					137,931,067.37	915,346.91	138,846,414.28
Change in Net Position					2,612,775.94	47,468.34	2,660,244.28
Net Position, July 1					31,998,580.59	796,203.89	32,794,784.48
Net Position, June 30					$ 34,611,356.53	$ 843,672.23	$ 35,455,028.76

The accompanying notes to financial statements are an integral part of this statement.

BASIC FINANCIAL STATEMENTS

Fund Financial Statements

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Governmental Funds
Balance Sheet
June 30, 2019

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS:					
Cash and Cash Equivalents	$ 15,313,387.13	$ 281,183.09	$ 3,457,717.68		$ 19,052,287.90
Cash with Fiscal Agents	650,658.02				650,658.02
Property Tax Levy Receivable	10.87				10.87
Interfunds Account Receivable:					
Special Revenue Fund	572,974.62				572,974.62
Capital Projects Fund	286,218.72				286,218.72
Food Service Fund	641,838.57				641,838.57
Child Care Program Fund	187,916.89				187,916.89
Center for the Performing Arts	512,578.65				512,578.65
Internal Service Fund	22,920.74				22,920.74
Fiduciary Funds	1,718,936.52				1,718,936.52
Intergovernmental Accounts Receivable:					
Federal		667,389.02			667,389.02
State	2,672,816.62				2,672,816.62
Other	377,680.68	24,955.95			402,636.63
Other Accounts Receivable	68,045.33				68,045.33
Total Assets	$ 23,025,983.36	$ 973,528.06	$ 3,457,717.68	-	$ 27,457,229.10
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Interfunds Account Payable:					
General Fund		$ 572,974.62	$ 286,218.72		$ 859,193.34
Intergovernmental Accounts Payable:					
State		104,320.00			104,320.00

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Governmental Funds
Balance Sheet
June 30, 2019

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
LIABILITIES AND FUND BALANCES (CONT'D):					
Liabilities (Cont'd):					
Accounts Payable	$ 2,875,787.25	$ 55,649.62	$ 125,092.34		$ 3,056,529.21
Other Current Liabilities	68,316.79				68,316.79
Accrued Salaries and Benefits	1,007,306.83	2,070.24			1,009,377.07
Unearned Revenue	73,219.88	238,513.58			311,733.46
Total Liabilities	4,024,630.75	973,528.06	411,311.06	-	5,409,469.87
Fund Balances:					
Restricted:					
Capital Reserve	1,530,714.88				1,530,714.88
Excess Surplus	5,365,925.40				5,365,925.40
School Bus Advertising Revenue	26,180.11				26,180.11
Capital Projects			3,046,406.62		3,046,406.62
Committed	591,089.18				591,089.18
Assigned:					
Other Purposes	2,928,384.93				2,928,384.93
Designated for Subsequent Year's Expenditures	4,688,892.00				4,688,892.00
Unassigned	3,870,166.11				3,870,166.11
Total Fund Balances	19,001,352.61	-	3,046,406.62	-	22,047,759.23
Total Liabilities and Fund Balances	$ 23,025,983.36	$ 973,528.06	$ 3,457,717.68	-	

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Governmental Funds
Balance Sheet
June 30, 2019

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $179,968,347.59, and the accumulated depreciation is $92,772,387.02.	$ 87,195,960.57
Deferred outflows and deferred inflows related to loss on refunding of debt and pensions represents the consumption and acquisition, respectively, of resources that relate to future periods; therefore, such amounts are not reported in the fund financial statements.	(3,736,557.08)
Accounts payable related to pensions are not liquidated with current financial resources; therefore, such amounts are not recorded in the fund financial statements.	(1,946,949.00)
The assets and liabilities of the internal service fund are not reported in the governmental funds but are included as governmental activities on the statement of net position.	(28,042.35)
Long-term liabilities, including bonds and purchase agreements payable, pension liability, and compensated absences payable are not due and payable in the current period and therefore are not reported in the funds.	(68,920,814.84)
Net Position of Governmental Activities	$ 34,611,356.53

The accompanying notes to financial statements are an integral part of this statement.

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local Property Tax Levy	$ 85,549,647.00			$ 1,234,916.00	$ 86,784,563.00
Tuition Charges	1,129,888.13				1,129,888.13
Restricted Miscellaneous Revenues			$ 52,777.69		52,777.69
Unrestricted Miscellaneous Revenues	1,062,609.26				1,062,609.26
Federal Sources	214,754.29	$ 2,839,469.10			3,054,223.39
State Sources	70,934,986.53	10,619.80	29,427.79		70,975,034.12
Local Sources		130,176.77			130,176.77
Total Revenues	158,891,885.21	2,980,265.67	82,205.48	1,234,916.00	163,189,272.36
EXPENDITURES:					
Current:					
Regular Instruction	41,402,582.66	1,680,849.56			43,083,432.22
Special Education Instruction	11,894,149.22				11,894,149.22
Other Special Instruction	3,131,035.70				3,131,035.70
Other Instruction	2,429,627.52				2,429,627.52
Support Services and Undistributed Costs:					
Tuition	6,139,170.55				6,139,170.55
Student and Instruction Related Services	15,633,844.11	1,299,416.11			16,933,260.22
Other Administrative Services	4,620,675.81				4,620,675.81
School Administrative Services	6,522,937.04				6,522,937.04
Plant Operations and Maintenance	11,294,931.76				11,294,931.76
Pupil Transportation	6,558,292.31				6,558,292.31
Unallocated Employee Benefits	45,628,613.67				45,628,613.67
Capital Outlay	4,625,595.76		1,751,471.86		6,377,067.62
Transfer of Funds to Charter Schools	172,527.00				172,527.00

(Continued)

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

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES (CONT'D):					
Debt Service:					
Principal				$ 845,000.00	$ 845,000.00
Interest and Other Charges				392,200.00	392,200.00
Total Expenditures	$ 160,053,983.11	$ 2,980,265.67	$ 1,751,471.86	1,237,200.00	166,022,920.64
Excess (Deficiency) of Revenues over Expenditures	(1,162,097.90)	-	(1,669,266.38)	(2,284.00)	(2,833,648.28)
OTHER FINANCING SOURCES (USES):					
Proceeds from Purchasing Agreements	3,850,000.00				3,850,000.00
Transfers	(2,376,867.19)		1,503,032.32		(873,834.87)
Total Other Financing Sources and Uses	1,473,132.81	-	1,503,032.32	-	2,976,165.13
Net Change in Fund Balances	311,034.91	-	(166,234.06)	(2,284.00)	142,516.85
Fund Balance, July 1	18,690,317.70	-	3,212,640.68	2,284.00	21,905,242.38
Fund Balance, June 30	$ 19,001,352.61	-	$ 3,046,406.62	-	$ 22,047,759.23

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF WASHINGTON 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

Amounts reported for governmental activities in the statement of activities are different because:		
Net Change in Fund Balances - Governmental Funds		$ 142,516.85
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation Expense	$ (5,944,999.91)	
Capital Outlays	6,377,067.62	
		432,067.71
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, disposals, transfers, and donations).		(24,768.58)
The revenues and expenses of the internal service fund are not recognized in the governmental funds but are included as governmental activities on the statement of activities.		(28,042.35)
The issuance of long-term debt (e.g., bonds, purchase agreements, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are expensed in a systematic and rational manner over the duration of the related debt in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		1,669,786.30
In the statement of activities, certain operating expenses, (e.g., pensions, compensated absences and interest on debt), are measured by the amounts incurred during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). This amount is the net effect of these differences in the treatment of these items.		421,216.01
Change in Net Position of Governmental Activities		$ 2,612,775.94

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Statement of Net Position
June 30, 2019

	Business-Type Activities - Enterprise Funds						Governmental Activities -
	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total	Internal Service Fund
ASSETS:							
Current Assets:							
Cash and Cash Equivalents	$ 898,295.80	$ 379,750.81	$ 27,192.76	$ 612,182.09	$ 154,411.82	$ 2,071,833.28	
Interfund Accounts Receivable:							
Center for the Performing Arts	3,600.00		11,970.00			15,570.00	
Intergovernmental Accounts Receivable:							
Federal	17,624.96					17,624.96	
State	441.04					441.04	
Other Accounts Receivable	8,710.03			20,000.00		28,710.03	
Inventories	20,517.78					20,517.78	
Total Current Assets	949,189.61	379,750.81	39,162.76	632,182.09	154,411.82	2,154,697.09	-
Noncurrent Assets:							
Machinery and Equipment	1,443,436.16	37,999.90		302,239.51	48,725.01	1,832,400.58	
Less: Accumulated Depreciation	(1,186,076.50)	(15,195.61)		(245,693.30)	(17,256.57)	(1,464,221.98)	
Total Machinery and Equipment (Net of Accumulated Depreciation)	257,359.66	22,804.29	-	56,546.21	31,468.44	368,178.60	-
Total Noncurrent Assets	257,359.66	22,804.29	-	56,546.21	31,468.44	368,178.60	-
Total Assets	1,206,549.27	402,555.10	39,162.76	688,728.30	185,880.26	2,522,875.69	-
LIABILITIES:							
Current Liabilities:							
Accounts Payable:							
Other	8,191.67	1,191.06		511.18	656.86	10,550.77	$ 3,210.78

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Statement of Net Position
June 30, 2019

	Business-Type Activities - Enterprise Funds						Governmental Activities -
	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total	Internal Service Fund
LIABILITIES (CONT'D):							
Current Liabilities (Cont'd):							
Interfund Accounts Payable:							
General Fund	$ 641,838.57	$ 187,916.89		$ 512,578.65		$ 1,342,334.11	$ 22,920.74
Food Service Fund				3,600.00		3,600.00	
Telecomm Fund				11,970.00		11,970.00	
Accrued Salaries and Benefits	17,175.66	4,809.78	$ 2,325.83	8,767.60	$ 8,046.00	41,124.87	1,910.83
Customer Deposits Payable				79,871.44		79,871.44	
Compensated Absences Payable	11,959.66			2,055.41		14,015.07	
Unearned Revenue	49,601.58					49,601.58	
Total Current Liabilities	728,767.14	193,917.73	2,325.83	619,354.28	8,702.86	1,553,067.84	28,042.35
Noncurrent Liabilities:							
Compensated Absences Payable	107,636.97	-	-	18,498.65	-	126,135.62	-
Total Liabilities	836,404.11	193,917.73	2,325.83	637,852.93	8,702.86	1,679,203.46	28,042.35
NET POSITION:							
Net Investment in Capital Assets	257,359.66	22,804.29		56,546.21	31,468.44	368,178.60	
Unrestricted (Deficit)	112,785.50	185,833.08	36,836.93	(5,670.84)	145,708.96	475,493.63	(28,042.35)
Total Net Position (Deficit)	$ 370,145.16	$ 208,637.37	$ 36,836.93	$ 50,875.37	$ 177,177.40	$ 843,672.23	$ (28,042.35)

The accompanying notes to financial statements are an integral part of this statement.

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

	Business-Type Activities - Enterprise Funds						Governmental Activities -
	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total	Internal Service Fund
OPERATING REVENUES:							
Charges for Services:							
Daily Sales - Reimbursable Programs	$ 755,544.15					$ 755,544.15	
Daily Sales - Non-Reimbursable Programs	535,149.85					535,149.85	
Special Functions	48,912.49					48,912.49	
Tuition		$ 104,096.00				104,096.00	
Other Activity Income			$ 17,266.00			17,266.00	
Admissions				$ 113,106.37		113,106.37	
Rentals				81,400.00		81,400.00	
Registrations					$ 63,962.50	63,962.50	
Miscellaneous	4,066.35			69,569.20		73,635.55	
Services Provided to Other Funds							$ 119,047.88
Total Operating Revenues	1,343,672.84	104,096.00	17,266.00	264,075.57	63,962.50	1,793,072.91	119,047.88
OPERATING EXPENSES:							
Salaries	1,197,530.18	87,282.56	8,254.58	206,235.65	63,207.00	1,562,509.97	6,317.43
Support Services - Employee Benefits	865,163.14					865,163.14	
Purchased Professional/Technical Services		618.78		7,665.62		8,284.40	
Purchased Property Services	38,081.12	30,600.33		13,412.40	2,699.00	84,792.85	
Other Purchased Services	8,001.99			31,810.49	950.00	40,762.48	
Supplies and Materials	52,483.84	5,179.68		32,449.40	80.00	90,192.92	140,772.80
Depreciation	23,626.63	1,600.30		10,871.13	6,090.63	42,188.69	
Cost of Sales - Reimbursable Program	607,587.54					607,587.54	
Cost of Sales - Nonreimbursable Program	239,780.74					239,780.74	
Miscellaneous	6,488.27	589.00		12,369.01		19,446.28	
Total Operating Expenses	3,038,743.45	125,870.65	8,254.58	314,813.70	73,026.63	3,560,709.01	147,090.23

(Continued)

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

	Business-Type Activities - Enterprise Funds						Governmental Activities -
	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total	Internal Service Fund
Operating Income (Loss)	$ (1,695,070.61)	$ (21,774.65)	$ 9,011.42	$ (50,738.13)	$ (9,064.13)	$ (1,767,636.10)	$ (28,042.35)
NONOPERATING REVENUES (EXPENSES):							
State Sources:							
State School Lunch Program	19,069.48					19,069.48	
Federal Sources:							
National School Breakfast Program	118,524.13					118,524.13	
National School Lunch Program	627,826.08					627,826.08	
Special Milk Program for Children	361.68					361.68	
Food Distribution Program	133,976.16					133,976.16	
Interest and Investment Revenue	30,199.77			11,312.27		41,512.04	
Total Nonoperating Revenues (Expenses)	929,957.30	-	-	11,312.27	-	941,269.57	-
Income (Loss) before Transfers	(765,113.31)	(21,774.65)	9,011.42	(39,425.86)	(9,064.13)	(826,366.53)	(28,042.35)
TRANSFERS:							
Board Contribution	873,834.87	-	-	-	-	873,834.87	-
Change in Net Position	108,721.56	(21,774.65)	9,011.42	(39,425.86)	(9,064.13)	47,468.34	(28,042.35)
Net Position, July 1	261,423.60	230,412.02	27,825.51	90,301.23	186,241.53	796,203.89	-
Net Position (Deficit), June 30	$ 370,145.16	$ 208,637.37	$ 36,836.93	$ 50,875.37	$ 177,177.40	$ 843,672.23	$ (28,042.35)

The accompanying notes to financial statements are an integral part of this statement.

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

	Business-Type Activities - Enterprise Funds						Governmental Activities -
	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES:							
Receipts from Customers and Users	$ 1,340,149.27	$ 104,124.00	$ 23,096.00	$ 346,210.01	$ 63,962.50	$ 1,877,541.78	$ 119,047.88
Payments to Suppliers	(1,480,448.28)	(6,697.66)		56,670.98	(3,072.14)	(1,433,547.10)	(119,716.14)
Payments to Employees	(2,059,694.15)	(85,904.54)	(7,390.62)	(204,012.63)	(60,261.00)	(2,417,262.94)	(5,116.40)
Net Cash Provided by (Used for) Operating Activities	(2,199,993.16)	11,521.80	15,705.38	198,868.36	629.36	(1,973,268.26)	(5,784.66)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:							
Federal Sources	1,073,952.87					1,073,952.87	
State Sources	24,070.51					24,070.51	
Operating Subsidies	873,834.87					873,834.87	
Net Cash Provided by (Used for) Noncapital Financing Activities	1,971,858.25	-	-	-	-	1,971,858.25	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:							
Purchases of Capital Assets				(2,862.00)		(2,862.00)	
Net Cash Provided by (Used for) Capital and Related Financing Activities	-	-	-	(2,862.00)	-	(2,862.00)	-
CASH FLOWS FROM INVESTING ACTIVITIES:							
Interest and Dividends Received	30,199.77			11,312.27		41,512.04	
Net Cash Provided by (Used for) Investing Activities	30,199.77	-	-	11,312.27	-	41,512.04	-
Net Increase (Decrease) in Cash and Cash Equivalents	(197,935.14)	11,521.80	15,705.38	207,318.63	629.36	37,240.03	(5,784.66)
Cash and Cash Equivalents, July 1	1,096,230.94	368,229.01	11,487.38	404,863.46	153,782.46	2,034,593.25	5,784.66
Cash and Cash Equivalents, June 30	$ 898,295.80	$ 379,750.81	$ 27,192.76	$ 612,182.09	$ 154,411.82	$ 2,071,833.28	-

(Continued)

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

	Business-Type Activities - Enterprise Funds						Governmental Activities -
	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total	Internal Service Fund
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:							
Operating Income (Loss)	$ (1,695,070.61)	$ (21,774.65)	$ 9,011.42	$ (50,738.13)	$ (9,064.13)	$ (1,767,636.10)	$ (28,042.35)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:							
Depreciation	23,626.63	1,600.30		10,871.13	6,090.63	42,188.69	
(Increase) Decrease in Interfund Accounts Receivable			5,130.00			5,130.00	
(Increase) Decrease in Other Accounts Receivable	1,808.80	28.00	700.00	45,730.00		48,266.80	
(Increase) Decrease in Inventories	5,427.36					5,427.36	
Increase (Decrease) in Accounts Payable	(13,619.84)	(310.20)		511.18	656.86	(12,762.00)	711.66
Increase (Decrease) in Interfund Accounts Payable	(519,832.30)	30,600.33		153,866.72		(335,365.25)	20,345.00
Increase (Decrease) in Accrued Salaries and Benefits	16,525.66	1,378.02	863.96	(2,514.28)	2,946.00	19,199.36	1,201.03
Increase (Decrease) in Customer Deposits Payable				36,404.44		36,404.44	
Increase (Decrease) in Unearned Revenue	(5,332.37)					(5,332.37)	
Increase (Decrease) in Compensated Absences Payable	(13,526.49)			4,737.30		(8,789.19)	
Total Adjustments	(504,922.55)	33,296.45	6,693.96	249,606.49	9,693.49	(205,632.16)	22,257.69
Net Cash Provided by (Used for) Operating Activities	$ (2,199,993.16)	$ 11,521.80	$ 15,705.38	$ 198,868.36	$ 629.36	$ (1,973,268.26)	$ (5,784.66)

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Fiduciary Funds
Statement of Fiduciary Net Position
June 30, 2019

	Private-Purpose Trust Funds		Agency Funds		
	Unemployment Compensation Trust	Scholarship Fund	Student Activity	Vendors / Bidders	Payroll
ASSETS:					
Cash and Cash Equivalents	$ 1,370,064.34	$ 122,307.39	$ 409,706.94	-	$ 2,623,551.23
LIABILITIES:					
Interfund Accounts Payable:					
General Fund					$ 1,718,936.52
Intergovernmental Accounts Payable:					
State	744.00				
Payable to Student Groups			$ 409,706.94		
Payroll Deductions and Withholdings					904,614.71
Total Liabilities	744.00	-	$ 409,706.94	-	$ 2,623,551.23
NET POSITION:					
Held in Trust for:					
Unemployment Claims	1,369,320.34				
Scholarships		122,307.39			
Total Net Position	$ 1,369,320.34	$ 122,307.39			

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Fiduciary Funds
Statement of Changes in Fiduciary Fund Net Position
For the Fiscal Year Ended June 30, 2019

	Private-Purpose Trust Funds	
	Unemployment Compensation Trust	Scholarship Fund
ADDITIONS:		
Contributions:		
Other	$ 132,746.88	-
Investment Earnings:		
Interest and Dividends	26,543.69	$ 2,772.11
Total Additions	159,290.57	2,772.11
DEDUCTIONS:		
Awarded Scholarships		2,531.43
Claims	27,570.88	
Miscellaneous		60.00
Total Deductions	27,570.88	2,591.43
Change in Net Position	131,719.69	180.68
Net Position, July 1	1,237,600.65	22,126.71
Prior Period Adjustments	-	100,000.00
Net Position, July 1 (Restated)	1,237,600.65	122,126.71
Net Position, June 30	$ 1,369,320.34	$ 122,307.39

The accompanying notes to financial statements are an integral part of this statement.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Notes to Financial Statements
For the Fiscal Year Ended June 30, 2019

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Township of Washington School District (the "School District") have been prepared to conform with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant of these policies.

Description of the Financial Reporting Entity

The School District is a Type II district located in the County of Gloucester, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the "Board"). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The Superintendent is appointed by the Board to act as executive officer of the School District. The purpose of the School District is to educate students in grades K through 12 through at its eleven schools. The School District has an approximate enrollment at June 30, 2019 of 7,146.

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

Component Units

In evaluating how to define the School District for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14, *The Financial Reporting Entity,* as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*, and GASB Statement No. 80, *Blending Requirements for Certain Component Units – an amendment of GASB Statement No. 14*. Blended component units, although legally separate entities, are in-substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and / or its citizens.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Component Units (Cont'd)

Based upon the application of these criteria, the School District has no component units.

Government-wide and Fund Financial Statements

The School District's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the School District to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

In regards to the fund financial statements, the School District segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the School District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column. Internal service funds are aggregated and presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Property taxes are recognized as revenues in the year for which they are levied. The Gloucester County Board of Taxation is responsible for the assessment of properties, and the respective municipal tax collector is responsible for the collection of property taxes. Assessments are certified and property taxes are levied on January 1. Property tax payments are due February 1, May 1, August 1 and November 1. Unpaid property taxes are considered delinquent the following January 1 and are then subject to municipal lien. In accordance with New Jersey State Statute, the School District is entitled to receive moneys under an established payment schedule, and any unpaid amount is considered as an accounts receivable. The governing body of each municipality is required to pay over to the School District, within forty (40) days after the beginning of the school year, twenty percent (20%) of the moneys from school tax due. Thereafter, but prior to the last day of the school year, the municipality must pay the balance of moneys from school tax due for school purposes in such amounts as requested, with certain limitations, from time to time by the School District, within thirty days after each request.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are deemed both available and measurable. Available means when revenues are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the School District considers revenues to be available if they are collected within sixty (60) days of the end of the current fiscal year. Measurable means that the amount of revenue can be determined. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, tuition, reimbursable-type grants, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal year. All other revenue items are considered to be measurable and available only when cash is received by the School District.

The School District reports the following major governmental funds:

General Fund **-** The general fund is the primary operating fund of the School 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 classified in the capital outlay sub-fund.

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

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

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)

Proprietary funds are used to account for the School District's ongoing organizations and activities, which are operated and financed in a manner similar to those found in the private sector. The measurement focus is upon the determination of net income. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for internal service funds include salaries, benefits, administrative expenses, and claims paid. All items not meeting this definition are reported as nonoperating revenues and expenses.

The School District reports the following major proprietary funds:

Enterprise Funds

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

Child Care Program Fund - This fund accounts for financial activity related to providing day care services for School District employee's children during school.

Telecommunications Fund - This fund accounts for a student run enterprise.

Center for Performing Arts Fund - This fund accounts for the financial activity related to performances at the School District's Center for the Performing Arts.

Drivers Education - This fund accounts for financial activities related to providing driver's education for students.

Internal Service Funds

Internal service funds are used to account for the financing of goods and services provided by one department to another on a cost reimbursement basis. The School District maintains two internal service funds, one for paper, and another for printing.

Additionally, the School District reports the following fund types.

Fiduciary funds are used to account for assets held by the School District on behalf of outside related organizations or on behalf of other funds within the School District. The fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds.

The School District maintains the following fiduciary funds:

Agency Funds **-** Agency funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governments, and / or other funds (i.e., payroll and student activities). The School District retains no equity interest in these funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District maintains the following agency funds: student activity fund, vendor bid account, and payroll fund.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)

The School District maintains the following fiduciary funds (cont'd):

Private-Purpose Trust Funds **-** Private-purpose trust funds are used to account for the principal and income for all other trust arrangements that benefit individuals, private organizations, or other governments. The School District maintains the following private-purpose trust funds:

New Jersey Unemployment Compensation Insurance Trust Fund **-** Revenues consist of contributions that have been included in the annual budget of the School District, employee payroll withholdings, and interest income. Expenditures represent claims incurred for unemployment.

Scholarship Fund **-** Revenues consist of donations and interest income. Expenditures represent scholarships for future teachers, which are awarded in accordance with the trust requirements.

As a general rule, the effect of internal/interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

Budgets / Budgetary Control

Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds, and are submitted to the county office of education. In accordance with P.L. 2011, c. 202, the School District passed a resolution to move the school board election to the first Tuesday after the first Monday in November, starting in November of 2012, to be held simultaneously with the general election. As a result, a vote is not required on the School District's general fund tax levy for the budget year, other than the general fund tax levy required to support a proposal for additional funds, if any. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23A-16.2(f)1. Transfers of appropriations may be made by school board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

Formal budgetary integration into the accounting system is employed as a management control device during the 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 revenue recognition of the one or more June state aid payments for budgetary purposes only, and the special revenue fund. N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as 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. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Budgets / Budgetary Control (Cont'd)

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

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

Encumbrances

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

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, are reflected on 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.

Cash, Cash Equivalents and Investments

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

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Inventories

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

The cost of inventories in the governmental fund financial statements is recorded as expenditures when purchased rather than when consumed.

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

Tuition Receivable

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

Prepaid Expenses

Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2019. The School District had no prepaid expenses for the fiscal year ended June 30, 2019.

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

Short-Term Interfund Receivables / Payables

Short-term interfund receivables / payables (internal balances) represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund within the School District, and that are due within one year. Such balances are eliminated in the statement of net position to minimize the grossing up of internal balances, thus leaving a net amount due between the governmental and business-type activities that are eliminated in the total government column. Balances with fiduciary activities are not considered to be internal balances; therefore, such balances appear on the statement of net position as accounts receivable or accounts payable.

Capital Assets

Capital assets represent the cumulative amount of capital assets owned by the School District. Purchased capital assets are recorded as expenditures in the governmental fund financial statements and are capitalized at cost on the government-wide statement of net position and proprietary fund statement of net position. In the case of gifts or contributions, such capital assets are recorded at acquisition value at the time received.

The School District’s capitalization threshold is $2,000.00. Other costs incurred for repairs and maintenance is expensed as incurred. All reported capital assets, except land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

Description	Estimated Lives
Land Improvements	15 Years
Buildings and Improvements	3 - 15 Years
Equipment	3 - 15 Years

The School District does not possess any infrastructure assets.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Deferred Outflows and Deferred Inflows of Resources

The statement of net position reports separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources, reported after total assets, represents a reduction of net position that applies to a future period(s) and will be recognized as an outflow of resources (expense) at that time. Deferred inflows of resources, reported after total liabilities, represents an acquisition of net position that applies to a future period(s) and will be recognized as an inflow of resources (revenue) at that time.

Transactions are classified as deferred outflows of resources and deferred inflows of resources only when specifically prescribed by the Governmental Accounting Standards Board (GASB) standards. The School District is required to report the following as deferred outflows of resources and deferred inflows of resources: loss on refunding of debt and defined benefit pension plans.

Tuition Payable

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

Unearned Revenue

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

Compensated Absences

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

The School District uses the vesting method to calculate the compensated absences amount. The entire compensated absence liability, including the employer’s share of applicable taxes, is reported on the government-wide financial statements. The portion related to employees in the proprietary funds is recorded at the fund level. The current portion is the amount estimated to be used in the following fiscal year. Expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of employee resignations and retirements. Compensated absences not recorded at the fund level represent a reconciling item between the fund level and government-wide presentations.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner, and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds, are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Bonds are recognized as a liability on the governmental fund financial statements when due.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Bond Discounts / Premiums

Bond discounts / premiums arising from the issuance of long-term debt (bonds) are amortized over the life of the bonds, in systematic and rational method, as a component of interest expense. Bond discounts / premiums are presented as an adjustment of the face amount of the bonds on the government-wide statement of net position and on the proprietary fund statement of net position.

Net Position

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

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

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

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

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance

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

Nonspendable **-** The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

Restricted **-** The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

Committed **-** The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District’s highest level of decision-making authority, which, for the School District, is the Board of Education. Such formal action consists of an affirmative vote by the Board of Education, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

Assigned **-** The assigned fund balance classification includes amounts that are constrained by the School District’s *intent* to be used for specific purposes, but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the business administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes. Such authority of the business administrator is established by way of a formal job description for the position and standard operating procedures, approved by the Board of Education.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Fund Balance (Cont'd)

Unassigned - The unassigned fund balance classification 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 is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the School District to spend restricted fund balances first. Moreover, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

Interfund Activity

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

Accounting Estimates

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

Impact of Recently Issued Accounting Principles

Recently Issued Accounting Pronouncements

The GASB has issued the following Statements that will become effective for the School District for fiscal years ending after June 30, 2019:

Statement No. 84, *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The Statement will become effective for the School District in the fiscal year ending June 30, 2020. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the School District.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Impact of Recently Issued Accounting Principles (Cont'd)

Recently Issued Accounting Pronouncements (Cont'd)

The GASB has issued the following Statements that will become effective for the School District for fiscal years ending after June 30, 2019 (cont'd):

Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The Statement will become effective for the School District in the fiscal year ending June 30, 2021. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the School District.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first $250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, and student activity funds, or funds that may pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of June 30, 2019, the School District's bank balances of $27,785,769.98 were exposed to custodial credit risk as follows: $26,199,323.93 was insured by FDIC and GUDPA, and $1,586,446.05 was uninsured and uncollateralized.

New Jersey Cash Management Fund - During the fiscal year, the School District participated in the New Jersey Cash Management Fund. The Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial credit risk as defined above. At June 30, 2019, the School District's deposits with the New Jersey Cash Management Fund were $121.29.

Held in Trust - The School District has entered into purchase agreements with several banking institutions for the acquisition of equipment and supplies. In accordance with the requirements of the purchase agreements, the acquisition amount of the equipment and supplies is to be deposited into an escrow account under terms satisfactory to the lending bank. These escrow accounts are opened for the purpose of fully funding the purchase agreement and providing a mechanism for the application of such amounts to the purchase of and payment for the equipment and supplies. Deposits held in trust of the School District are not subject to custodial credit risk as defined above. At June 30, 2019, the School District's deposits held in trust were $650,658.02.

Note 3: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the School District by inclusion of $1.00 on November 20, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

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

Beginning Balance, July 1, 2018		$ 1,560,520.12
Increased by:		
Interest Earnings	$ 26,004.77	
Deposits:		
Unexpended Balance of Projects	784,189.99	
Board Resolution (June 25, 2019)	1,500,000.00	
		2,310,194.76
		3,870,714.88
Decreased by:		
Withdrawals:		
Board Resolution (October 15, 2018)	180,000.00	
Board Resolution (April 3, 2019)	2,160,000.00	
Total Withdrawals		2,340,000.00
Ending Balance, June 30, 2019		$ 1,530,714.88

The June 30, 2019 capital reserve balance does not exceed the LRFP balance of local support costs of uncompleted projects. The withdrawals from the capital reserve were for use in a Department of Education approved facilities projects, consistent with the School District's LRFP.

Note 4: ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2019 consisted of various accounts (fees for services) and intergovernmental awards / grants. All receivables are considered collectible in full due to the stable condition of federal and state programs, the current fiscal year guarantee of federal funds, and the regulated budgetary control of governmental entities in New Jersey.

Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

	Accounts Receivable Type							
Fund	Federal Awards	State Awards	Local Awards	Tuition	Other	Total Funds	Fiduciary Fund	Total Government-Wide
Governmental Activities:								
General		$ 2,672,816.62		$ 377,680.68	$ 68,056.20	$ 3,118,553.50	$ 1,718,936.52	$ 4,837,490.02
Special Revenue	$ 667,389.02		$ 24,955.95			692,344.97		692,344.97
Total Governmental Activities	667,389.02	2,672,816.62	24,955.95	377,680.68	68,056.20	3,810,898.47	1,718,936.52	5,529,834.99
Business-Type Activities (Enterprise Funds):								
Food Service	17,624.96	441.04			8,710.03	26,776.03		26,776.03
Center for Performing Arts					20,000.00	20,000.00		20,000.00
Total Business-Type Activities	17,624.96	441.04	-	-	28,710.03	46,776.03	-	46,776.03
Total Accounts Receivable	$ 685,013.98	$ 2,673,257.66	$ 24,955.95	$ 377,680.68	$ 96,766.23	$ 3,857,674.50	$ 1,718,936.52	$ 5,576,611.02

Note 5: INVENTORY

Of the $20,517.78 of inventory recorded at June 30, 2019 in business-type activities on the government-wide statement of net position, and on the food service enterprise fund statement of net position, $12,678.99 consisted of food and $7,838.79 consisted of supplies.

Note 6: CAPITAL ASSETS

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

	Balance July 1, 2018	Increases	Transfers	Decreases	Balance June 30, 2019
Governmental Activities:					
Capital Assets, not being Depreciated:					
Land	$ 5,590,700.00				$ 5,590,700.00
Construction in Progress	3,535,774.73	$ 5,008,380.88	$ (2,750,897.69)		5,793,257.92
Total Capital Assets, not being Depreciated	9,126,474.73	5,008,380.88	(2,750,897.69)	-	11,383,957.92
Capital Assets, being Depreciated:					
Land Improvements	4,760,953.22		598,173.90		5,359,127.12
Buildings and Improvements	146,052,236.18	165,321.80	1,536,403.39		147,753,961.37
Equipment	14,944,861.23	1,203,364.94	616,320.40	$ (1,293,245.39)	15,471,301.18
Total Capital Assets, being Depreciated	165,758,050.63	1,368,686.74	2,750,897.69	(1,293,245.39)	168,584,389.67
Total Capital Assets, Cost	174,884,525.36	6,377,067.62	-	(1,293,245.39)	179,968,347.59
Less Accumulated Depreciation for:					
Land Improvements	(2,381,500.97)	(234,793.46)			(2,616,294.43)
Buildings and Improvements	(76,896,757.71)	(4,420,865.29)			(81,317,623.00)
Equipment	(8,817,605.24)	(1,289,341.16)		1,268,476.81	(8,838,469.59)
Total Accumulated Depreciation	(88,095,863.92)	(5,944,999.91) *	-	1,268,476.81	(92,772,387.02)
Total Capital Assets, being Depreciated, Net	77,662,186.71	(4,576,313.17)	2,750,897.69	(24,768.58)	75,812,002.65
Governmental Activities Capital Assets, Net	$ 86,788,661.44	$ 432,067.71	-	$ (24,768.58)	$ 87,195,960.57

	Balance July 1, 2018	Increased	Transfers	Decreases	Balance June 30, 2019
Business-Type Activities:					
Capital Assets, being Depreciated:					
Machinery and Equipment	$ 1,857,559.58	$ 2,862.00		$ (28,021.00)	$ 1,832,400.58
Less Accumulated Depreciation	(1,450,054.29)	(42,188.69) *		28,021.00	(1,464,221.98)
Business-Type Activities Capital Assets, Net	$ 407,505.29	$ (39,326.69)	-	-	$ 368,178.60

Note 6: CAPITAL ASSETS (CONT'D)

* Depreciation expense was charged to functions / programs of the School District as follows:

Governmental Activities:	
Instruction Regular Programs	$ 910,192.36
Instruction Special Programs	6,308.41
Support Services Students	70,993.57
Support Services General Administration	2,077,409.47
Support Services Plant Operations and Maintenance	2,303,270.75
Support Services Pupil Transportation	576,825.35
Total Depreciation Expense - Governmental Activities	$ 5,944,999.91
Business-Type Activities:	
Food Service	$ 23,626.63
Center for Performing Arts	10,871.13
Drivers Education	6,090.63
Childcare	1,600.30
Total Depreciation Expense - Business-Type Activities	$ 42,188.69

Note 7: LONG-TERM LIABILITIES

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

	Balance July 1, 2018	Increases	Decreases	Balance June 30, 2019	Due within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Bonds	$ 11,840,000.00		$ (845,000.00)	$ 10,995,000.00	$ 865,000.00
Unamortized Premium	582,543.57		(63,519.98)	519,023.59	-
Total Bonds Payable	12,422,543.57	-	(908,519.98)	11,514,023.59	865,000.00
Other Liabilities:					
Obligations under Capital Lease	214,661.28		(53,665.32)	160,995.96	53,665.32
Purchase Agreements Payable	10,803,790.76	$ 3,850,000.00	(4,657,886.17)	9,995,904.59	3,312,087.18
Compensated Absences	7,533,180.45	2,144,195.84	(2,361,005.59)	7,316,370.70	731,637.07
Net Pension Liability	46,526,036.00	20,654,623.00	(27,247,139.00)	39,933,520.00	-
Total Other Liabilities	65,077,668.49	26,648,818.84	(34,319,696.08)	57,406,791.25	4,097,389.57
Governmental Activities Long-Term Liabilities	$ 77,500,212.06	$ 26,648,818.84	$ (35,228,216.06)	$ 68,920,814.84	$ 4,962,389.57

The bonds payable are generally liquidated by the debt service fund, while obligations under capital lease, purchase agreements payable, and net pension liability are liquated by the general fund. Compensated absences will be paid from the fund from which the employees' salaries are paid.

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

	Balance July 1, 2018	Increases	Decreases	Balance June 30, 2019	Due within One Year
Business-Type Activities:					
Other Liabilities:					
Compensated Absences Payable	$ 148,939.88	$ 14,016.68	$ (22,805.87)	$ 140,150.69	$ 14,015.07
Business-Type Activities Long-Term Liabilities	$ 148,939.88	$ 14,016.68	$ (22,805.87)	$ 140,150.69	$ 14,015.07

Compensated absences are liquidated by the food service enterprise fund and center for the performing arts enterprise fund.

Note 7: LONG-TERM LIABILITIES (CONT'D)

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

On April 3, 2012, the School District issued $7,205,000.00 of School Refunding Bonds, Series 2012, to advance refund and redeem all of the School District's outstanding callable School Bonds, Series 2005, maturing in the years 2015 through and including 2023. The bonds originally carried rates ranging between 2.00% to 4.00% with a final maturity in 2023.

On December 28, 2016, the School District issued $7,550,000.00 in general obligation refunding bonds with a variable interest rate of 3.25% to 4.00% to currently refund $7,840,000.00 of outstanding callable School Refunding Bonds, Series 2007 with an interest rate of 4.0%. These refunding bonds have a final maturity in 2030.

Principal and interest due on bonds outstanding is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2020	$ 865,000.00	$ 375,300.00	1,240,300.00
2021	880,000.00	355,837.50	1,235,837.50
2022	885,000.00	333,837.50	1,218,837.50
2023	920,000.00	309,500.00	1,229,500.00
2024	1,000,000.00	281,900.00	1,281,900.00
2025-2029	5,395,000.00	777,900.00	6,172,900.00
2030	1,050,000.00	34,125.00	1,084,125.00
Total	10,995,000.00	$ 2,468,400.00	$ 13,463,400.00
Unamortized Premium	519,023.59		
	$ 11,514,023.59		

Bonds Authorized but not Issued - As of June 30, 2019, the School District had no authorizations to issue additional bonded debt.

Purchase Agreements Payable - The School District has entered into eight purchase agreements with several banking institutions for the purchase of textbooks, buses, and energy efficiency upgrades. These agreements are for terms from three to fifteen years, and range in interest rates from .94% to 2.55%.

The following is a schedule of the future minimum payments under the eight agreements at June 30, 2019:

Fiscal Year Ending June 30,	Principal	Interest	Total
2020	$ 3,312,087.18	$ 185,454.28	$ 3,497,541.46
2021	2,741,165.68	128,829.23	2,869,994.91
2022	1,822,543.27	81,926.57	1,904,469.84
2023	945,711.27	46,474.73	992,186.00
2024	133,563.30	28,657.50	162,220.80
2025-2029	721,162.85	89,941.15	811,104.00
2030-2031	319,671.04	8,237.54	327,908.58
Total	$ 9,995,904.59	$ 569,521.00	$ 10,565,425.59

Note 7: LONG-TERM LIABILITIES (CONT'D)

Obligations under Capital Lease - On May 17, 2018, the School District entered into a capital lease arrangement for a hyper-converged infrastructure, with a total cost of $268,326.60. The capital lease is for a term of five years. Capital leases are depreciated in a manner consistent with the School District's deprecation policy for owned assets.

The following is a schedule of the future minimum lease payments under the capital leases and the present value of the net minimum lease payments at June 30, 2019:

Fiscal Year Ending June 30,	Total
2020	$ 53,665.32
2021	53,665.32
2022	53,665.32
Total	$ 160,995.96

Compensated Absences - As previously stated, compensated absences will be paid from the fund from which the employees' salaries are paid. Refer to note 13 for a description of the School District's policy.

Net Pension Liability - For details on the net pension liability, refer to note 8. The School District's annual required contribution to the Public Employees' Retirement System is budgeted and paid from the general fund on an annual basis.

Note 8: PENSION PLANS

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), which are administered by the New Jersey Division of Pensions and Benefits (the "Division"). In addition, several School District employees participate in the Defined Contribution Retirement Program, which is a defined contribution pension plan. This Plan is administered by Prudential Financial for the Division. Each Plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and TPAF plan's fiduciary net position which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
https://www.nj.gov/treasury/pensions/financial-reports.shtml

General Information about the Pension Plans

Plan Descriptions

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

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Plan Descriptions (Cont'd)

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

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of Chapter 92, P.L. 2007, and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et. seq.). The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are employees enrolled in TPAF or PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in TPAF or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least $5,000.00 annually; and employees otherwise eligible to enroll in TPAF or PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least $5,000.00 annually.

Vesting and Benefit Provisions

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

The following represents the membership tiers for TPAF:

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

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

Note 8: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Vesting and Benefit Provisions (Cont'd)

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

The membership tiers for PERS are the same as previously noted for TPAF.

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

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and nonforfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and nonforfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Teachers' Pension and Annuity Fund - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.50% in State fiscal year 2019. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The State's contribution is based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability. For fiscal year 2018, the State's pension contribution was less than the actuarial determined amount.

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

The School District's contractually required contribution rate for the fiscal year ended June 30, 2019 was 14.13% of the School District's covered payroll, of which 0.00% of payroll was required from the School District and 100.00% of payroll was required from the State of New Jersey. The School District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2019 because of the 100.00% special funding situation with the State of New Jersey.

Note 8: PENSION PLANS (CONT'D)

General Information About the Pension Plans (Cont'd)

Contributions (Cont'd)

Teachers' Pension and Annuity Fund (Cont'd) - Based on the most recent TPAF measurement date of June 30, 2018, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2019 was $8,427,199.00 and was paid by April 1, 2019. School District employee contributions to the Plan during the fiscal year ended June 30, 2019 were $4,517,212.76.

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Members contribute at a uniform rate. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over seven years beginning in July 2012. The member contribution rate was 7.50% in State fiscal year 2019. The phase-in of the additional incremental member contribution rate takes place in July of each subsequent State fiscal year. The rate for members who are eligible for the Prosecutors Part of PERS (Chapter 366, P.L. 2001) was 10%. Employer contribution amounts are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2019 was 14.22% of the School District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2018, the School District's contractually required contribution to the pension plan for the fiscal year ended June 30, 2019 was $2,017,367.00, and was paid by April 1, 2019. School District employee contributions to the Plan during the fiscal year ended June 30, 2019 were $1,033,627.45.

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District contributes 3% of the employees' base salary, for each pay period, to Prudential Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

For the fiscal year ended June 30, 2019, employee contributions totaled $230,655.82, and the School District recognized pension expense, which equaled the required contributions, of $125,812.27. Forfeitures during the fiscal year totaled $8,068.08.

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

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

Note 8: PENSION PLANS (CONT'D)

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

Teachers' Pension and Annuity Fund (Cont'd) - The State's proportionate share of net pension liability, attributable to the School District is as follows:

School District's Proportionate Share of Net Pension Liability	$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	354,658,425.00
	$ 354,658,425.00

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2018. For the June 30, 2018 measurement date, the School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. At June 30, 2018, the School District proportion was 0.00% due to the 100% special funding situation with the State of New Jersey. For the June 30, 2018 measurement date, the State's proportionate share of the TPAF net pension liability associated with the School District was .5574825525%, which was a decrease of .0118338197% from its proportion measured as of June 30, 2017.

For the fiscal year ended June 30, 2019, the School District recognized $20,675,346.00 in pension expense and revenue, in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2018 measurement date.

Public Employees' Retirement System - At June 30, 2019, the School District reported a liability of $39,933,520.00 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2018. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2018 measurement date, the School District's proportion was .2028163076%, which was an increase of .0029484763% from its proportion measured as of June 30, 2017.

For the fiscal year ended June 30, 2019, the School District recognized pension expense of $1,983,507.00, in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2018 measurement date.

Note 8: PENSION PLANS (CONT'D)

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

Public Employees' Retirement System (Cont'd) - At June 30, 2019, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	$ 761,538.00	$ 205,910.00
Changes of Assumptions	6,580,383.00	12,768,616.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	374,578.00
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	635,145.00	955,381.00
School District Contributions Subsequent to the Measurement Date	1,946,949.00	-
	$ 9,924,015.00	$ 14,304,485.00

$1,946,949.00, included in deferred outflows of resources, will be included as a reduction of the net pension liability in the fiscal year ending June 30, 2020. 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 Ending June 30,	
2020	$ 32,756.00
2021	(538,824.00)
2022	(2,802,558.00)
2023	(2,327,854.00)
2024	(690,939.00)
	$ (6,327,419.00)

Note 8: PENSION PLANS (CONT'D)

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

Public Employees' Retirement System (Cont'd) - The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	-	5.63
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	5.00	-
June 30, 2016	5.00	-
June 30, 2017	-	5.00
June 30, 2018	-	5.00
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63

Actuarial Assumptions

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2017. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2018. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	TPAF	PERS
Inflation	2.25%	2.25%
Salary Increases:		
Through 2026	1.55% - 4.15% Based on Yrs. of Service	1.65% - 4.15% Based on Age
Thereafter	2.00% - 5.45% Based on Yrs. of Service	2.65% - 5.15% Based on Age
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience Study upon which Actuarial Assumptions were Based	July 1, 2012 - June 30, 2015	July 1, 2011 - June 30, 2014

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

For TPAF, 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 morality rates were based on the RP-2006 Healthy Annuitant White Collar Morality 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 morality improvement is assumed for disabled retiree morality.

For PERS, 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 (set back 1 year for males and females) for service retirements and beneficiaries of former members. In addition, the tables for service retirements and beneficiaries of former members provide for future improvements in mortality from 2012 to 2013 using Projection Scale AA and using a generational approach based on the Conduent modified 2014 projection scale thereafter. Disability retirement rates used to value disabled retirees were based on the RP-2000 Disabled Mortality Table (set back 3 years for males and set forward 1 year for females).

For TPAF and PERS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2018) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Risk Mitigation Strategies	5.00%	5.51%
Cash Equivalents	5.50%	1.00%
U.S. Treasuries	3.00%	1.87%
Investment Grade Credit	10.00%	3.78%
High Yield	2.50%	6.82%
Global Diversified Credit	5.00%	7.10%
Credit Oriented Hedge Funds	1.00%	6.60%
Debt Related Private Equity	2.00%	10.63%
Debt Related Real Estate	1.00%	6.61%
Private Real Asset	2.50%	11.83%
Equity Related Real Estate	6.25%	9.23%
U.S. Equity	30.00%	8.19%
Non-U.S. Developed Markets Equity	11.50%	9.00%
Emerging Markets Equity	6.50%	11.64%
Buyouts/Venture Capital	8.25%	13.08%
	100.00%	

Note 8: PENSION PLANS (CONT'D)

Actuarial Assumptions (Cont'd)

Discount Rate - The discount rates used to measure the total pension liability at June 30, 2018 were 4.86% and 5.66% for TPAF and PERS, respectively. For TPAF and PERS, the respective single blended discount rates were based on the long-term expected rate of return on pension Plan investments of 7.00%, and a municipal bond rate of 3.87% as of June 30, 2018, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rates assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be made based on the contribution rate in the most recent fiscal year. The State employer contributed 50% of the actuarially determined amount for TPAF and PERS and the local employers contributed 100% of the actuarially determined amount for PERS. 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 for TPAF and 2046 for PERS. Therefore, the long-term expected rate of return on Plan investments was applied to projected benefit payments through 2040 for TPAF and 2046 for PERS, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

Teachers' Pension and Annuity Fund (TPAF) - As previously mentioned, TPAF, has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2018, the Plan's measurement date, attributable to the School District is $0, and the State of New Jersey's proportionate share of the net pension liability, attributable to the School District, using a discount rate of 4.86%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used is as follows:

	TPAF		
	1% Decrease (3.86%)	Current Discount Rate (4.86%)	1% Increase (5.86%)
School District's Proportionate Share of the Net Pension Liability	$ -	$ -	$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	419,199,523.00	354,658,425.00	301,155,427.00
	$ 419,199,523.00	$ 354,658,425.00	$ 301,155,427.00

Public Employees' Retirement System (PERS) - The following presents the School District's proportionate share of the net pension liability at June 30, 2018, the Plan's measurement date, calculated using a discount rate of 5.66%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	PERS		
	1% Decrease (4.66%)	Current Discount Rate (5.66%)	1% Increase (6.66%)
School District's Proportionate Share of the Net Pension Liability	$ 50,211,800.00	$ 39,933,520.00	$ 31,310,700.00

Note 8: PENSION PLANS (CONT'D)

Pension Plan Fiduciary Net Position

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 respective fiduciary net position of the TPAF and PERS and additions to/deductions from TPAF and PERS' respective fiduciary net position have been determined on the same basis as they are reported by TPAF and PERS. Accordingly, 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. For additional information about TPAF and PERS, please refer to the Plan's Comprehensive Annual Financial Report (CAFR) which can be found at https://www.nj.gov/treasury/pensions/financial-reports.shtml.

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN

General Information about the OPEB Plan

Plan Description and Benefits Provided - The State Health Benefit Local Education Retired Employees Plan (the "OPEB Plan") is a multiple-employer defined benefit OPEB plan, with a special funding situation, 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 the Postemployment Benefits Other Than Pensions*. The OPEB Plan is administered by the State of New Jersey Division of Pensions and Benefits (the "Division") and is part of the New Jersey State Health Benefits Program (SHBP). The Division issues a publically available financial report that includes financial statements and required supplementary information which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
https://www.nj.gov/treasury/pensions/financial-reports.shtml

The OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

Contributions - The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey (the "State") in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or county college with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P.L, 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 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 - At June 30, 2018, the OPEB Plan's Measurement date, the entire State Health Benefit Local Education Retired Employees OPEB Plan consisted of the following members.

Active Plan Members	217,131
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	145,050
Inactive Plan Members Entitled to but Not Yet Receiving Benefit Payments	-
	362,181

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)

Total Non-Employer OPEB Liability

The State of New Jersey, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to the OPEB Plan for qualified retired TPAF, PERS, PFRS and ABP participants. The School District's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the statement of net position.

The State's proportionate share of the net OPEB liability associated with the School District as of June 30, 2019 was $323,756,099.00. Since the OPEB liability associated with the School District is 100% attributable to the State, the OPEB liability will be referred to as the total Non-Employer OPEB Liability.

The total Non-Employer OPEB Liability was measured as of June 30, 2018, and was determined by an actuarial valuation as of June 30, 2017, which was rolled forward to June 30, 2018. For the June 30, 2018 measurement date, the State's proportionate share of the Non-Employer OPEB Plan Liability associated with the School District was .7021258955%, which was a decrease of .0068442540% from its proportion measured as of June 30, 2017.

Actuarial Assumptions and Other Inputs - The actuarial assumptions and other inputs vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2017 used the following actuarial assumptions, applied to all periods in the measurement:

Salary Increases -

	TPAF/ABP (1)	PERS (2)	PFRS (2)
Through 2026	1.55% - 4.55%	2.15% - 4.15%	2.10% - 8.98%
Thereafter	2.00% - 5.45%	3.15% - 5.15%	3.10% - 9.98%

(1) - Based on years of service
(2) - Based on age

Inflation Rate - 2.50%.

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

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

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)

Total Non-Employer OPEB Liability (Cont'd)

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

Discount Rate - The discount rate for June 30, 2018 was 3.87%. 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 Non-Employer OPEB Liability

The below table summarizes the State's proportionate share of the change in the Total Non-Employer OPEB Liability associated with the School District:

Balance at June 30, 2018		$ 380,290,467.00
Changes for the Year:		
Service Cost	$ 11,314,901.00	
Interest Cost	13,871,181.00	
Difference Between Expected and Actual Experience	(36,209,898.00)	
Changes in Assumptions	(37,152,633.00)	
Gross Benefit Payments	(8,657,123.00)	
Member Contributions	299,204.00	
Net Changes		(56,534,368.00)
Balance at June 30, 2019		$ 323,756,099.00

There were no changes in benefit terms between the June 30, 2017 measurement date and the June 30, 2018 measurement date.

Differences between expected and actual experience reflect a decrease in liability from June 30, 2017 to June 30, 2018 is due to changes in the census, claims and premiums experience.

Changes of Assumptions reflect a decrease in the liability from June 30, 2017 to June 30, 2018 due to the increase in the assumed discount rate from 3.58% as of June 30, 2017 to 3.87% as of June 30, 2018; and a decrease in the assumed health care cost trend and excise tax assumptions.

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate - The State's proportionate share of the total Non-Employer OPEB Liability as of June 30, 2018, associated with the School District, using a discount rate of 3.87%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used is as follows:

	1% Decrease (2.87%)	Current Discount Rate (3.87%)	1% Increase (4.87%)
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability associated with the School District	$ 382,745,615.00	$ 323,756,099.00	$ 276,865,526.00

Note 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D

STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)

Changes in the Total Non-Employer OPEB Liability (Cont'd)

Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Healthcare Cost Trend Rates - The State's proportionate share of the total Non-Employer OPEB Liability as of June 30, 2018, associated with the School District, using a healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used is as follows:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability associated with the School District	$ 267,603,272.00	$ 323,756,099.00	$ 398,020,362.00

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability

For the fiscal year ended June 30, 2019, the School District recognized $11,801,946.00 in OPEB expense and revenue, in the government-wide financial statements, for the State's proportionate share of the OPEB Plan's OPEB Expense, associated with the School District. This expense and revenue was based on the OPEB Plan's June 30, 2018 measurement date.

In accordance with GASBS No. 75, the School District's proportionate share of the OPEB liability is zero. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the School District. However, at June 30, 2019, the State's proportionate share of the total Non-Employer OPEB Liability's deferred outflows of resources and deferred inflows of resources, associated with School District, from the following sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Proportion	$ -	$ 4,423,702.00
Difference Between Expected and Actual Experience	-	31,427,760.00
Changes of Assumptions	-	72,571,584.00
	$ -	$ 108,423,046.00

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability (Cont'd)

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

Year Ending June 30,	
2020	$ (13,346,493.00)
2021	(13,346,493.00)
2022	(13,346,493.00)
2023	(13,346,493.00)
2024	(13,346,493.00)
Thereafter	(41,690,581.00)
	$ (108,423,046.00)

Note 10: ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2019, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement medical costs related to TPAF, in the fund financial statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance were $10,767,274.00, $225,387.00, $4,986,253.00, and $9,481.00, respectively.

Note 11: RISK MANAGEMENT

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

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

The following is a summary of the activity of the School District's private-purpose trust fund for the unemployment claims for the current and previous two fiscal years:

Fiscal Year Ended June 30,	Employee Contributions	Interest Income	Claims Incurred	Ending Balance
2019	$ 132,746.88	$ 26,543.69	$ 27,570.88	$ 1,369,320.34
2018	129,251.76	14,104.21	34,509.01	1,237,600.65
2017	132,283.43	5,864.56	52,094.40	1,128,753.69

Joint Insurance Fund - The School District is a member of the Gloucester, Cumberland, Salem School Districts Joint Insurance Fund (GCSSD JIF).

The Fund provides the School District with the following coverage, whereby a complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report:

Property (including crime and auto physical damage)
General Liability
Automobile Liability
Workers' Compensation
School Board Legal Liability
Boiler and Machinery
Pollution Legal Liability
Student Accident Insurance

All members' contributions to the Fund, including a reserve for contingencies, are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

Annual contributions, as determined by the Fund's Board of Trustees, are due within 30 days of the due date fixed by the Board of Trustees, but not later than February 1. Total contributions are recognized as earned revenue evenly over the fiscal contract period or period of risk, if different.

The Board of Trustees shall by majority vote levy upon the participants additional assessments whenever needed or so ordered by the Commissioner of Banking and Insurance to supplement the Fund's claim, loss retention or administrative accounts, after consideration of anticipated investment income, to assure the payment of the Fund's obligations. Supplemental contributions to cover a deficit are recognized as revenue upon approval whether or not actually received.

Note 11: <u>RISK MANAGEMENT (CONT'D)</u>

<u>Joint Insurance Fund (Cont'd)</u> - Effective July 1, 2001, the Fund joined the School Pool for Excess Liability Limits Joint Insurance Fund (the "SPELL"). The SPELL is a joint insurance fund formed to provide excess coverage for member school funds. Each member appoints two delegates to represent their respective joint insurance fund for the purpose of creating a governing body from which the board of trustees of the SPELL is elected. The Fund could be subject to supplemental assessments in the event of deficiencies in the loss funds of the SPELL. If the assets of the SPELL were to be exhausted, its members would become jointly and severely liable for the SPELL's liabilities.

The SPELL can declare and refund surplus to its members upon approval by the State of New Jersey Department of Banking and Insurance.

Additional information regarding claims, coverages and deductibles can be found at http://www.spelljif.com/gcssd-jif.

Note 12: <u>DEFERRED COMPENSATION</u>

The School District offers its employees a choice of several deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. The plans, which are administered by the entities listed below, 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. The plan administrators are as follows:

Ameriprise
ASPire
AXA Equitable
Creative Financial Strategies (MetLife)
Lincoln Investment (The Faller Company LLC)
Siracusa Benefits Program
VALIC (AIG)
VOYA

Note 13: <u>COMPENSATED ABSENCES</u>

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

School District employees who are employed for ten months are entitled to ten paid sick leave days per fiscal school year. School District employees who are employed for twelve months are entitled to twelve paid sick leave days per fiscal school year. Unused sick leave may be accumulated and carried forward to the subsequent years. School District employees are entitled to two personal days which may not be carried forward to subsequent years. Vacation days not used during the year may not be accumulated and carried forward without supervisor approval. Benefits paid in any future year will be calculated according to formulas outlined in the School District's agreements with the various employee unions and included in the current years' budget.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. At June 30, 2019, the liability for compensated absences reported on the government-wide statement of net position and on the proprietary fund statement of net position was $7,316,370.70 and $140,150.69, respectively.

Note 14: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfunds - The composition of interfund balances as of June 30, 2019 is as follows:

Fund	Interfunds Receivable	Interfunds Payable
General	$ 3,943,384.71	
Special Revenue		$ 572,974.62
Capital Projects		286,218.72
Proprietary:		
Enterprise	15,570.00	1,357,904.11
Internal Service		22,920.74
Fiduciary		1,718,936.52
Totals	$ 3,958,954.71	$ 3,958,954.71

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During the fiscal year 2020, the School District expects to liquidate such interfunds, depending upon the availability of cash flow.

Transfers -

	Transfer In			
	General Fund	Capital Projects Fund	Food Service Fund	Total
Transfer Out:				
General Fund		$ 2,340,000.00	$ 873,834.87	$ 3,213,834.87
Capital Projects Fund	$ 836,967.68			836,967.68
Total Transfers In	$ 836,967.68	$ 2,340,000.00	$ 873,834.87	$ 4,050,802.55

Transfers were made during the fiscal year ended June 30, 2019 for the following purposes:

- the general fund budgeted and transferred $873,834.87 to subsidize the operations of the food service enterprise fund;
- the general fund transferred $2,340,000.00 of capital reserve funds to the capital projects fund for approved capital projects; and
- the capital projects fund transferred $52,777.69 of interest earned on deposits and $784,189.99 to the general fund; and

Note 15: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the School District expects such amount, if any, to be immaterial.

Litigation - The School District is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the School District, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 16: CONCENTRATIONS

The School District depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the School District is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 17: COMMITMENTS

The School District had multiple construction projects ongoing as of the fiscal year ended June 30, 2019 that are to continue into the subsequent fiscal year(s). These projects, which are related to the capital projects fund, are as follows:

Contract	Commitment Date	Amount Outstanding
Jersey Architectural Door & Supply Co.	06/30/18	$ 52,232.00
D.A. Nolt, Inc.	05/29/19	93,501.12
		$ 145,733.12

Note 18: FUND BALANCES

RESTRICTED

As stated in note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District's fund balance are summarized as follows:

General Fund

For Capital Reserve Account - As of June 30, 2019, the balance in the capital reserve account is $1,530,714.88. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

For Excess Surplus - In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2019 is $4,930,274.43. Additionally, $435,650.97 of excess fund balance generated during 2017-2018 has been restricted and designated for utilization in the 2019-2020 budget.

For Legally Restricted Appropriations - In accordance with N.J.S.A. 18A:39-31, the School District has restricted $8,073.45 and $18,106.66 of school bus advertising revenue to be designated for utilization in the 2019-20 budget and the 2020-21 budget, respectively, to offset fuel costs.

Capital Projects Fund - As of June 30, 2019, $3,046,406.62 of capital projects fund balance is restricted for future capital expenditures.

Note 18: FUND BALANCES (CONT'D)

COMMITTED

As stated in note 1, the committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District's highest level of decision-making authority, which is the Board of Education. Specific commitments of the School District's fund balance are summarized as follows:

General Fund - As of June 30, 2019, the School District has committed $591,089.18 of general fund balance for the acquisition of equipment and supplies. This fund balance represents the proceeds received from the various purchase agreements that the School District has entered, net of expenditures (see note 7).

ASSIGNED

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

General Fund

Other Purposes - As of June 30, 2019, the School District had $2,928,384.93 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

For Subsequent Year's Expenditures - The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2020 $4,688,892.00 of general fund balance at June 30, 2019.

UNASSIGNED

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

General Fund - As of June 30, 2019, $3,870,166.11 of general fund balance was unassigned.

Note 19: RESTATEMENT OF PRIOR PERIOD NET POSITION

The School District restated its net position as of July 1, 2018 as a result of unrecorded cash and cash equivalents. The cumulative effect on net position of fiduciary fund (scholarship fund) as of July 1, 2018 is as follows:

	Fiduciary Funds - Scholarship Fund -
Net Position as Previously Reported, July 1, 2018	$ 22,126.71
Prior Period Adjustment:	
Recapture of Cash and Cash Equivalents	100,000.00
Net Position as Restated, July 1, 2018	$ 122,126.71

REQUIRED SUPPLEMENTARY INFORMATION
PART II

BUDGETARY COMPARISON SCHEDULES

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 85,549,647.00		$ 85,549,647.00	$ 85,549,647.00	
Tuition from Other LEAs Within the State				986,048.13	$ 986,048.13
Unrestricted Miscellaneous Revenues	437,121.00		437,121.00	913,220.05	476,099.05
Interest Earned on Capital Reserve Funds	50.00		50.00	26,004.77	25,954.77
Other Restricted Miscellaneous Revenues	92,000.00		92,000.00	89,597.30	(2,402.70)
Total - Local Sources	86,078,818.00	-	86,078,818.00	87,564,517.25	1,485,699.25
Federal Sources:					
Medicaid Reimbursement	152,246.00		152,246.00	214,754.29	62,508.29
Total - Federal Sources	152,246.00	-	152,246.00	214,754.29	62,508.29
State Sources:					
Categorical Special Education Aid	5,556,586.00		5,556,586.00	5,556,586.00	
Equalization Aid	38,162,410.00		38,162,410.00	38,162,410.00	
Adjustment Aid	2,557,135.00	$ (1,499,756.00)	1,057,379.00	1,057,379.00	
Categorical Security Aid	944,104.00		944,104.00	944,104.00	
Categorical Transportation Aid	2,909,313.00		2,909,313.00	2,909,313.00	
Extraordinary Aid	900,000.00		900,000.00	1,936,700.00	1,036,700.00
Tuition Reimbursements for Homeless Students				143,840.00	143,840.00
Nonpublic School Transportation Aid				80,886.00	80,886.00
On-Behalf T.P.A.F. Pension Contributions - Normal Cost (non-budgeted)				10,992,661.00	10,992,661.00
On-Behalf T.P.A.F. Pension Contributions - Post-Retirement Medical (non-budgeted)				4,986,253.00	4,986,253.00
On-Behalf T.P.A.F. Pension Contributions - Long-Term Disability Insurance (non-budgeted)				9,481.00	9,481.00
Reimbursed T.P.A.F. Social Security Contributions (non-budgeted)				4,256,393.53	4,256,393.53
Total - State Sources	51,029,548.00	(1,499,756.00)	49,529,792.00	71,036,006.53	21,506,214.53
Total Revenues	137,260,612.00	(1,499,756.00)	135,760,856.00	158,815,278.07	23,054,422.07

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction:					
Preschool - Salaries of Teachers					
Kindergarten - Salaries of Teachers	$ 1,759,856.00	$ 28,554.00	$ 1,788,410.00	$ 1,778,409.65	$ 10,000.35
Grades 1-5 - Salaries of Teachers	11,241,601.00	(94,050.00)	11,147,551.00	11,131,255.85	16,295.15
Grades 6-8 - Salaries of Teachers	9,231,502.00	(344,223.00)	8,887,279.00	8,838,930.98	48,348.02
Grades 9-12 - Salaries of Teachers	11,456,307.00	(104,602.00)	11,351,705.00	11,202,976.41	148,728.59
Regular Programs - Home Instruction:					
Salaries of Teachers	50,000.00	30,102.00	80,102.00	79,923.25	178.75
Purchased Professional - Educational Services	199,000.00	(5,500.00)	193,500.00	135,298.69	58,201.31
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	856,480.00		856,480.00	731,452.98	125,027.02
Purchased Professional - Educational Services	1,951,342.00		1,951,342.00	1,599,574.91	351,767.09
Purchased Technical Services	537,425.00	(63,331.20)	474,093.80	448,935.41	25,158.39
Other Purchased Services (400-500 Series)	3,112,902.05	(2,010.71)	3,110,891.34	3,040,849.67	70,041.67
General Supplies	1,052,546.90	19,322.73	1,071,869.63	820,387.13	251,482.50
Textbooks	25,272.00	(1,105.00)	24,167.00	6,636.55	17,530.45
Other Objects	33,800.00	(1,026.00)	32,774.00	32,774.00	
Total Regular Programs - Instruction	41,508,033.95	(537,869.18)	40,970,164.77	39,847,405.48	1,122,759.29
Special Education - Instruction:					
Learning and / or Language Disabilities:					
Salaries of Teachers	1,550,986.00		1,550,986.00	1,320,737.53	230,248.47
Other Salaries for Instruction	124,405.00	(28,000.00)	96,405.00	82,892.57	13,512.43
General Supplies	9,860.00	(104.07)	9,755.93	8,871.76	884.17
Textbooks	2,100.00		2,100.00		2,100.00
Total Learning and / or Language Disabilities	1,687,351.00	(28,104.07)	1,659,246.93	1,412,501.86	246,745.07

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Special Education - Instruction (Cont'd):					
Behavioral Disabilities:					
Salaries of Teachers	$ 368,853.00		$ 368,853.00	$ 356,553.00	$ 12,300.00
Other Salaries for Instruction	36,678.00		36,678.00	36,552.37	125.63
General Supplies	3,510.00		3,510.00	2,732.32	777.68
Textbooks	390.00		390.00		390.00
Total Behavioral Disabilities	409,431.00	-	409,431.00	395,837.69	13,593.31
Multiple Disabilities:					
Salaries of Teachers	742,369.00		742,369.00	667,809.02	74,559.98
Other Salaries for Instruction	60,004.00		60,004.00	51,822.15	8,181.85
General Supplies	18,000.00		18,000.00	16,906.84	1,093.16
Total Multiple Disabilities	820,373.00	-	820,373.00	736,538.01	83,834.99
Resource Room / Resource Center:					
Salaries of Teachers	8,352,624.00		8,352,624.00	8,012,870.42	339,753.58
Other Salaries for Instruction	187,137.00	$ (53,426.00)	133,711.00	81,130.05	52,580.95
Purchased Professional - Educational Services	118,676.00	121,000.00	239,676.00	194,679.23	44,996.77
Other Purchased Services (400-500 Series)	2,541.00	0.70	2,541.70	2,541.68	0.02
General Supplies	31,674.00	207.45	31,881.45	25,987.61	5,893.84
Textbooks	3,476.00		3,476.00	454.80	3,021.20
Total Resource Room / Resource Center	8,696,128.00	67,782.15	8,763,910.15	8,317,663.79	446,246.36
Autism:					
Salaries of Teachers	342,255.00		342,255.00	293,564.68	48,690.32
General Supplies	10,500.00		10,500.00	7,032.05	3,467.95
Total Autism	352,755.00	-	352,755.00	300,596.73	52,158.27

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Special Education - Instruction (Cont'd):					
Preschool Disabilities - Part-Time:					
Salaries of Teachers	$ 437,451.00		$ 437,451.00	$ 409,367.00	$ 28,084.00
Other Salaries for Instruction	102,730.00		102,730.00	73,386.34	29,343.66
General Supplies	6,800.00		6,800.00	6,472.80	327.20
Total Preschool Disabilities - Part-Time	546,981.00	-	546,981.00	489,226.14	57,754.86
Total Special Education - Instruction	12,513,019.00	$ 39,678.08	12,552,697.08	11,652,364.22	900,332.86
Basic Skills / Remedial - Instruction:					
Salaries of Teachers	2,665,584.00	55,244.00	2,720,828.00	2,620,360.11	100,467.89
Other Salaries for Instruction	282,749.00		282,749.00	239,484.73	43,264.27
Purchased Technical Services	31,990.00	128.75	32,118.75	30,942.75	1,176.00
General Supplies	2,550.00	(128.75)	2,421.25	2,371.67	49.58
Total Basic Skills / Remedial - Instruction	2,982,873.00	55,244.00	3,038,117.00	2,893,159.26	144,957.74
Bilingual Education - Instruction:					
Salaries of Teachers	253,936.00		253,936.00	212,183.32	41,752.68
Purchased Professional - Educational Services	1,500.00	3,572.00	5,072.00	5,072.00	
Other Purchased Services (400-500 Series)	18,462.00		18,462.00	18,461.90	0.10
General Supplies	1,416.00	1,712.00	3,128.00	2,159.22	968.78
Total Bilingual Education - Instruction	275,314.00	5,284.00	280,598.00	237,876.44	42,721.56
School-Sponsored Cocurricular / Extracurricular Activities - Instruction:					
Salaries	665,540.00		665,540.00	608,422.44	57,117.56
Purchased Services (300-500 Series)	4,523.55	1,310.00	5,833.55	1,397.54	4,436.01

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
School-Sponsored Cocurricular / Extracurricular Activities - Instruction (Cont'd):					
Supplies and Materials	$ 50,818.07	$ 992.00	$ 51,810.07	$ 44,983.99	$ 6,826.08
Other Objects	39,774.00	(992.00)	38,782.00	34,165.33	4,616.67
Total School-Sponsored Cocurricular / Extracurricular Activities - Instruction	760,655.62	1,310.00	761,965.62	688,969.30	72,996.32
School-Sponsored Athletics - Instruction:					
Salaries	880,800.00	10,497.49	891,297.49	889,869.21	1,428.28
Purchased Services (300-500 Series)	172,583.00	(10,497.49)	162,085.51	128,492.92	33,592.59
Supplies and Materials	117,747.20	6,082.49	123,829.69	105,585.15	18,244.54
Other Objects	37,590.00		37,590.00	37,184.00	406.00
Total School-Sponsored Athletics - Instruction	1,208,720.20	6,082.49	1,214,802.69	1,161,131.28	53,671.41
Summer School - Instruction:					
Salaries of Teachers	98,900.00		98,900.00	80,256.75	18,643.25
Other Salaries for Instruction	91,585.00		91,585.00	56,843.24	34,741.76
Total Summer School - Instruction	190,485.00	-	190,485.00	137,099.99	53,385.01
Alternative Education Program - Instruction:					
Purchased Professional and Technical Services	319,300.00	107,200.00	426,500.00	426,500.00	-
Other Instructional Programs:					
Salaries	57,235.00	-	57,235.00	15,926.95	41,308.05
Total Instruction	59,815,635.77	(323,070.61)	59,492,565.16	57,060,432.92	2,432,132.24

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Instruction:					
Tuition to Other LEA's Within the State - Regular					
Tuition to Other LEA's Within the State - Special	$ 53,224.00	$ 9,654.00	$ 62,878.00	$ 60,274.86	$ 2,603.14
Tuition to County Vocational School District - Regular	381,779.00		381,779.00	376,058.40	5,720.60
Tuition to CSSD and Regional Day Schools	922,395.00	427,334.00	1,349,729.00	1,240,567.50	109,161.50
Tuition to Private Schools for the Disabled - Within State	5,863,420.00	(879,412.95)	4,984,007.05	4,426,022.79	557,984.26
Tuition - State Facilities	36,247.00		36,247.00	36,247.00	
Total Undistributed Expenditures - Instruction	7,257,065.00	(442,424.95)	6,814,640.05	6,139,170.55	675,469.50
Undistributed Expenditures - Attendance and Social Work:					
Salaries	442,035.00		442,035.00	407,087.93	34,947.07
Purchased Professional and Technical Services	124,358.00		124,358.00	122,187.50	2,170.50
Other Purchased Services (400-500 Series)	16,332.00		16,332.00	9,027.62	7,304.38
Supplies and Materials	5,844.00		5,844.00	1,380.79	4,463.21
Other Objects	500.00		500.00		500.00
Total Undistributed Expenditures - Attendance and Social Work	589,069.00	-	589,069.00	539,683.84	49,385.16
Undistributed Expenditures - Health Services:					
Salaries	1,081,431.00		1,081,431.00	1,061,995.98	19,435.02
Purchased Professional and Technical Services	103,500.00		103,500.00	100,561.00	2,939.00
Other Purchased Services (400-500 Series)	50,600.00		50,600.00	45,974.00	4,626.00
Supplies and Materials	21,699.70	200.00	21,899.70	16,361.41	5,538.29
Other Objects	1,800.00		1,800.00	1,020.00	780.00
Total Undistributed Expenditures - Health Services	1,259,030.70	200.00	1,259,230.70	1,225,912.39	33,318.31
Undistributed Expenditures - Speech, OT, PT and Related Services:					
Salaries	1,819,722.00		1,819,722.00	1,736,859.82	82,862.18

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Speech, OT, PT and Related Services (Cont'd):					
Purchased Professional - Educational Services		$ 23,226.00	$ 23,226.00	$ 23,226.00	
Supplies and Materials	$ 23,626.70		23,626.70	23,581.60	$ 45.10
Total Undistributed Expenditures - Other Support Services - Students - Related Services	1,843,348.70	23,226.00	1,866,574.70	1,783,667.42	82,907.28
Undistributed Expenditures - Other Support Services - Students - Extraordinary Services:					
Salaries	2,305,488.00	(61,904.00)	2,243,584.00	1,972,829.71	270,754.29
Purchased Professional - Educational Services	128,986.00		128,986.00	72,302.44	56,683.56
Total Undistributed Expenditures - Other Support Services - Students - Extraordinary Services	2,434,474.00	(61,904.00)	2,372,570.00	2,045,132.15	327,437.85
Undistributed Expenditures - Guidance: Students - Regular:					
Salaries of Other Professional Staff	2,743,492.00	(100,620.00)	2,642,872.00	2,598,562.90	44,309.10
Salaries of Secretarial and Clerical Assistants	183,933.00		183,933.00	175,022.91	8,910.09
Other Salaries	40,148.00	620.00	40,768.00	40,561.36	206.64
Purchased Professional - Educational Services	103,495.00	5,630.87	109,125.87	102,691.63	6,434.24
Other Purchased Professional and Technical Services	81,500.00		81,500.00	74,038.17	7,461.83
Other Purchased Services (400-500 Series)	7,062.00	(1,367.40)	5,694.60	2,514.16	3,180.44
Supplies and Materials	51,339.04	(2,798.32)	48,540.72	35,822.84	12,717.88
Other Objects	129.00	50.00	179.00	129.00	50.00
Total Undistributed Expenditures - Guidance	3,211,098.04	(98,484.85)	3,112,613.19	3,029,342.97	83,270.22

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Child Study Team:					
Salaries of Other Professional Staff	$ 2,685,645.00	$ (333.00)	$ 2,685,312.00	$ 2,572,573.29	$ 112,738.71
Salaries of Secretarial and Clerical Assistants	446,056.00		446,056.00	422,544.59	23,511.41
Other Salaries	70,191.00	333.00	70,524.00	70,524.00	
Purchased Professional - Educational Services	1,202,453.00	(37,226.00)	1,165,227.00	948,498.03	216,728.97
Other Purchased Professional and Technical Services	55,055.00	14,000.00	69,055.00	68,901.75	153.25
Misc. Purchased Services (400-500 Series) Other than Residence	101,973.99		101,973.99	63,819.42	38,154.57
Supplies and Materials	34,100.00		34,100.00	33,112.82	987.18
Other Objects	20,570.00	(4,372.24)	16,197.76	4,218.00	11,979.76
Total Undistributed Expenditures - Child Study Team	4,616,043.99	(27,598.24)	4,588,445.75	4,184,191.90	404,253.85
Undistributed Expenditures - Improvement of Instruction Services:					
Salaries of Supervisors of Instruction	546,050.00	16,300.00	562,350.00	561,024.97	1,325.03
Salaries of Other Professional Staff	142,485.00	4,574.44	147,059.44	146,971.19	88.25
Salaries of Secretarial and Clerical Assistants	291,927.00	(2,374.44)	289,552.56	280,250.87	9,301.69
Purchased Professional - Educational Services	8,000.00		8,000.00	7,342.50	657.50
Other Purchase Professional and Technical Services	22,250.00	(250.00)	22,000.00	22,000.00	
Other Purchased Services (400-500 Series)	11,250.00	(264.30)	10,985.70	8,094.20	2,891.50
Supplies and Materials	41,611.40	(7,898.26)	33,713.14	33,483.58	229.56
Other Objects	28,235.00	(2,153.00)	26,082.00	26,057.00	25.00
Total Undistributed Expenditures - Improvement of Instruction Services	1,091,808.40	7,934.44	1,099,742.84	1,085,224.31	14,518.53
Undistributed Expenditures - Educational Media Services / School Library:					
Salaries	1,181,736.00	(283.00)	1,181,453.00	1,099,875.57	81,577.43
Salaries of Technology Coordinators	57,917.00	283.00	58,200.00	58,199.52	0.48
Purchased Professional and Technical Services	104,711.00	1,917.78	106,628.78	104,884.87	1,743.91
Other Purchased Services (400-500 Series)	57,276.00		57,276.00	55,494.96	1,781.04

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Supplies and Materials	$ 137,497.18	$ (1,381.48)	$ 136,115.70	$ 116,844.82	$ 19,270.88
Other Objects	950.00		950.00	710.00	240.00
Total Undistributed Expenditures - Educational Media Services / School Library	1,540,087.18	536.30	1,540,623.48	1,436,009.74	104,613.74
Undistributed Expenditures - Instructional Staff Training Services:					
Salaries of Other Professional Staff	174,400.00		174,400.00	98,587.74	75,812.26
Purchased Professional - Educational Services		167,740.97	167,740.97	167,465.97	275.00
Other Purchased Services (400-500 Series)	26,754.00	16,090.22	42,844.22	31,780.12	11,064.10
Supplies and Materials	8,760.00	(426.58)	8,333.42	6,845.56	1,487.86
Total Undistributed Expenditures - Instructional Staff Training Services	209,914.00	183,404.61	393,318.61	304,679.39	88,639.22
Undistributed Expenditures - Support Services - General Administration:					
Salaries	403,466.00	129,725.00	533,191.00	393,843.47	139,347.53
Legal Services	300,000.00	(16,848.00)	283,152.00	275,815.85	7,336.15
Audit Fees	90,000.00	(4,279.50)	85,720.50	79,500.00	6,220.50
Architectural / Engineering Services	86,500.00		86,500.00	82,205.58	4,294.42
Other Purchased Professional Services	30,000.00	21,127.50	51,127.50	51,127.50	
Purchased Technical Services	500.00		500.00		500.00
Communications / Telephone	282,123.00	(3,400.89)	278,722.11	133,570.16	145,151.95
Miscellaneous Purchased Services (400-500) (Other than 530 & 585)	27,700.00	2,487.00	30,187.00	13,134.17	17,052.83
General Supplies	20,130.00		20,130.00	16,231.66	3,898.34
BOE In-House Training / Meeting Supplies	3,500.00		3,500.00	3,372.60	127.40
Judgment against School District	30,000.00		30,000.00	17,500.00	12,500.00
Miscellaneous Expenditures	7,610.00		7,610.00	3,465.00	4,145.00
BOE Membership Dues and Fees	29,000.00		29,000.00	26,662.70	2,337.30
Total Undistributed Expenditures - Support Services - General Administration	1,310,529.00	128,811.11	1,439,340.11	1,096,428.69	342,911.42

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Support Services - School Administration:					
Salaries of Principals / Assistant Principals	$ 2,747,400.00	$ 93,500.00	$ 2,840,900.00	$ 2,834,745.39	$ 6,154.61
Salaries of Other Professional Staff	1,440,843.00	279,569.00	1,720,412.00	1,431,644.41	288,767.59
Salaries of Secretarial and Clerical Assistants	2,205,080.00	(15,000.00)	2,190,080.00	2,120,313.86	69,766.14
Purchased Professional and Technical Services	49,241.00	30,000.00	79,241.00	63,443.79	15,797.21
Other Purchased Services (400-500 Series)	29,905.00	3,250.02	33,155.02	23,986.93	9,168.09
Supplies and Materials	26,940.96	16.78	26,957.74	23,420.76	3,536.98
Other Objects	34,500.00	(50.00)	34,450.00	25,381.90	9,068.10
Total Undistributed Expenditures - Support Services - School Administration	6,533,909.96	391,285.80	6,925,195.76	6,522,937.04	402,258.72
Undistributed Expenditures - Central Services:					
Salaries	1,715,288.00		1,715,288.00	1,685,687.28	29,600.72
Purchase Professional Services	34,000.00	(1,310.00)	32,690.00	11,849.31	20,840.69
Purchased Technical Services	173,780.00	1,535.00	175,315.00	151,795.48	23,519.52
Miscellaneous Purchased Services (400-500 Series)	123,480.00	0.11	123,480.11	75,616.92	47,863.19
Supplies and Materials	57,752.44	328,424.89	386,177.33	68,744.45	317,432.88
Miscellaneous Expenditures	18,710.00	28,750.00	47,460.00	46,931.42	528.58
Total Undistributed Expenditures - Central Services	2,123,010.44	357,400.00	2,480,410.44	2,040,624.86	439,785.58
Undistributed Expenditures - Administration Information Technology:					
Salaries	693,794.00		693,794.00	652,135.61	41,658.39
Purchased Technical Services	312,309.00		312,309.00	176,946.81	135,362.19
Other Purchased Services (400-500 Series)	334,125.00		334,125.00	323,116.70	11,008.30
Supplies and Materials	166,181.00	(327.38)	165,853.62	145,278.42	20,575.20
Other Objects	650.00		650.00	250.00	400.00
Total Undistributed Expenditures - Administration Information Technology	1,507,059.00	(327.38)	1,506,731.62	1,297,727.54	209,004.08

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Required Maintenance for School Facilities:					
Salaries	$ 1,072,903.00		$ 1,072,903.00	$ 1,019,394.56	$ 53,508.44
Cleaning, Repair, and Maintenance Services	541,825.75	$ (4,000.00)	537,825.75	255,223.39	282,602.36
General Supplies	243,481.42	(52,948.20)	190,533.22	145,406.46	45,126.76
Total Undistributed Expenditures - Required Maintenance for School Facilities	1,858,210.17	(56,948.20)	1,801,261.97	1,420,024.41	381,237.56
Undistributed Expenditures - Custodial Services:					
Salaries	3,125,384.00	81.98	3,125,465.98	2,986,414.83	139,051.15
Salaries of Non-Instructional Aides	486,372.00	(81.98)	486,290.02	452,364.16	33,925.86
Purchased Professional and Technical Services	257,563.00		257,563.00	218,149.48	39,413.52
Cleaning, Repair, and Maintenance Services	326,398.00	78,897.51	405,295.51	254,291.44	151,004.07
Other Purchased Property Services	880,828.00		880,828.00	827,226.90	53,601.10
Insurance	429,745.00		429,745.00	409,728.00	20,017.00
Miscellaneous Purchased Services	10,000.00		10,000.00		10,000.00
General Supplies	509,737.22	65,117.42	574,854.64	427,230.13	147,624.51
Energy (Natural Gas)	478,165.00	10,000.00	488,165.00	483,175.62	4,989.38
Energy (Electricity)	3,012,243.00	(10,000.00)	3,002,243.00	2,336,182.27	666,060.73
Other Objects	27,000.00		27,000.00	13,706.50	13,293.50
Total Undistributed Expenditures - Custodial Services	9,543,435.22	144,014.93	9,687,450.15	8,408,469.33	1,278,980.82
Undistributed Expenditures - Care and Upkeep of Grounds:					
Salaries	377,258.00		377,258.00	343,827.56	33,430.44
Cleaning, Repair, and Maintenance Services	172,455.00	7,977.26	180,432.26	179,596.49	835.77
General Supplies	84,000.00	(7,252.60)	76,747.40	53,410.31	23,337.09
Other Objects	700.00		700.00	540.00	160.00
Total Undistributed Expenditures - Care and Upkeep of Grounds	634,413.00	724.66	635,137.66	577,374.36	57,763.30

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Undistributed Expenditures - Security:					
Salaries	$ 254,155.00		$ 254,155.00	$ 252,782.84	$ 1,372.16
Purchased Professional and Technical Services	8,380.00		8,380.00	611.88	7,768.12
Cleaning, Repair, and Maintenance Services	88,995.00		88,995.00	83,004.76	5,990.24
General Supplies	22,150.00		22,150.00	8,141.31	14,008.69
Other Objects		$ 5,000.00	5,000.00	5,000.00	
Total Undistributed Expenditures - Security	373,680.00	5,000.00	378,680.00	349,540.79	29,139.21
Total Undistributed Expenditures - Operation and Maintenance of Plant Services	12,409,738.39	92,791.39	12,502,529.78	10,755,408.89	1,747,120.89
Undistributed Expenditures - Student Transportation Services:					
Salaries for Pupil Transportation (Between Home and School) - Regular	2,005,798.00		2,005,798.00	1,952,313.23	53,484.77
Salaries for Pupil Trans (Bet Home & School) - Sp Ed	118,353.00		118,353.00	94,525.67	23,827.33
Salaries for Pupil Trans (Other than Bet Home & School)		65,122.42	65,122.42	63,627.15	1,495.27
Management Fee - ESC and CTSA Transportation Program	183,916.00		183,916.00	171,786.18	12,129.82
Other Purchased Professional and Technical Services	14,920.00		14,920.00	13,132.89	1,787.11
Cleaning, Repair, and Maintenance Services	39,930.00	14,999.27	54,929.27	36,641.62	18,287.65
Lease Purchase Payments - School Buses	700,419.00	0.73	700,419.73	700,419.73	
Contracted Services - Aid in Lieu Payments - Nonpublic Schools	214,000.00	25,000.00	239,000.00	222,739.70	16,260.30
Contracted Services - (Between Home and School) - Vendors	350,000.00		350,000.00	342,366.80	7,633.20
Contracted Services - (Other than Between Home and School) - Vendors	394,510.00	(92,856.29)	301,653.71	232,388.67	69,265.04
Contracted Services (Special Education Students) - Vendors	2,487,659.00	(70,000.00)	2,417,659.00	2,077,755.54	339,903.46
Miscellaneous Purchased Services - Transportation	74,574.00		74,574.00	74,054.00	520.00
General Supplies	9,757.60	30,000.00	39,757.60	1,573.85	38,183.75
Transportation Supplies	538,522.00	33,792.23	572,314.23	569,457.28	2,856.95
Other Objects	7,060.00	805.07	7,865.07	5,510.00	2,355.07
Total Undistributed Expenditures - Student Transportation Services	7,139,418.60	6,863.43	7,146,282.03	6,558,292.31	587,989.72

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Current Expense (Cont'd):					
Unallocated Benefits - Employee Benefits:					
Group Insurance					
Social Security Contributions	$ 1,890,657.00	$ (110,000.00)	$ 1,780,657.00	$ 1,734,359.33	$ 46,297.67
Other Retirement Contributions - PERS	2,249,782.00	13,998.00	2,263,780.00	2,198,104.96	65,675.04
Workmen's Compensation	1,193,614.00		1,193,614.00	1,177,371.00	16,243.00
Health Benefits	18,434,608.00	(328,738.67)	18,105,869.33	17,242,632.35	863,236.98
Tuition Reimbursements	240,000.00		240,000.00	236,217.09	3,782.91
Other Employee Benefits	2,735,208.00	(675,000.00)	2,060,208.00	1,945,343.74	114,864.26
Unused Sick Payment to Terminated / Retired Staff	500,000.00	350,341.62	850,341.62	849,796.67	544.95
Total Unallocated Benefits - Employee Benefits	27,243,869.00	(749,399.05)	26,494,469.95	25,383,825.14	1,110,644.81
On-Behalf T.P.A.F. Pension Contributions - Normal Cost (non-budgeted)				10,992,661.00	(10,992,661.00)
On-Behalf T.P.A.F. Pension Contributions - Post-Retirement Medical (non-budgeted)				4,986,253.00	(4,986,253.00)
On-Behalf T.P.A.F. Pension Contributions - Long-Term Disability Insurance (non-budgeted)				9,481.00	(9,481.00)
Reimbursed T.P.A.F. Social Security Contributions (non-budgeted)				4,256,393.53	(4,256,393.53)
Total On-behalf T.P.A.F. Contributions	-	-	-	20,244,788.53	(20,244,788.53)
Total Personal Services - Employee Benefits	27,243,869.00	(749,399.05)	26,494,469.95	45,628,613.67	(19,134,143.72)
Total Undistributed Expenditures	82,319,473.40	(187,685.39)	82,131,788.01	95,673,047.66	(13,541,259.65)
Total General Current Expense	142,135,109.17	(510,756.00)	141,624,353.17	152,733,480.58	(11,109,127.41)
Capital Outlay:					
Interest Deposit to Capital Reserve	50.00	-	50.00	-	50.00

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Capital Outlay (Cont'd):					
Facilities Acquisition and Construction Services:					
Architectural / Engineering Services	$ 188,160.00	$ 63,773.84	$ 251,933.84	$ 251,933.84	
Construction Services	5,610,944.69	(996,776.21)	4,614,168.48	2,192,896.65	$ 2,421,271.83
Assessment for Debt Service on SDA Funding	182,956.00		182,956.00	182,956.00	
Total Facilities Acquisition and Construction Services	5,982,060.69	(933,002.37)	5,049,058.32	2,627,786.49	2,421,271.83
Total Capital Outlay	5,982,110.69	(933,002.37)	5,049,108.32	2,627,786.49	2,421,321.83
Transfer of Funds to Charter Schools	183,511.00	-	183,511.00	172,527.00	10,984.00
Total Expenditures	148,300,730.86	(1,443,758.37)	146,856,972.49	155,533,794.07	(8,676,821.58)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,040,118.86)	(55,997.63)	(11,096,116.49)	3,281,484.00	14,377,600.49
Other Financing Sources (Uses):					
Transfer In - Capital Projects Fund (Interest Earnings)				52,777.69	52,777.69
Transfer In - Capital Projects Fund (Unexpended Projects - Capital Reserve)				784,189.99	784,189.99
Transfer Out - to Cover Deficits - Enterprise Funds	(1,154,447.49)		(1,154,447.49)	(873,834.87)	280,612.62
Transfer Out - Capital Reserve to Capital Projects Fund				(2,340,000.00)	(2,340,000.00)
Total Other Financing Sources (Uses)	(1,154,447.49)	-	(1,154,447.49)	(2,376,867.19)	(1,222,419.70)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(12,194,566.35)	(55,997.63)	(12,250,563.98)	904,616.81	13,155,180.79
Fund Balances, July 1	-	-	-	22,238,283.62	22,238,283.62
Fund Balances, June 30	$ (12,194,566.35)	$ (55,997.63)	$ (12,250,563.98)	$ 23,142,900.43	$ 35,393,464.41

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
General Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
Recapitulation of Fund Balance:					
Restricted:					
Capital Reserve				$ 1,530,714.88	
Excess Surplus:					
Current Year				4,887,454.43	
Prior Year - Designated for Subsequent Year's Expenditures				5,211,107.97	
Legal Reserve - 50% School Bus Advertising Revenue; Offset to Fuel Costs - Current Year				18,106.66	
Legal Reserve - 50% School Bus Advertising Revenue; Offset to Fuel Costs - Prior Year				8,073.45	
Assigned:					
Year-End Encumbrances				2,928,384.93	
Designated for Subsequent Year's Expenditures:					
2019-20 Budget				4,688,892.00	
Unassigned				3,870,166.11	
				23,142,900.43	
Reconciliation to Governmental Funds Statements (GAAP):					
Proceeds from Purchasing Agreements (Net of Expenditures)				591,089.18	
Fiscal Year 2019 Last State Aid Payments not Recognized on GAAP Basis				(4,732,637.00)	
Fund Balance per Governmental Funds (GAAP)				$ 19,001,352.61	

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers / Modifications	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Revenue from Local Sources	$ 248,813.55		$ 248,813.55	$ 129,116.03	$ (119,697.52)
Total - Local Sources	248,813.55	-	248,813.55	129,116.03	(119,697.52)
Federal Sources:					
Title I, Part A	637,266.00		637,266.00	563,752.08	(73,513.92)
Title II, Part A	170,679.00		170,679.00	162,318.35	(8,360.65)
Title III	11,461.00		11,461.00	10,503.75	(957.25)
Title III, Immigrant	4,990.00		4,990.00	4,585.11	(404.89)
Title IV, Part A	33,984.00		33,984.00	32,814.70	(1,169.30)
I.D.E.A. Part B, Basic	2,139,037.00		2,139,037.00	1,923,610.89	(215,426.11)
Preschool Education Aid	98,681.00		98,681.00	98,681.00	
Carl D. Perkins Vocational and Technical Education Act of 1998 - Secondary	42,067.00		42,067.00	42,061.09	(5.91)
Total - Federal Sources	3,138,165.00	-	3,138,165.00	2,838,326.97	(299,838.03)
State Sources:					
NJ Non-Public - Nursing Services Aid	2,134.00		2,134.00	2,134.00	
NJ Non-Public - Textbook Aid	1,175.00		1,175.00	1,027.90	(147.10)
NJ Non-Public - Technology Aid	792.00		792.00	719.90	(72.10)
NJ Non-Public - Security Aid	3,300.00		3,300.00	2,948.00	(352.00)
NJ Non-Public Auxiliary - Compensatory Education	3,384.00		3,384.00		(3,384.00)
NJ Non-Public Auxiliary - Transportation	704.00		704.00	218.80	(485.20)
NJ Non-Public Handicapped - Corrective Speech	6,250.00		6,250.00	3,571.20	(2,678.80)
Total - State Sources	17,739.00	-	17,739.00	10,619.80	(7,119.20)
Total Revenues	3,404,717.55	-	3,404,717.55	2,978,062.80	(426,654.75)

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers / Modifications	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
Instruction:					
Salaries of Teachers	$ 344,890.00	$ (28,536.55)	$ 316,353.45	$ 307,389.36	$ 8,964.09
Other Salaries for Instruction	302,253.00	26,221.00	328,474.00	293,209.69	35,264.31
Purchased Professional and Technical Services	113,017.55	87,484.00	200,501.55	178,894.88	21,606.67
Other Purchased Services (400-500 series)	572,887.00		572,887.00	565,111.00	7,776.00
Supplies and Materials	83,600.02		83,600.02	72,157.85	11,442.17
General Supplies	329,924.00	(19,201.33)	310,722.67	257,832.55	52,890.12
Textbooks	1,175.00		1,175.00	1,027.90	147.10
Other Objects	1,880.00	1,372.00	3,252.00	3,252.00	
Total Instruction	1,749,626.57	67,339.12	1,816,965.69	1,678,875.23	138,090.46
Support Services:					
Salaries	215,082.00		215,082.00	213,494.00	1,588.00
Personnel Services - Employee Benefits	129,135.00	2,328.56	131,463.56	130,447.85	1,015.71
Purchased Professional and Technical Services	1,007,048.00	(63,000.00)	944,048.00	858,896.11	85,151.89
Purchased Professional - Educational Services	2,134.00		2,134.00	2,134.00	
Purchased Technical Services	7,867.00		7,867.00		7,867.00
Other Purchased Services (400-500 series)	26,589.67	(5,773.35)	20,816.32	17,045.79	3,770.53
Contracted Services - Transportation Other than Between Home and School	104.01		104.01		104.01
Supplies and Materials	246,154.80	(894.33)	245,260.47	70,803.32	174,457.15
Miscellaneous Expenditures	10,000.00		10,000.00	390.00	9,610.00
Total Support Services	1,644,114.48	(67,339.12)	1,576,775.36	1,293,211.07	283,564.29

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
Special Revenue Fund
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2019

	Original Budget	Budget Transfers / Modifications	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (CONT'D):					
Facilities Acquisition and Construction Services:					
Instructional Equipment	$ 5,000.00		$ 5,000.00		$ 5,000.00
Non-Instructional Equipment	5,976.50		5,976.50	$ 5,976.50	
Total Facilities Acquisition and Construction Services	10,976.50	-	10,976.50	5,976.50	5,000.00
Total Expenditures	3,404,717.55	-	3,404,717.55	2,978,062.80	426,654.75
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part II
Budgetary Comparison Schedule
Note to Required Supplementary Information
For the Fiscal Year Ended June 30, 2019

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

	General Fund	Special Revenue Fund
Sources / Inflows of Resources:		
Actual amounts (budgetary basis) "revenue" from the budgetary comparison schedule (C-series)	$ 158,815,278.07	$ 2,978,062.80
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		2,202.87
Interest earned on purchase agreement account held with fiscal agents is not recognized on the budgetary comparison schedules but is recognized as a revenue on the governmental fund financial statements.	33,787.14	
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes, and State aid payment recognized as revenue for budgetary purposes, not recognized for GAAP statements until the subsequent year.	42,820.00	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	$ 158,891,885.21	$ 2,980,265.67
Uses / Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule (C-series)	$ 155,533,794.07	$ 2,978,062.80
Expenditures related to purchasing agreements are not recognized on the budgetary comparison schedule but are considered expenditures on the governmental fund financial statements.	4,520,189.04	
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		2,202.87
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	$ 160,053,983.11	$ 2,980,265.67

REQUIRED SUPPLEMENTARY INFORMATION
PART III

SCHEDULES RELATED TO ACCOUNTING
AND REPORTING FOR PENSIONS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Proportionate Share of the Net Pension Liability
Public Employees' Retirement System (PERS)
Last Six Plan Years

	Measurement Date Ended June 30,		
	2018	2017	2016
School District's Proportion of the Net Pension Liability	0.2028163076%	0.1998678313%	0.2028651480%
School District's Proportionate Share of the Net Pension Liability	$ 39,933,520.00	$ 46,526,036.00	$ 60,082,838.00
School District's Covered Payroll (Plan Measurement Period)	$ 15,010,248.00	$ 14,624,796.00	$ 14,827,220.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	266.04%	318.13%	405.22%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.60%	48.10%	40.14%
	2015	2014	2013
School District's Proportion of the Net Pension Liability	0.2062558337%	0.2047312625%	0.2101052308%
School District's Proportionate Share of the Net Pension Liability	$ 46,300,302.00	$ 38,331,292.00	$ 40,155,284.00
School District's Covered Payroll (Plan Measurement Period)	$ 15,187,024.00	$ 15,117,748.00	$ 15,563,348.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	304.87%	253.55%	258.01%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	47.93%	52.08%	48.72%

This schedule is presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Contributions
Public Employees' Retirement System (PERS)
Last Six Fiscal Years

	Fiscal Year Ended June 30,		
	2019	2018	2017
Contractually Required Contribution	$ 1,946,949.00	$ 2,017,367.00	$ 1,851,562.00
Contributions in relation to the Contractually Required Contribution	(1,946,949.00)	(2,017,367.00)	(1,851,562.00)
Contribution Deficiency (Excess)	-	-	-
School District's Covered Payroll (Fiscal Year)	$ 13,692,560.00	$ 14,030,222.00	$ 13,658,385.00
Contributions as a Percentage of School District's Covered Payroll	14.22%	14.38%	13.56%
	2016	2015	2014
Contractually Required Contribution	$ 1,802,225.00	$ 1,773,247.00	$ 1,687,775.00
Contributions in relation to the Contractually Required Contribution	(1,802,225.00)	(1,773,247.00)	(1,687,775.00)
Contribution Deficiency (Excess)	-	-	-
School District's Covered Payroll (Fiscal Year)	$ 13,549,985.00	$ 13,915,294.00	$ 14,025,261.00
Contributions as a Percentage of School District's Covered Payroll	13.30%	12.74%	12.03%

This schedule is presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund (TPAF)
Last Six Plan Years

	Measurement Date Ended June 30,		
	2018	2017	2016
School District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%
State's Proportion of the Net Pension Liability associated with the School District	100.00%	100.00%	100.00%
	100.00%	100.00%	100.00%
School District's Proportionate Share of the Net Pension Liability	$ -	$ -	$ -
State's Proportionate Share of the Net Pension Liability associated with the School District	354,658,425.00	383,853,627.00	452,277,035.00
	$ 354,658,425.00	$ 383,853,627.00	$ 452,277,035.00
School District's Covered Payroll (Plan Measurement Period)	$ 68,151,116.00	$ 67,573,936.00	$ 68,827,112.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%
State's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	520.40%	568.05%	657.12%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	26.49%	25.41%	22.33%

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund (TPAF)
Last Six Plan Years

	Measurement Date Ended June 30,		
	2015	2014	2013
School District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%
State's Proportion of the Net Pension Liability associated with the School District	100.00%	100.00%	100.00%
	100.00%	100.00%	100.00%
School District's Proportionate Share of the Net Pension Liability	$ -	$ -	$ -
State's Proportionate Share of the Net Pension Liability associated with the School District	335,380,820.00	298,420,346.00	291,372,670.00
	$ 335,380,820.00	$ 298,420,346.00	$ 291,372,670.00
School District's Covered Payroll (Plan Measurement Period)	$ 68,546,704.00	$ 62,681,564.00	$ 64,809,200.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%
State's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	489.27%	476.09%	449.59%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	28.71%	33.64%	33.76%

This schedule is presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the School District's Contributions
Teachers' Pension and Annuity Fund (TPAF)
Last Ten Fiscal Years

This schedule is not applicable. The School District is not required to make any contributions towards TPAF.

There is a special funding situation where the State of New Jersey pays 100% of the required contributions.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part III
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2019

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None

Changes in Assumptions - The Discount Rate changed at June 30th over the following years, 4.68% 2014, 4.13% 2015, 3.22% 2016, 4.25% 2017 and 4.86% 2018.

The Long-term Expected Rate of Return changed at June 30th over the following years, 7.90% 2014 and 2015, 7.65% 2016, 7.00% 2017 and 2018.

For 2016, demographic assumptions were revised in accordance with the results of the July 1, 2012 - June 30, 2015 experience study.

Teachers' Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None

Changes in Assumptions - The Discount Rate changed at June 30th over the following years, 5.39% 2014, 4.90% 2015, 3.98% 2016, 5.00% 2017 and 5.66% 2018.

The Long-term Expected Rate of Return changed at June 30th over the following years, 7.90% 2014 and 2015, 7.65% 2016, 7.00% 2017 and 2018.

For 2016, demographic assumptions were revised in accordance with the results of the July 1, 2011 - June 30, 2014 experience study and the mortality improvement scale incorporated the Plan actuary's modified MP-2014 projection scale. Further salary increases were assumed to increase between 1.65% and 4.15% (based on age) through fiscal year 2026 and 2.65% and 5.15% (based on age) for each fiscal year thereafter.

For 2015, the social security wage base was set at $118,500.00 for 2015, increasing 4.00% per annum, compounded annually and the 401(a)(17) pay limit was set at $265,000.00 fir 2015, increasing 3.00% per annum, compounded annually.

REQUIRED SUPPLEMENTARY INFORMATION
PART IV

SCHEDULE RELATED TO ACCOUNTING
AND REPORTING FOR POSTEMPLOYMENT BENEFITS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part IV
Schedule of Changes in the School District's
Total OPEB Liability and Related Ratios
Last Two Plan Years

	Measurement Date Ended June 30,	
	2018	2017
Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the School District		
Changes for the Year:		
Service Cost	$ 11,314,901.00	$ 13,623,063.00
Interest Cost	13,871,181.00	11,984,134.00
Difference between Expected and Actual Experience	(36,209,898.00)	
Changes in Assumptions	(37,152,633.00)	(47,917,818.00)
Gross Benefit Payments	(8,657,123.00)	(8,808,334.00)
Member Contributions	299,204.00	324,345.00
Net Change in Total Non-Employer OPEB Liability	(56,534,368.00)	(30,794,610.00)
Total Non-Employer OPEB Liability - July 1	380,290,467.00	411,085,077.00
Total Non-Employer OPEB Liability - June 30	$ 323,756,099.00	$ 380,290,467.00
School District's Covered Payroll (Plan Measurement Period)	$ 72,903,310.00	$ 70,258,624.00
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District as a Percentage of Covered Payroll	444.09%	541.27%

This schedule is presented to illustrate the requirement to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Required Supplementary Information - Part IV
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2019

Changes in Benefit Terms -	None
Differences between Expected and Actual Experience -	The decrease in liability from June 30, 2017 to June 30, 2018 is due to changes in the census, claims and premiums experience.
Changes in Assumptions -	The decrease in the liability from June 30, 2017 to June 30, 2018 is due to the increase in the assumed discount rate from 3.58% as of June 30, 2017 to 3.87% as of June 30, 2018, and a decrease in the assumed health care costs trend and excise tax assumptions.

OTHER SUPPLEMENTARY INFORMATION

Special Revenue Fund

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2019

	Every Student Succeeds Act (E.S.S.A.)					
	Title I, Part A	Title II, Part A	Title III	Title III, Immigrant	Title IV, Part A	Total Carried Forward
REVENUES:						
Federal Sources	$ 563,752.08	$ 162,318.35	$ 10,503.75	$ 4,585.11	$ 32,814.70	$ 773,973.99
State Sources						
Local Sources						
Total Revenues	563,752.08	162,318.35	10,503.75	4,585.11	32,814.70	773,973.99
EXPENDITURES:						
Instruction:						
Salaries of Teachers	286,212.00			1,935.00		288,147.00
Other Salaries for Instruction	70,178.74		8,844.95			79,023.69
Purchased Professional and Technical Services						
Other Purchased Services (400-500 series)						
Supplies and Materials						
General Supplies	78,122.84		856.16	2,019.58		80,998.58
Textbooks						
Other Objects						
Total Instruction	434,513.58	-	9,701.11	3,954.58	-	448,169.27
Support Services:						
Salaries	14,258.00					14,258.00
Personnel Services - Employee Benefits	97,201.00			148.03		97,349.03
Purchased Professional and Technical Services	5,344.00	151,704.35			25,000.00	182,048.35
Purchased Professional - Educational Services						
Other Purchased Services (400-500 series)	950.00	10,614.00	513.00			12,077.00
Supplies and Materials	11,485.50		289.64	482.50	7,814.70	20,072.34
Miscellaneous Expenditures						
Total Support Services	129,238.50	162,318.35	802.64	630.53	32,814.70	325,804.72
Facilities Acquisition and Construction Services:						
Non-Instructional Equipment						
Total Facilities Acquisition and Construction Services	-	-	-	-	-	-
Total Expenditures	563,752.08	162,318.35	10,503.75	4,585.11	32,814.70	773,973.99
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2019

	Total Brought Forward	I.D.E.A. Part B, Basic	Preschool Education Aid	Carl D. Perkins Vocational and Technical Education Act of 1988 - Secondary	NJ Non-Public Nursing Services Aid	NJ Non-Public Textbook Aid	Total Carried Forward
REVENUES:							
Federal Sources	$ 773,973.99	$ 1,923,610.89	$ 98,681.00	$ 42,061.09			$ 2,838,326.97
State Sources					$ 2,134.00	$ 1,027.90	3,161.90
Local Sources							
Total Revenues	773,973.99	1,923,610.89	98,681.00	42,061.09	2,134.00	1,027.90	2,841,488.87
EXPENDITURES:							
Instruction:							
Salaries of Teachers	288,147.00	18,489.91		752.45			307,389.36
Other Salaries for Instruction	79,023.69	214,186.00					293,209.69
Purchased Professional and Technical Services		159,223.77		2,414.00			161,637.77
Other Purchased Services (400-500 series)		492,224.00	72,737.00				564,961.00
Supplies and Materials							
General Supplies	80,998.58	139,397.21		37,436.76			257,832.55
Textbooks						1,027.90	1,027.90
Other Objects		2,372.00					2,372.00
Total Instruction	448,169.27	1,025,892.89	72,737.00	40,603.21	-	1,027.90	1,588,430.27
Support Services:							
Salaries	14,258.00	199,236.00					213,494.00
Personnel Services - Employee Benefits	97,349.03	33,041.26		57.56			130,447.85
Purchased Professional and Technical Services	182,048.35	650,903.76	25,944.00				858,896.11
Purchased Professional - Educational Services					2,134.00		2,134.00
Other Purchased Services (400-500 series)	12,077.00			1,400.32			13,477.32
Supplies and Materials	20,072.34	14,536.98					34,609.32
Miscellaneous Expenditures							
Total Support Services	325,804.72	897,718.00	25,944.00	1,457.88	2,134.00	-	1,253,058.60
Facilities Acquisition and Construction Services:							
Non-Instructional Equipment							
Total Facilities Acquisition and Construction Services	-	-	-	-	-	-	-
Total Expenditures	773,973.99	1,923,610.89	98,681.00	42,061.09	2,134.00	1,027.90	2,841,488.87
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2019

	Total Brought Forward	NJ Non-Public Technology Aid	NJ Non-Public Security Aid	N.J. Nonpublic Auxiliary - Transportation	N.J. Nonpublic Handicapped - Corrective Speech	Miscellaneous Local Grants	Total
REVENUES:							
Federal Sources	$ 2,838,326.97						$ 2,838,326.97
State Sources	3,161.90	$ 719.90	$ 2,948.00	$ 218.80	$ 3,571.20		10,619.80
Local Sources						$ 129,116.03	129,116.03
Total Revenues	2,841,488.87	719.90	2,948.00	218.80	3,571.20	129,116.03	2,978,062.80
EXPENDITURES:							
Instruction:							
Salaries of Teachers	307,389.36						307,389.36
Other Salaries for Instruction	293,209.69						293,209.69
Purchased Professional and Technical Services	161,637.77				3,571.20	13,685.91	178,894.88
Other Purchased Services (400-500 series)	564,961.00					150.00	565,111.00
Supplies and Materials		719.90				71,437.95	72,157.85
General Supplies	257,832.55						257,832.55
Textbooks	1,027.90						1,027.90
Other Objects	2,372.00					880.00	3,252.00
Total Instruction	1,588,430.27	719.90	-	-	3,571.20	86,153.86	1,678,875.23
Support Services:							
Salaries	213,494.00						213,494.00
Personnel Services - Employee Benefits	130,447.85						130,447.85
Purchased Professional and Technical Services	858,896.11						858,896.11
Purchased Professional - Educational Services	2,134.00						2,134.00
Other Purchased Services (400-500 series)	13,477.32		2,948.00	218.80		401.67	17,045.79
Supplies and Materials	34,609.32					36,194.00	70,803.32
Miscellaneous Expenditures						390.00	390.00
Total Support Services	1,253,058.60	-	2,948.00	218.80	-	36,985.67	1,293,211.07
Facilities Acquisition and Construction Services:							
Non-Instructional Equipment						5,976.50	5,976.50
Total Facilities Acquisition and Construction Services	-	-	-	-	-	5,976.50	5,976.50
Total Expenditures	2,841,488.87	719.90	2,948.00	218.80	3,571.20	129,116.03	2,978,062.80
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-

OTHER SUPPLEMENTARY INFORMATION

Capital Projects Fund

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Summary Schedule of Project Expenditures - Budgetary Basis
For the Fiscal Year Ended June 30, 2019

Project Title / Issue	Appropriations	Expenditures to Date: Prior Years	Expenditures to Date: Current Year	Unexpended Balance June 30, 2019
Washington Township High School - Science Labs	$ 828,853.00	$ 772,183.09	$ 56,669.91	
District-Wide Locks	252,710.00	10,329.14	242,380.86	
Washington Township High School - Roof	36,000.00	29,722.78		$ 6,277.22
Chestnut Ridge Middle School - Roof	883,878.23	830,713.04	52,931.74	233.45
Bunker Hill Middle School - Roof	1,465,267.38	406,065.86	642,587.39	416,614.13
Washington Township High School - Roof (11/12)	762,290.00	21,027.30	401,125.95	340,136.75
Washington Township High School - Tennis Court	195,082.29	7,743.32	187,338.97	
Orchard Valley Middle School - Doors	23,922.00			23,922.00
Washington Township High School - Doors	31,610.00			31,610.00
Birches Elementary School - Roof	180,000.00		49,844.57	130,155.43
Gym Floors	2,216,050.11		118,592.47	2,097,457.64
	$ 6,875,663.01	$ 2,077,784.53	$ 1,751,471.86	$ 3,046,406.62

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Statement of Revenues, Expenditures and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year Ended June 30, 2019

Revenues and Other Financing Sources:	
Interest and Investment Earnings	$ 52,777.69
Local Share - Withdraw from Capital Reserve	2,340,000.00
Total Revenues and Other Financing Sources	2,392,777.69
Expenditures and Other Financing Uses:	
Other Purchased Professional and Technical Services	236,975.56
Construction Services	1,514,496.30
Transfer to General Fund - Interest Revenue	52,777.69
Transfer to General Fund - Capital Reserve	784,189.99
Total Expenditures and Other Financing Uses	2,588,439.54
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(195,661.85)
Fund Balances, July 1	3,242,068.47
Fund Balances, June 30	$ 3,046,406.62
Recapitulation:	
Restricted for Capital Projects:	
Year-End Encumbrances	$ 145,733.12
Designated for Subsequent Year's Expenditures	2,900,673.50
	$ 3,046,406.62

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Washington Township High School - Science Labs
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
State Sources - SDA Grant	$ 430,963.00		$ 430,963.00	$ 430,963.00
Local Share - Withdraw from Capital Reserve	397,890.00		397,890.00	397,890.00
Total Revenues and Other Financing Sources	828,853.00	-	828,853.00	828,853.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	93,053.26		93,053.26	93,053.26
Construction Services	679,129.83	$ 56,669.91	735,799.74	735,799.74
Total Expenditures and Other Financing Uses	772,183.09	56,669.91	828,853.00	828,853.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 56,669.91	$ (56,669.91)	-	-

Additional Project Information:	
Project Number	5500-010-05-0ARU
Grant Date	12/22/05
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	$ 1,002,706.00
Additional Authorized Cost	$ (173,853.00)
Revised Authorized Cost	$ 828,853.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	08/25/06
Revised Target Completion Date	08/31/18

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
District-Wide Locks
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 200,000.00	$ 52,710.00	$ 252,710.00	$ 252,710.00
Total Revenues and Other Financing Sources	200,000.00	52,710.00	252,710.00	252,710.00
Expenditures and Other Financing Uses:				
Construction Services	10,329.14	242,380.86	252,710.00	252,710.00
Total Expenditures and Other Financing Uses	10,329.14	242,380.86	252,710.00	252,710.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 189,670.86	$ (189,670.86)	-	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 200,000.00
Additional Authorized Cost	$ 52,710.00
Revised Authorized Cost	$ 252,710.00
Percentage Increase Over Original Authorized Cost	26.36%
Percentage Completion	100.00%
Original Target Completion Date	12/31/17
Revised Target Completion Date	08/31/18

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Thomas Jefferson Elementary School - HVAC
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 19,200.00		$ 19,200.00	
Total Revenues and Other Financing Sources	19,200.00	-	19,200.00	-
Expenditures and Other Financing Uses:				
Cancellation - Transfer to Capital Reserve		$ 19,200.00	19,200.00	
Total Expenditures and Other Financing Uses	-	19,200.00	19,200.00	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 19,200.00	$ (19,200.00)	-	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 55,000.00
Additional Authorized Cost	$ (55,000.00)
Revised Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	n/a
Original Target Completion Date	12/31/17
Revised Target Completion Date	08/31/18

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Hurffville Elementary School - HVAC
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 43,000.00		$ 43,000.00	
Total Revenues and Other Financing Sources	43,000.00	-	43,000.00	-
Expenditures and Other Financing Uses:				
Cancellation - Transfer to Capital Reserve		$ 43,000.00	43,000.00	
Total Expenditures and Other Financing Uses	-	43,000.00	43,000.00	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 43,000.00	$ (43,000.00)	-	-

Additional Project Information:

Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 60,000.00
Additional Authorized Cost	$ (60,000.00)
Revised Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	n/a
Original Target Completion Date	12/31/17
Revised Target Completion Date	10/31/18

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Washington Township High School - Install Doors
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 50,000.00		$ 50,000.00	
Total Revenues and Other Financing Sources	50,000.00	-	50,000.00	-
Expenditures and Other Financing Uses:				
Cancellation - Transfer to Capital Reserve		$ 50,000.00	50,000.00	
Total Expenditures and Other Financing Uses	-	50,000.00	50,000.00	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 50,000.00	$ (50,000.00)	-	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 50,000.00
Additional Authorized Cost	$ (50,000.00)
Revised Authorized Cost	-
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	n/a
Original Target Completion Date	12/31/17
Revised Target Completion Date	08/31/18

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Washington Township High School - Turf Field
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 454,395.00		$ 454,395.00	$ 444,395.00
Total Revenues and Other Financing Sources	454,395.00	-	454,395.00	444,395.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	25,000.00		25,000.00	25,000.00
Construction Services	419,395.00		419,395.00	419,395.00
Cancellation - Transfer to Capital Reserve		$ 10,000.00	10,000.00	
Total Expenditures and Other Financing Uses	444,395.00	10,000.00	454,395.00	444,395.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 10,000.00	$ (10,000.00)	-	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 410,000.00
Additional Authorized Cost	$ 34,395.00
Revised Authorized Cost	$ 444,395.00
Percentage Increase Over Original Authorized Cost	8.39%
Percentage Completion	100.00%
Original Target Completion Date	12/31/17
Revised Target Completion Date	08/31/18

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Washington Township High School - Roof
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 317,800.00		$ 317,800.00	$ 36,000.00
Total Revenues and Other Financing Sources	317,800.00	-	317,800.00	36,000.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	29,722.78		29,722.78	36,000.00
Cancellation - Transfer to Capital Reserve		$ 281,800.00	281,800.00	
Total Expenditures and Other Financing Uses	29,722.78	281,800.00	311,522.78	36,000.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 288,077.22	$ (281,800.00)	$ 6,277.22	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 317,800.00
Additional Authorized Cost	$ (281,800.00)
Revised Authorized Cost	$ 36,000.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	82.56%
Original Target Completion Date	12/31/17
Revised Target Completion Date	05/01/20

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Chestnut Ridge Middle School - Roof
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 1,200,000.00		$ 1,200,000.00	$ 883,878.23
Total Revenues and Other Financing Sources	1,200,000.00	-	1,200,000.00	883,878.23
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	78,817.84	$ 8,086.94	86,904.78	87,138.23
Construction Services	751,895.20	44,844.80	796,740.00	796,740.00
Cancellation - Transfer to Capital Reserve		316,121.77	316,121.77	
Total Expenditures and Other Financing Uses	830,713.04	369,053.51	1,199,766.55	883,878.23
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 369,286.96	$ (369,053.51)	$ 233.45	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 1,200,000.00
Additional Authorized Cost	$ (316,121.77)
Revised Authorized Cost	$ 883,878.23
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	99.97%
Original Target Completion Date	12/31/17
Revised Target Completion Date	09/01/19

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Bunker Hill Middle School - Roof
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 1,551,000.00	$ (41,179.52)	$ 1,509,820.48	$ 1,465,267.38
Total Revenues and Other Financing Sources	1,551,000.00	(41,179.52)	1,509,820.48	1,465,267.38
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	38,645.00	57,108.25	95,753.25	151,267.38
Construction Services	367,420.86	585,479.14	952,900.00	1,314,000.00
Cancellation - Transfer to Capital Reserve		44,553.10	44,553.10	
Total Expenditures and Other Financing Uses	406,065.86	687,140.49	1,093,206.35	1,465,267.38
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 1,144,934.14	$ (728,320.01)	$ 416,614.13	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 1,551,000.00
Additional Authorized Cost	$ (85,732.62)
Revised Authorized Cost	$ 1,465,267.38
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	71.57%
Original Target Completion Date	10/31/18
Revised Target Completion Date	9/1/2019

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Washington Township High School - Roof (11/12)
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 815,000.00	$ (52,710.00)	$ 762,290.00	$ 762,290.00
Total Revenues and Other Financing Sources	815,000.00	(52,710.00)	762,290.00	762,290.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	21,027.30	29,375.25	50,402.55	140,000.00
Construction Services		371,750.70	371,750.70	622,290.00
Total Expenditures and Other Financing Uses	21,027.30	401,125.95	422,153.25	762,290.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 793,972.70	$ (453,835.95)	$ 340,136.75	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 815,000.00
Additional Authorized Cost	$ (52,710.00)
Revised Authorized Cost	$ 762,290.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	55.38%
Original Target Completion Date	10/31/18
Revised Target Completion Date	5/1/2020

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Washington Township High School - Tennis Court
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 225,000.00	$ (14,870.59)	$ 210,129.41	$ 195,082.29
Total Revenues and Other Financing Sources	225,000.00	(14,870.59)	210,129.41	195,082.29
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services	7,743.32	13,685.21	21,428.53	21,428.53
Construction Services		173,653.76	173,653.76	173,653.76
Cancellation - Transfer to Capital Reserve		15,047.12	15,047.12	
Total Expenditures and Other Financing Uses	7,743.32	202,386.09	210,129.41	195,082.29
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 217,256.68	$ (217,256.68)	-	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 225,000.00
Additional Authorized Cost	$ (29,917.71)
Revised Authorized Cost	$ 195,082.29
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	08/31/18
Revised Target Completion Date	n/a

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Orchard Valley Middle School - Doors
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 28,390.00		$ 28,390.00	$ 23,922.00
Total Revenues and Other Financing Sources	28,390.00	-	28,390.00	23,922.00
Expenditures and Other Financing Uses:				
Construction Services				23,922.00
Cancellation - Transfer to Capital Reserve		$ 4,468.00	4,468.00	
Total Expenditures and Other Financing Uses	-	4,468.00	4,468.00	23,922.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 28,390.00	$ (4,468.00)	$ 23,922.00	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 28,390.00
Additional Authorized Cost	$ (4,468.00)
Revised Authorized Cost	$ 23,922.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original Target Completion Date	11/15/18
Revised Target Completion Date	09/01/19

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Washington Township High School - Doors
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve	$ 31,610.00		$ 31,610.00	$ 31,610.00
Total Revenues and Other Financing Sources	31,610.00	-	31,610.00	31,610.00
Expenditures and Other Financing Uses:				
Construction Services				31,610.00
Total Expenditures and Other Financing Uses	-	-	-	31,610.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	$ 31,610.00	-	$ 31,610.00	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 31,610.00
Additional Authorized Cost	-
Revised Authorized Cost	$ 31,610.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	0.00%
Original Target Completion Date	11/15/18
Revised Target Completion Date	09/01/19

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Birches Elementary School - Roof
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve		$ 180,000.00	$ 180,000.00	$ 180,000.00
Total Revenues and Other Financing Sources	-	180,000.00	180,000.00	180,000.00
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services		10,127.44	10,127.44	20,000.00
Construction Services		39,717.13	39,717.13	160,000.00
Total Expenditures and Other Financing Uses	-	49,844.57	49,844.57	180,000.00
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	$ 130,155.43	$ 130,155.43	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 180,000.00
Additional Authorized Cost	-
Revised Authorized Cost	$ 180,000.00
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	27.69%
Original Target Completion Date	09/01/19
Revised Target Completion Date	n/a

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Capital Projects Fund
Schedule of Project Revenues, Expenditures, Project Balance, and Project Status - Budgetary Basis
Gym Floors
From Inception and for the Fiscal Year Ended June 30, 2019

	Prior Years	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Share - Withdraw from Capital Reserve		$ 2,216,050.11	$ 2,216,050.11	$ 2,216,050.11
Total Revenues and Other Financing Sources	-	2,216,050.11	2,216,050.11	2,216,050.11
Expenditures and Other Financing Uses:				
Other Purchased Professional and Technical Services		118,592.47	118,592.47	216,050.11
Construction Services				2,000,000.00
Total Expenditures and Other Financing Uses	-	118,592.47	118,592.47	2,216,050.11
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	$ 2,097,457.64	$ 2,097,457.64	-

Additional Project Information:	
Project Number	n/a
Authorized Date	n/a
Bond Authorization Date	n/a
Bonds Authorized	n/a
Bonds Issued	n/a
Original Authorized Cost	$ 2,160,000.00
Additional Authorized Cost	$ 56,050.11
Revised Authorized Cost	$ 2,216,050.11
Percentage Increase Over Original Authorized Cost	2.59%
Percentage Completion	5.35%
Original Target Completion Date	09/01/19
Revised Target Completion Date	n/a

OTHER SUPPLEMENTARY INFORMATION

Proprietary Funds

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Net Position
June 30, 2019

	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total
ASSETS:						
Current Assets:						
Cash and Cash Equivalents	$ 898,295.80	$ 379,750.81	$ 27,192.76	$ 612,182.09	$ 154,411.82	$ 2,071,833.28
Interfund Accounts Receivable:						
Center for the Performing Arts	3,600.00		11,970.00			15,570.00
Intergovernmental Accounts Receivable:						
Federal	17,624.96					17,624.96
State	441.04					441.04
Other Accounts Receivable	8,710.03			20,000.00		28,710.03
Inventories	20,517.78					20,517.78
Total Current Assets	949,189.61	379,750.81	39,162.76	632,182.09	154,411.82	2,154,697.09
Noncurrent Assets:						
Machinery and Equipment	1,443,436.16	37,999.90		302,239.51	48,725.01	1,832,400.58
Less: Accumulated Depreciation	(1,186,076.50)	(15,195.61)		(245,693.30)	(17,256.57)	(1,464,221.98)
Total Machinery and Equipment (Net of Accumulated Depreciation)	257,359.66	22,804.29	-	56,546.21	31,468.44	368,178.60
Total Noncurrent Assets	257,359.66	22,804.29	-	56,546.21	31,468.44	368,178.60
Total Assets	1,206,549.27	402,555.10	39,162.76	688,728.30	185,880.26	2,522,875.69
LIABILITIES:						
Current Liabilities:						
Accounts Payable:						
Other	8,191.67	1,191.06		511.18	656.86	10,550.77

(Continmued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Net Position
June 30, 2019

	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total
LIABILITIES (CONT'D):						
Current Liabilities (Cont'd):						
Interfund Accounts Payable:						
General Fund	$ 641,838.57	$ 187,916.89		$ 512,578.65		$ 1,342,334.11
Food Service Fund				3,600.00		3,600.00
Telecomm Fund				11,970.00		11,970.00
Accrued Salaries and Benefits	17,175.66	4,809.78	$ 2,325.83	8,767.60	$ 8,046.00	41,124.87
Customer Deposits Payable				79,871.44		79,871.44
Compensated Absences Payable	11,959.66			2,055.41		14,015.07
Unearned Revenue	49,601.58					49,601.58
Total Current Liabilities	728,767.14	193,917.73	2,325.83	619,354.28	8,702.86	1,553,067.84
Noncurrent Liabilities:						
Compensated Absences Payable	107,636.97	-	-	18,498.65	-	126,135.62
Total Liabilities	836,404.11	193,917.73	2,325.83	637,852.93	8,702.86	1,679,203.46
NET POSITION:						
Net Investment in Capital Assets	257,359.66	22,804.29		56,546.21	31,468.44	368,178.60
Unrestricted (Deficit)	112,785.50	185,833.08	36,836.93	(5,670.84)	145,708.96	475,493.63
Total Net Position	$ 370,145.16	$ 208,637.37	$ 36,836.93	$ 50,875.37	$ 177,177.40	$ 843,672.23

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2019

	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total
OPERATING REVENUES:						
Charges for Services:						
Daily Sales - Reimbursable Programs	$ 755,544.15					$ 755,544.15
Daily Sales - Non-Reimbursable Programs	535,149.85					535,149.85
Special Functions	48,912.49					48,912.49
Tuition		$ 104,096.00				104,096.00
Other Activity Income			$ 17,266.00			17,266.00
Admissions				$ 113,106.37		113,106.37
Rentals				81,400.00		81,400.00
Registrations					$ 63,962.50	63,962.50
Miscellaneous	4,066.35			69,569.20		73,635.55
Total Operating Revenues	1,343,672.84	104,096.00	17,266.00	264,075.57	63,962.50	1,793,072.91
OPERATING EXPENSES:						
Salaries	1,197,530.18	87,282.56	8,254.58	206,235.65	63,207.00	1,562,509.97
Support Services - Employee Benefits	865,163.14					865,163.14
Purchased Professional/Technical Services		618.78		7,665.62		8,284.40
Purchased Property Services	38,081.12	30,600.33		13,412.40	2,699.00	84,792.85
Other Purchased Services	8,001.99			31,810.49	950.00	40,762.48
Supplies and Materials	52,483.84	5,179.68		32,449.40	80.00	90,192.92
Depreciation	23,626.63	1,600.30		10,871.13	6,090.63	42,188.69
Cost of Sales - Reimbursable Program	607,587.54					607,587.54
Cost of Sales - Nonreimbursable Program	239,780.74					239,780.74
Miscellaneous	6,488.27	589.00		12,369.01		19,446.28
Total Operating Expenses	3,038,743.45	125,870.65	8,254.58	314,813.70	73,026.63	3,560,709.01

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2019

	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total
Operating Income (Loss)	$ (1,695,070.61)	$ (21,774.65)	$ 9,011.42	$ (50,738.13)	$ (9,064.13)	$ (1,767,636.10)
NONOPERATING REVENUES (EXPENSES):						
State Sources:						
State School Lunch Program	19,069.48					19,069.48
Federal Sources:						
National School Breakfast Program	118,524.13					118,524.13
National School Lunch Program	627,826.08					627,826.08
Special Milk Program for Children	361.68					361.68
Food Distribution Program	133,976.16					133,976.16
Interest and Investment Revenue	30,199.77			11,312.27		41,512.04
Total Nonoperating Revenues (Expenses)	929,957.30	-	-	11,312.27	-	941,269.57
Income (Loss) before Transfers	(765,113.31)	(21,774.65)	9,011.42	(39,425.86)	(9,064.13)	(826,366.53)
TRANSFERS:						
Board Contribution	873,834.87	-	-	-	-	873,834.87
Change in Net Position	108,721.56	(21,774.65)	9,011.42	(39,425.86)	(9,064.13)	47,468.34
Net Position, July 1	261,423.60	230,412.02	27,825.51	90,301.23	186,241.53	796,203.89
Net Position, June 30	$ 370,145.16	$ 208,637.37	$ 36,836.93	$ 50,875.37	$ 177,177.40	$ 843,672.23

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2019

	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total
CASH FLOWS FROM OPERATING ACTIVITIES:						
Receipts from Customers and Users	$ 1,340,149.27	$ 104,124.00	$ 23,096.00	$ 346,210.01	$ 63,962.50	$ 1,877,541.78
Payments to Suppliers	(1,480,448.28)	(6,697.66)		56,670.98	(3,072.14)	(1,433,547.10)
Payments to Employees	(2,059,694.15)	(85,904.54)	(7,390.62)	(204,012.63)	(60,261.00)	(2,417,262.94)
Net Cash Provided by (Used for) Operating Activities	(2,199,993.16)	11,521.80	15,705.38	198,868.36	629.36	(1,973,268.26)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Federal Sources	1,073,952.87					1,073,952.87
State Sources	24,070.51					24,070.51
Operating Subsidies	873,834.87					873,834.87
Net Cash Provided by (Used for) Noncapital Financing Activities	1,971,858.25	-	-	-	-	1,971,858.25
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Purchases of Capital Assets				(2,862.00)		(2,862.00)
Net Cash Provided by (Used for) Capital and Related Financing Activities	-	-	-	(2,862.00)	-	(2,862.00)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest and Dividends Received	30,199.77			11,312.27		41,512.04
Net Cash Provided by (Used for) Investing Activities	30,199.77	-	-	11,312.27	-	41,512.04
Net Increase (Decrease) in Cash and Cash Equivalents	(197,935.14)	11,521.80	15,705.38	207,318.63	629.36	37,240.03
Cash and Cash Equivalents, July 1	1,096,230.94	368,229.01	11,487.38	404,863.46	153,782.46	2,034,593.25
Cash and Cash Equivalents, June 30	$ 898,295.80	$ 379,750.81	$ 27,192.76	$ 612,182.09	$ 154,411.82	$ 2,071,833.28

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Business-Type Activities - Enterprise Funds
Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2019

	Food Service	Child Care Program	Telecomm	Center for the Performing Arts	Drivers Education	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Operating Income (Loss)	$ (1,695,070.61)	$ (21,774.65)	$ 9,011.42	$ (50,738.13)	$ (9,064.13)	$ (1,767,636.10)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:						
Depreciation	23,626.63	1,600.30		10,871.13	6,090.63	42,188.69
(Increase) Decrease in Interfund Accounts Receivable			5,130.00			5,130.00
(Increase) Decrease in Other Accounts Receivable	1,808.80	28.00	700.00	45,730.00		48,266.80
(Increase) Decrease in Inventories	5,427.36					5,427.36
Increase (Decrease) in Accounts Payable	(13,619.84)	(310.20)		511.18	656.86	(12,762.00)
Increase (Decrease) in Interfund Accounts Payable	(519,832.30)	30,600.33		153,866.72		(335,365.25)
Increase (Decrease) in Accrued Salaries and Benefits	16,525.66	1,378.02	863.96	(2,514.28)	2,946.00	19,199.36
Increase (Decrease) in Customer Deposits Payable				36,404.44		36,404.44
Increase (Decrease) in Unearned Revenue	(5,332.37)					(5,332.37)
Increase (Decrease) in Compensated Absences Payable	(13,526.49)			4,737.30		(8,789.19)
Total Adjustments	(504,922.55)	33,296.45	6,693.96	249,606.49	9,693.49	(205,632.16)
Net Cash Provided by (Used for) Operating Activities	$ (2,199,993.16)	$ 11,521.80	$ 15,705.38	$ 198,868.36	$ 629.36	$ (1,973,268.26)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Governmental Activities - Internal Service Fund
Statement of Net Position
June 30, 2019

	Paper Supplies & District Printing
LIABILITIES:	
Current Liabilities:	
Accounts Payable:	
Other	$ 3,210.78
Interfund Accounts Payable:	
General Fund	22,920.74
Accrued Salaries and Benefits	1,910.83
Total Current Liabilities	28,042.35
Total Liabilities	28,042.35
NET POSITION:	
Unrestricted (Deficit)	$ (28,042.35)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Governmental Activities - Internal Service Fund
Statement of Revenues, Expenses and Changes in Fund Net Position
For the Fiscal Year Ended June 30, 2019

	Paper Supplies & District Printing
OPERATING REVENUES:	
Charges for Services:	
Services Provided to Other Funds	$ 119,047.88
OPERATING EXPENSES:	
Salaries	6,317.43
Supplies and Materials	140,772.80
Total Operating Expenses	147,090.23
Operating Income (Loss)	(28,042.35)
Change in Net Position	(28,042.35)
Net Position, July 1	-
Net Position (Deficit), June 30	$ (28,042.35)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Proprietary Funds
Governmental Activities - Internal Service Fund
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2019

	Paper Supplies & District Printing
CASH FLOWS FROM OPERATING ACTIVITIES:	
Receipts from Customers and Users	$ 119,047.88
Payments to Suppliers	(119,716.14)
Payments to Employees	(5,116.40)
Net Cash Provided by (Used for) Operating Activities	(5,784.66)
Net Increase (Decrease) in Cash and Cash Equivalents	(5,784.66)
Cash and Cash Equivalents, July 1	5,784.66
Cash and Cash Equivalents, June 30	-
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:	
Operating Income (Loss)	$ (28,042.35)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:	
Increase (Decrease) in Accounts Payable	711.66
Increase (Decrease) in Interfund Accounts Payable	20,345.00
Increase (Decrease) in Accrued Salaries and Benefits	1,201.03
Total Adjustments	22,257.69
Net Cash Provided by (Used for) Operating Activities	$ (5,784.66)

OTHER SUPPLEMENTARY INFORMATION

FIDUCIARY FUNDS

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Fiduciary Funds
Combining Statement of Fiduciary Net Position
June 30, 2019

	Private-Purpose Trust Funds		Agency Funds			
	Unemployment Compensation Trust	Scholarship Fund	Student Activity	Vendors / Bidders	Payroll	Total
ASSETS:						
Cash and Cash Equivalents	$ 1,370,064.34	$ 122,307.39	$ 409,706.94	-	$ 2,623,551.23	$ 4,525,629.90
LIABILITIES:						
Interfund Accounts Payable:						
General Fund					$ 1,718,936.52	1,718,936.52
Intergovernmental Accounts Payable:						
State	744.00					744.00
Payable to Student Groups			$ 409,706.94			409,706.94
Payroll Deductions and Withholdings					904,614.71	904,614.71
Total Liabilities	744.00	-	$ 409,706.94	-	$ 2,623,551.23	3,034,002.17
NET POSITION:						
Held in Trust for:						
Unemployment Claims	1,369,320.34					1,369,320.34
Scholarships		122,307.39				122,307.39
Total Net Position	$ 1,369,320.34	$ 122,307.39				$ 1,491,627.73

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

	Private-Purpose Trust Funds		
	Unemployment Compensation Trust	Scholarship Fund	Total
ADDITIONS:			
Contributions:			
Other	$ 132,746.88	-	$ 132,746.88
Investment Earnings:			
Interest and Dividends	26,543.69	$ 2,772.11	29,315.80
Total Additions	159,290.57	2,772.11	162,062.68
DEDUCTIONS:			
Awarded Scholarships		2,531.43	2,531.43
Claims	27,570.88		27,570.88
Miscellaneous		60.00	60.00
Total Deductions	27,570.88	2,591.43	30,162.31
Change in Net Position	131,719.69	180.68	131,900.37
Net Position, July 1	1,237,600.65	22,126.71	1,259,727.36
Prior Period Adjustments	-	100,000.00	100,000.00
Net Position, July 1 (Restated)	1,237,600.65	122,126.71	1,359,727.36
Net Position, June 30	$ 1,369,320.34	$ 122,307.39	$ 1,491,627.73

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

	Balance June 30, 2018	Cash Receipts	Cash Disbursements	Balance June 30, 2019
Elementary Schools:				
Bells Elementary School	$ 4,158.80	$ 9,861.98	$ 6,818.97	$ 7,201.81
Birches Elementary School	5,591.87	7,027.72	9,738.45	2,881.14
Grenloch Elementary School	22.53	2,345.33	1,981.00	386.86
Hurffville Elementary School	5,964.26	7,506.02	12,279.45	1,190.83
Thomas Jefferson Elementary School	1,675.50	7,646.12	7,296.55	2,025.07
Wedgwood Elementary School	1,463.71	8,371.77	8,719.20	1,116.28
Whitman Elementary School	8,729.07	9,703.16	13,592.55	4,839.68
Total Elementary Schools	27,605.74	52,462.10	60,426.17	19,641.67
Middle Schools				
Bunker Hill School	20,835.13	69,276.06	69,825.12	20,286.07
Chestnut Ridge School	44,156.45	94,017.40	113,206.61	24,967.24
Orchard Valley School	43,983.39	88,403.25	84,677.26	47,709.38
Total Middle Schools	108,974.97	251,696.71	267,708.99	92,962.69
High School:				
Washington Township High School	281,211.94	1,460,798.00	1,444,907.36	297,102.58
Total all Schools	$ 417,792.65	$ 1,764,956.81	$ 1,773,042.52	$ 409,706.94

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

	Balance June 30, 2018	Additions	Deletions	Balance June 30, 2019
ASSETS:				
Cash and Cash Equivalents	$ 2,032,251.23	$ 104,222,644.67	$ 103,631,344.67	$ 2,623,551.23
Total Assets	$ 2,032,251.23	$ 104,222,644.67	$ 103,631,344.67	$ 2,623,551.23
LIABILITIES:				
Intrafund Accounts Payable:				
Unemployment Compensation Trust		$ 132,746.88	$ 132,746.88	
Interfund Accounts Payable:				
General Fund	$ 1,710,591.51	8,345.01		$ 1,718,936.52
Payroll Deductions and Withholdings	321,659.72	104,081,552.78	103,498,597.79	904,614.71
Total Liabilities	$ 2,032,251.23	$ 104,222,644.67	$ 103,631,344.67	$ 2,623,551.23

OTHER SUPPLEMENTARY INFORMATION

Long-Term Debt

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of General Serial Bonds
For the Fiscal Year Ended June 30, 2019

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance June 30, 2018	Retired	Balance June 30, 2019
Refunding Bond, Series 2012	04/03/12	$ 7,205,000.00	03/01/20	$ 865,000.00	2.25%			
			03/01/21	880,000.00	2.50%			
			03/01/22	885,000.00	2.75%			
			03/01/23	920,000.00	3.00%	$ 4,395,000.00	$ 845,000.00	$ 3,550,000.00
Refunding Bond, Series 2016	12/28/16	7,550,000.00	03/01/24	1,000,000.00	4.00%			
			03/01/25	1,065,000.00	4.00%			
			03/01/26	1,090,000.00	4.00%			
			03/01/27	1,090,000.00	4.00%			
			03/01/28	1,080,000.00	4.00%			
			03/01/29	1,070,000.00	3.25%			
			03/01/30	1,050,000.00	3.25%	7,445,000.00		7,445,000.00
						$ 11,840,000.00	$ 845,000.00	10,995,000.00
Unamortized Premium								519,023.59
								$ 11,514,023.59

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Obligations under Capital Leases
For the Fiscal Year Ended June 30, 2019

Description	Date of Lease	Term of Lease (in Months)	Amount of Original Issue Principal	Amount of Original Issue Interest	Interest Rate Payable	Amount Outstanding June 30, 2018	Decreases	Amount Outstanding June 30, 2019
Hyper Converged Infrastructure	05/17/18	60	$ 268,326.60	-	0.00%	$ 214,661.28	$ 53,665.32	$ 160,995.96

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

	Original Budget	Budget Modifications / Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 1,234,916.00		$ 1,234,916.00	$ 1,234,916.00	
EXPENDITURES:					
Regular Debt Service:					
Interest on Bonds	392,200.00		392,200.00	392,200.00	
Redemption of Principal	845,000.00		845,000.00	845,000.00	
Total Regular Debt Service	1,237,200.00	-	1,237,200.00	1,237,200.00	-
Total Expenditures	1,237,200.00	-	1,237,200.00	1,237,200.00	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,284.00)	-	(2,284.00)	(2,284.00)	-
Net Change in Fund Balance	(2,284.00)	-	(2,284.00)	(2,284.00)	-
Fund Balance, July 1	2,284.00	-	2,284.00	2,284.00	-
Fund Balance, June 30	-	-	-	-	-

STATISTICAL SECTION

Financial Trends Information

Financial trends information is intended to assist the user in understanding and assessing how the School District's financial position has changed over time. Please refer to the following exhibits for a historical view of the School District's financial performance.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Net Position by Component
Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2019	2018	2017	2016	2015*	2014	2013	2012	2011	2010
Governmental Activities:										
Net Investment in Capital Assets	$ 71,466,778.78	$ 74,895,654.68	$ 73,824,001.68	$ 74,128,035.23	$ 69,025,342.04	$ 64,446,940.48	$ 62,323,437.51	$ 60,435,247.21	$ 60,453,733.87	$ 60,552,158.75
Restricted	9,969,227.01	10,046,016.22	10,927,450.34	9,501,039.83	10,538,941.84	11,927,692.82	10,527,028.29	8,022,759.07	4,538,516.56	5,410,889.68
Unrestricted (Deficit)	(46,824,649.26)	(52,943,090.31)	(53,416,269.73)	(46,010,510.38)	(40,620,212.15)	(1,607,179.70)	(920,295.05)	(2,178,649.98)	(858,737.91)	(7,074,050.38)
Total Governmental Activities Net Position	$ 34,611,356.53	$ 31,998,580.59	$ 31,335,182.29	$ 37,618,564.68	$ 38,944,071.74	$ 74,767,453.60	$ 71,930,170.75	$ 66,279,356.30	$ 64,133,512.52	$ 58,888,998.05
Business-Type Activities:										
Net Investment in Capital Assets	$ 368,178.60	$ 407,505.29	$ 228,556.13	$ 136,468.48	$ 143,373.67	$ 136,136.00	$ 133,639.63	$ 176,297.66	$ 393,503.49	$ 446,394.05
Unrestricted	475,493.63	388,698.60	363,807.65	369,275.87	600,337.97	651,523.70	752,496.69	618,592.96	561,098.68	321,412.22
Total Business-Type Activities Net Position	$ 843,672.23	$ 796,203.89	$ 592,363.78	$ 505,744.35	$ 743,711.64	$ 787,659.70	$ 886,136.32	$ 794,890.62	$ 954,602.17	$ 767,806.27
Government-Wide:										
Net Investment in Capital Assets	$ 71,834,957.38	$ 75,303,159.97	$ 74,052,557.81	$ 74,264,503.71	$ 69,168,715.71	$ 64,583,076.48	$ 62,457,077.14	$ 60,611,544.87	$ 60,847,237.36	$ 60,998,552.80
Restricted	9,969,227.01	10,046,016.22	10,927,450.34	9,501,039.83	10,538,941.84	11,927,692.82	10,527,028.29	8,022,759.07	4,538,516.56	5,410,889.68
Unrestricted (Deficit)	(46,349,155.63)	(52,554,391.71)	(53,052,462.08)	(45,641,234.51)	(40,019,874.18)	(955,656.00)	(167,798.36)	(1,560,057.02)	(297,639.23)	(6,752,638.16)
Total Government-Wide Net Position	$ 35,455,028.76	$ 32,794,784.48	$ 31,927,546.07	$ 38,124,309.03	$ 39,687,783.38	$ 75,555,113.30	$ 72,816,307.07	$ 67,074,246.92	$ 65,088,114.69	$ 59,656,804.32

* The implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27,* was effective beginning with the fiscal year ended June 30, 2014.

Source: Comprehensive Annual Financial Report Exhibit A-1.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2019	2018	2017	2016	2015 *	2014	2013	2012	2011	2010
Expenses:										
Governmental Activities:										
Instruction:										
Regular	$ 40,972,349.98	$ 43,665,460.84	$ 47,877,797.24	$ 45,681,658.48	$ 43,722,021.40	$ 44,004,430.84	$ 42,050,376.89	$ 42,162,714.72	$ 43,695,768.41	$ 44,919,944.73
Special Education	11,864,431.26	11,434,216.18	11,449,680.78	11,407,742.78	11,564,327.49	11,141,900.52	10,493,192.58	10,060,166.77	9,724,995.77	9,787,644.22
Other Special Instruction	3,103,901.39	3,123,566.93	3,046,251.97	3,289,831.56	3,030,140.96	2,858,018.85	2,547,793.39	2,365,553.51	2,789,408.78	2,813,260.84
Other Instruction	2,425,291.33	2,273,925.95	1,860,189.94	1,843,804.83	1,774,257.44	1,735,106.22	1,692,158.85	1,637,331.97	1,485,034.34	1,665,929.36
Support Services:										
Tuition	6,139,170.55	6,708,123.32	7,064,431.94	7,338,018.71	7,245,843.72	7,028,827.24	7,238,858.59	7,004,602.42	7,025,817.29	7,036,003.77
Student and Instruction Related Services	16,945,342.57	16,291,469.43	15,551,182.02	14,622,128.37	14,586,188.19	14,697,982.66	14,698,725.64	13,962,117.38	13,486,238.14	14,680,979.36
Other Administrative Services	6,392,300.04	3,539,878.91	2,757,303.19	3,005,364.77	5,147,395.51	4,500,227.61	4,821,196.56	4,582,911.55	4,156,721.95	4,039,994.29
School Administrative Services	6,490,511.06	6,507,291.40	6,469,473.93	6,451,866.09	6,365,036.00	6,262,257.63	6,227,860.46	6,040,439.21	5,764,203.91	6,240,889.02
Plant Operations and Maintenance	12,786,893.72	12,732,108.67	11,999,622.78	10,573,489.78	10,114,755.15	10,534,499.72	10,541,146.01	10,561,820.62	9,962,421.94	9,814,795.92
Pupil Transportation	6,532,001.47	6,733,532.02	6,638,858.09	6,266,828.88	5,949,505.35	5,594,500.64	5,447,768.18	5,567,099.85	6,587,498.66	6,549,564.49
Personal Services - Employee Benefits	62,093,131.67	77,439,718.42	73,969,300.94	57,475,981.57	50,186,819.88	35,398,679.41	33,208,489.44	33,431,965.86	31,288,247.93	31,689,757.82
Transfer of Funds to Charter School	172,527.00	219,640.00	182,483.00	253,853.00	262,155.00	186,230.33	162,550.00	74,113.00	69,307.81	34,044.00
Interest on Long-term Debt	258,418.93	449,905.88	429,140.76	574,693.25	850,570.58	953,351.89	959,295.12	1,377,367.54	1,590,547.50	1,629,558.52
Other Administrative Services							320,612.43			
Amortization of Bond Issuance Costs								40,871.32	37,681.06	37,681.06
Loss on Disposal of Capital Assets	24,768.58									
Total Governmental Activities Expenses	176,201,039.55	191,118,837.95	189,295,716.58	168,785,262.07	160,799,016.67	144,896,013.56	140,410,024.14	138,869,075.72	137,663,893.49	140,940,047.40
Business-Type Activities:										
Food Service	3,038,743.45	3,224,883.91	3,395,003.50	3,253,463.19	3,228,535.95	3,350,498.35	3,184,209.69	3,371,602.00	3,461,415.69	3,973,127.99
Child Care Program	125,870.65	142,527.76	107,983.84	125,537.61	113,324.52	133,750.22	128,462.66	96,330.50	81,667.59	89,063.15
Telecomm	8,254.58	10,955.21	8,686.49	12,758.06	12,734.64	13,033.88	14,357.32	13,426.27	11,026.46	14,626.93
Center for the Performing Arts	314,813.70	571,577.37								
Drivers Education	73,026.63	59,979.20	576,569.28	602,394.27	546,548.84	541,744.37	588,632.41	437,446.61	371,797.71	137,882.85
Tech Crew			63,118.46	76,223.57	63,357.95	60,689.90	59,382.63	58,205.04	64,368.40	79,195.30
Total Business-Type Activities Expense	3,560,709.01	4,009,923.45	4,151,361.57	4,070,376.70	3,964,501.90	4,099,716.72	3,975,044.71	3,977,010.42	3,990,275.85	4,293,896.22
Total District Expense	$ 179,761,748.56	$ 195,128,761.40	$ 193,447,078.15	$ 172,855,638.77	$ 164,763,518.57	$ 148,995,730.28	$ 144,385,068.85	$ 142,846,086.14	$ 141,654,169.34	$ 145,233,943.62
Component Unit Expenses:										
Washington Township Live Arts (1)	-	-	-	-	-	-	-	-	-	$ 9,528.00
Program Revenues:										
Governmental Activities:										
Charges for Services	$ 1,129,888.13	$ 145,700.09	$ 155,277.47	$ 155,053.75	$ 192,321.20	$ 163,207.95	$ 192,050.20	$ 191,032.91	$ 232,720.14	$ 227,647.85
Operating Grants and Contributions	39,723,432.20	54,147,072.41	46,562,687.79	33,269,464.60	27,658,156.59	13,995,741.00	15,039,055.87	13,385,439.79	12,886,398.30	13,112,739.47
Capital Grants and Contributions	29,427.79									
Total Governmental Activities Program Revenues	40,882,748.12	54,292,772.50	46,717,965.26	33,424,518.35	27,850,477.79	14,158,948.95	15,231,106.07	13,576,472.70	13,119,118.44	13,340,387.32
Business-Type Activities:										
Charges for services:										
Food Service	1,343,672.84	1,295,981.53	1,281,384.84	1,233,533.68	1,279,490.82	1,433,997.37	1,625,864.21	1,848,745.20	2,026,790.51	2,147,889.92
Child Care Program	104,096.00	128,350.10	125,545.26	141,414.00	143,066.00	170,387.77	163,562.08	153,650.18	148,200.16	170,549.28
Telecomm	17,266.00	12,410.00	14,390.00	13,375.00	18,130.00	16,605.00	16,950.00	16,993.00	14,270.00	13,560.00
Center for the Performing Arts	264,075.57	571,873.19	598,415.37	592,139.03	574,494.04	546,878.07	641,805.17	387,992.23	379,909.65	138,993.50
Drivers Education	63,962.50	63,450.00	70,960.00	75,600.00	69,975.00	66,750.00	68,988.00	66,825.00	69,985.00	86,850.00
Tech Crew										2,966.34
Operating Grants and Contributions	899,757.53	876,176.98	903,105.86	840,980.56	886,925.12	820,318.58	800,580.21	815,177.50	755,096.48	790,312.21
Total Business-Type Activities Program Revenues	2,692,830.44	2,948,241.80	2,993,801.33	2,897,042.27	2,972,080.98	3,054,936.79	3,317,749.67	3,289,383.11	3,394,251.80	3,351,121.25
Total District Program Revenues	$ 43,575,578.56	$ 57,241,014.30	$ 49,711,766.59	$ 36,321,560.62	$ 30,822,558.77	$ 17,213,885.74	$ 18,548,855.74	$ 16,865,855.81	$ 16,513,370.24	$ 16,691,508.57
Component Unit Program Revenues:										
Washington Township Live Arts (1)	-	-	-	-	-	-	-	-	-	$ 48,291.49

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Changes in Net Position
Last Ten Fiscal Years (Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2019	2018	2017	2016	2015 *	2014	2013	2012	2011	2010
Net (Expense) / Revenue:										
Governmental Activities	$ (135,318,291.43)	$ (136,826,065.45)	$ (142,577,751.32)	$ (135,360,743.72)	$ (132,948,538.87)	$ (130,737,064.61)	$ (125,178,918.07)	$ (125,292,603.02)	$ (124,544,775.04)	$ (127,599,660.08)
Business-Type Activities	(867,878.57)	(1,061,681.65)	(1,157,560.24)	(1,173,334.43)	(992,420.92)	(1,044,779.93)	(657,295.04)	(687,627.31)	(596,024.05)	(942,774.97)
Total Government-Wide Net Expense	$ (136,186,170.00)	$ (137,887,747.10)	$ (143,735,311.56)	$ (136,534,078.15)	$ (133,940,959.79)	$ (131,781,844.54)	$ (125,836,213.11)	$ (125,980,230.33)	$ (125,140,799.09)	$ (128,542,435.05)
Component Unit Net Expense:										
Washington Township Live Arts (1)	-	-	-	-	-	-	-	-	-	$ 38,763.49
General Revenues and Other Changes in Net Position:										
Governmental Activities:										
Property Taxes, Levied for General Purposes	$ 85,549,647.00	$ 84,702,621.00	$ 83,041,785.00	$ 81,413,515.00	$ 79,319,457.00	$ 76,572,161.00	$ 74,973,363.00	$ 70,578,295.00	$ 74,938,763.00	$ 68,819,137.00
Property Taxes, Levied for Debt Service	1,234,916.00	1,239,800.00	1,175,221.00	2,885,059.00	2,892,116.00	3,062,028.00	3,314,529.00	3,408,971.00	3,504,520.00	3,244,078.00
Federal and State Aid - Unrestricted	50,904,952.29	51,290,651.46	52,206,591.64	53,333,737.74	55,018,059.95	52,494,962.97	52,220,072.16	54,633,003.06	51,292,616.88	55,869,670.95
Interest and Investment Earnings - Unrestricted	582,432.61	348,728.99	172,441.60	103,867.77	87,490.12	105,291.43	254,184.63	108,823.74	42,214.27	97,811.12
Interest and Investment Earnings - Restricted	52,777.69									
Miscellaneous Income	480,176.65	1,179,567.14	1,074,343.18	1,195,110.16	902,184.52	1,934,751.85	880,533.89	840,494.87	918,563.29	595,508.71
Refund of Prior Year Revenue					(22,447.00)	(344.00)	(971.69)			
Cancellation of Prior Year Accounts Payable						344.00				
Cancellation of Prior Year Accounts Receivable					(1,453.51)	(25,000.89)	(26,790.69)	(34,751.00)	(98,051.63)	
Donation of Assets				34,316.24		18,410.00				
Gain (Loss) on Disposal of Capital Assets		(24,664.22)	(129,975.63)	(7,749.28)	9,058.97	341,434.91	(47,038.39)	(2,695.00)	(8,205.28)	(1,196.76)
Transfers	(873,834.87)	(1,102,525.47)	(1,246,037.86)	(929,489.91)	(924,025.03)	(929,691.81)	(738,149.39)	(723,851.14)	(801,131.01)	(984,728.61)
Total Governmental Activities	137,931,067.37	137,634,178.90	136,294,368.93	138,028,366.72	137,280,441.02	133,574,347.46	130,829,732.52	128,808,290.53	129,789,289.52	127,640,280.41
Business-Type Activities:										
Interest and Investment Earnings - Unrestricted	$ 41,512.04	$ 18,281.14	8,629.51	5,877.23	5,452.62	5,486.20	10,391.35	3,547.63	1,916.43	5,488.65
Gain (Loss) on Disposal of Capital Assets			(10,487.70)					(758.06)		
Miscellaneous Income						11,125.30				
Donation of Assets					19,327.50					
Accounts Receivable Canceled					(332.29)			(2,713.93)	(20,227.49)	(1,761.43)
Transfers	873,834.87	1,102,525.47	1,246,037.86	929,489.91	924,025.03	929,691.81	738,149.39	723,851.14	801,131.01	1,004,956.10
Total Business-Type Activities	915,346.91	1,120,806.61	1,244,179.67	935,367.14	948,472.86	946,303.31	748,540.74	723,926.78	782,819.95	1,008,683.32
Total Government-Wide	$ 138,846,414.28	$ 138,754,985.51	$ 137,538,548.60	$ 138,963,733.86	$ 138,228,913.88	$ 134,520,650.77	$ 131,578,273.26	$ 129,532,217.31	$ 130,572,109.47	$ 128,648,963.73
Component Unit:										
Washington Township Live Arts (1)	-	-	-	-	-	-	-	-	-	$ 84,892.51
Change in Net Position:										
Governmental Activities	$ 2,612,775.94	$ 808,113.45	$ (6,283,382.39)	$ 2,667,623.00	$ 4,331,902.15	$ 2,837,282.85	$ 5,650,814.45	$ 3,515,687.51	$ 5,244,514.48	$ 40,620.33
Business-Type Activities	47,468.34	59,124.96	86,619.43	(237,967.29)	(43,948.06)	(98,476.62)	91,245.70	36,299.47	186,795.90	65,908.35
Total Government-Wide	$ 2,660,244.28	$ 867,238.41	$ (6,196,762.96)	$ 2,429,655.71	$ 4,287,954.09	$ 2,738,806.23	$ 5,742,060.15	$ 3,551,986.98	$ 5,431,310.38	$ 106,528.68
Component Unit:										
Washington Township Live Arts (1)	-	-	-	-	-	-	-	-	-	$ 123,656.00

(1) On June 28, 2010, the component unit was dissolved and absorbed by the School District as part of the District's Center for Performing Arts Enterprise Fund.

* The implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*, was effective beginning with the fiscal year ended June 30, 2015.

Source: Comprehensive Annual Financial Report Exhibit A-2.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
General Fund:										
Reserved										$ 5,392,092.95
Unreserved										354,621.92
Restricted	$ 6,922,820.39	$ 6,833,375.54	$ 8,201,918.77	$ 8,328,624.59	$ 9,403,897.20	$ 10,804,064.18	$ 9,949,186.54	$ 7,107,643.24	$ 3,191,428.69	
Committed	591,089.18	1,227,491.08	1,761,694.96	3,271,515.20						
Assigned	7,617,276.93	7,365,435.35	5,042,383.65	6,592,319.88	4,393,655.42	3,527,314.29	4,266,115.78	4,668,322.92	4,587,078.88	
Unassigned	3,870,166.11	3,264,015.73	3,472,839.52	3,151,117.74	2,855,104.53	2,997,811.41	2,879,337.90	3,048,560.87	2,931,115.55	
Total General Fund	$ 19,001,352.61	$ 18,690,317.70	$ 18,478,836.90	$ 21,343,577.41	$ 16,652,657.15	$ 17,329,189.88	$ 17,094,640.22	$ 14,824,527.03	$ 10,709,623.12	$ 5,746,714.87
All Other Governmental Funds:										
Unreserved, Reported in:										
Capital Projects Fund										$ 347,629.76
Debt Service Fund										0.67
Restricted, Reported in:										
Capital Projects Fund	$ 3,046,406.62	$ 3,212,640.68	$ 2,725,531.57	$ 1,172,415.24	$ 1,135,044.64	$ 1,123,628.64	$ 577,841.74	$ 621,220.31	$ 1,023,965.82	
Debt Service Fund		2,284.00	2,283.74	118,179.67	118,219.58	93,210.91	101,223.91	8,053.48	1.17	
Total All Other Governmental Funds	$ 3,046,406.62	$ 3,214,924.68	$ 2,727,815.31	$ 1,290,594.91	$ 1,253,264.22	$ 1,216,839.55	$ 679,065.65	$ 629,273.79	$ 1,023,966.99	$ 347,630.43

Source: Comprehensive Annual Financial Report Exhibit B-1.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	Fiscal Year Ended June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Revenues:										
Local Tax Levy	$ 86,784,563.00	$ 85,942,421.00	$ 84,217,006.00	$ 84,298,574.00	$ 82,211,573.00	$ 79,634,189.00	$ 78,287,892.00	$ 73,987,266.00	$ 78,443,283.00	$ 72,063,215.00
Tuition Charges	1,129,888.13	392,811.79	521,074.66	713,888.46	493,668.86	485,863.34	467,357.94	301,908.22	357,644.07	252,111.65
Other Restricted Miscellaneous Revenues	52,777.69									
Unrestricted Miscellaneous Revenues	1,062,609.26	1,135,484.34	725,710.12	585,089.45	464,764.00	1,553,743.63	667,359.13	647,409.58	603,134.02	441,208.18
Federal Sources	3,054,223.39	3,146,859.81	3,108,658.13	3,102,332.72	3,088,982.11	2,981,360.17	3,092,404.70	5,083,007.86	4,304,305.60	10,679,835.87
State Sources	70,975,034.12	69,233,902.06	67,858,076.30	67,407,550.62	66,398,198.43	63,509,343.80	64,166,723.33	62,935,434.99	59,874,709.58	58,302,574.55
Local Sources	130,176.77									
Total Revenue	163,189,272.36	159,851,479.00	156,430,525.21	156,107,435.25	152,657,186.40	148,164,499.94	146,681,737.10	142,955,026.65	143,583,076.27	141,738,945.25
Expenditures:										
Current:										
Instruction:										
Regular Instruction	43,083,432.22	42,826,076.13	45,405,756.49	43,502,804.50	41,477,267.50	41,586,757.08	41,029,832.78	41,128,268.03	41,269,223.25	42,609,720.45
Special Education Instruction	11,894,149.22	11,426,878.93	11,435,269.08	11,268,895.26	11,401,974.00	11,032,084.53	10,265,063.86	10,046,255.17	9,676,982.42	9,752,137.67
Other Special Instruction	3,131,035.70	3,123,566.93	3,046,251.97	3,289,831.56	3,030,140.96	2,858,018.85	2,547,793.39	2,365,553.51	2,789,408.78	2,813,260.84
Other Instruction	2,429,627.52	2,273,925.95	1,860,189.94	1,843,804.83	1,774,257.44	1,735,106.22	1,692,158.85	1,637,331.97	1,485,034.34	1,665,929.36
Support Services and Undistributed Costs:										
Tuition	6,139,170.55	6,708,123.32	7,064,431.94	7,338,018.71	7,245,843.72	7,028,827.24	7,238,858.59	7,004,602.42	7,025,817.29	7,036,003.77
Student and Instruction Related Services	16,933,260.22	16,271,430.47	15,529,738.96	14,588,340.15	14,550,703.43	14,661,286.22	14,647,269.23	13,921,953.19	13,427,204.87	14,617,753.71
Other Administrative Services	4,620,675.81	4,561,703.48	4,991,248.80	4,633,591.26	4,340,810.44	3,961,739.40	3,754,890.66	3,775,706.10	3,938,340.71	3,936,232.74
School Administrative Services	6,522,937.04	6,507,291.40	6,469,473.93	6,451,866.09	6,365,036.00	6,262,257.63	6,227,860.46	6,040,439.21	5,764,203.91	6,240,889.02
Plant Operations and Maintenance	11,294,931.76	11,531,695.23	11,030,683.83	9,669,756.60	9,301,939.78	9,630,638.36	9,251,479.89	9,011,523.94	9,480,172.89	9,410,527.43
Pupil Transportation	6,558,292.31	6,196,200.11	6,166,849.68	5,905,058.25	5,665,124.70	5,347,321.44	5,171,664.45	5,291,148.28	5,194,439.89	5,345,570.31
Personal Services - Employee Benefits	45,628,613.67	43,140,240.40	42,277,170.05	40,467,495.28	37,355,574.99	35,290,605.36	34,824,514.02	31,792,616.94	30,990,118.56	31,412,671.58
Capital Outlay	6,377,067.62	6,572,602.22	4,591,660.20	4,427,302.93	6,964,090.96	3,154,921.02	2,941,696.85	2,158,905.54	1,369,744.60	1,572,575.31
Transfer of Funds to Charter Schools	172,527.00	219,640.00	182,483.00	253,853.00	262,155.00	186,230.33	162,550.00	74,113.00	69,307.81	34,044.00
Debt Service:										
Principal	845,000.00	884,515.39	1,061,175.59	3,450,000.00	3,525,000.00	3,545,000.00	3,720,000.00	3,520,000.00	3,560,000.00	3,455,000.00
Interest and Other Charges	392,200.00	424,800.00	366,116.26	577,099.91	683,050.00	793,650.00	937,737.25	1,381,137.50	1,500,087.50	1,662,587.50
Total Expenditures	166,022,920.64	162,668,689.96	161,478,499.72	157,667,718.33	153,942,968.92	147,074,443.68	144,413,370.28	139,149,554.80	137,540,086.82	141,564,903.69
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,833,648.28)	(2,817,210.96)	(5,047,974.51)	(1,560,283.08)	(1,285,782.52)	1,090,056.26	2,268,366.82	3,805,471.85	6,042,989.45	174,041.56
Other Financing Sources (Uses):										
Capital Leases (Non-budgeted)		268,326.60			1,593,600.00	636,960.00	817,450.00	673,341.00	495,438.00	650,825.37
Cancellation of Accounts Receivable					(1,453.51)	(25,000.89)	(26,790.69)	(34,751.00)	(98,051.63)	
Refund of Prior Year Revenue					(22,447.00)		(971.69)			
Payment to Refunding Bond Escrow Agent			(7,990,180.19)				(9,438,031.42)	(7,348,828.64)		
Cost of Issuance - Refunding Bonds							(92,233.08)	(105,278.71)		
Proceeds from Borrowing and Financing Agreements	3,850,000.00	4,350,000.00	4,768,500.00	6,168,000.00						
Proceeds from Issuance of School Bonds			7,550,000.00				9,095,000.00	7,205,000.00		
Premium on School Bonds Issued and Accrued Interest			538,172.45				435,264.50	249,107.35		
Operating Transfers	(873,834.87)	(1,102,525.47)	(1,246,037.86)	(929,489.91)	(924,025.03)	(929,691.81)	(738,149.39)	(723,851.14)	(801,131.01)	(984,728.61)
Total Other Financing Sources (Uses)	2,976,165.13	3,515,801.13	3,620,454.40	5,238,510.09	645,674.46	(317,732.70)	51,538.23	(85,261.14)	(403,744.64)	(333,903.24)
Net Change in Fund Balances	$ 142,516.85	$ 698,590.17	$ (1,427,520.11)	$ 3,678,227.01	$ (640,108.06)	$ 772,323.56	$ 2,319,905.05	$ 3,720,210.71	$ 5,639,244.81	$ (159,861.68)
Debt Service as a Percentage of Noncapital Expenditures	0.8%	0.8%	0.9%	2.6%	2.9%	3.0%	3.3%	3.6%	3.7%	3.7%

Source: Comprehensive Annual Financial Report Exhibit B-2.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
General Fund - Unrestricted Miscellaneous Revenues by Source
Last Ten Fiscal Years (Modified Accrual Basis of Accounting)
Unaudited

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Accounts Payable Canceled		$ 121,245.49	$ 16,962.22	$ 35,727.99	$ 55,023.92	$ 922,437.13				
Advertising Fees for School Buses	$ 36,213.32	16,146.89	20,219.11	5,479.50	8,775.00	5,267.92	$ 3,201.32			
Air Force ROTC Reimbursements	89,597.30	96,743.66	91,839.00	98,182.13	98,961.09	109,170.27	108,840.94	$ 78,328.57	$ 67,526.74	$ 65,218.86
E-Rate	101,267.26									
FEMA				53,171.73						47,566.46
Gate Receipts	16,987.00	16,099.00	17,159.00	21,954.00	17,387.00	18,687.00	21,711.00	18,901.00	22,021.00	23,511.00
Interest on Investments	582,432.61	324,045.29	157,960.68	98,931.95	85,314.55	94,170.10	235,812.79	100,583.63	41,127.00	95,121.98
Legal Settlement									38,500.00	
Miscellaneous	57,658.48	22,173.52	12,034.72	7,970.37	527.57	23,745.48	11,854.16	89,315.56	153,390.42	30,455.85
Refunds of Prior Year's Expenditures	61,294.43	180,574.40	215,263.06	165,432.60	140,145.28	344,259.26	228,925.53	253,021.90	129,981.25	120,515.94
Rentals	113,249.76	158,568.44	127,472.76	126,135.59	109,400.39	98,632.23	67,241.38	47,263.43	26,151.00	29,142.85
Sale of Equipment	3,909.10	6,438.20	5,172.50	6,688.15	2,790.51	745.25	4,460.00	2,516.60	7,003.00	2,440.00
Summer Programs							15,838.42			
Tuition		392,811.79	521,074.66	713,888.46	493,668.86	485,863.34	467,357.94	301,908.22	357,644.07	252,111.65
	$ 1,062,609.26	$ 1,334,846.68	$ 1,185,157.71	$ 1,333,562.47	$ 1,011,994.17	$ 2,102,977.98	$ 1,165,243.48	$ 891,838.91	$ 843,344.48	$ 666,084.59

Source: School District records.

Revenue Capacity Information

Revenue capacity information is intended to assist users in understanding and assessing the factors affecting the School District's ability to generate revenues. Please refer to the following exhibits for a historical view of these factors and how they relate to the School District's ability to generate revenues.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Assessed Value and Actual Value of Taxable Property
Last Ten Years
Unaudited

Year Ended Dec. 31	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities [1]	Net Valuation Taxable	Tax-Exempt Property	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate [2]
2019	$ 48,881,700.00	$ 3,406,608,000.00	$ 5,162,300.00	$ 741,104,515.00	$ 6,674,400.00	$ 52,452,000.00	$ 4,260,882,915.00	$ 4,432,929.00	$ 4,265,315,844.00	$ 400,543,500.00	$ 4,658,098,509.00	$ 2.052
2018	54,273,100.00	3,400,109,200.00	4,819,600.00	733,249,300.00	6,727,900.00	58,445,900.00	4,257,625,000.00	4,422,553.00	4,262,047,553.00	468,530,600.00	4,697,867,171.00	2.027
2017	40,551,300.00	3,397,484,400.00	4,966,000.00	744,805,500.00	7,127,900.00	58,445,900.00	4,253,381,000.00	5,070,544.00	4,258,451,544.00	468,561,800.00	4,541,784,303.00	1.998
2016	38,031,000.00	3,384,306,100.00	5,021,900.00	727,653,800.00	9,203,400.00	68,105,000.00	4,232,321,200.00	5,208,364.00	4,237,529,564.00	468,561,800.00	4,464,944,825.00	1.989
2015	38,422,900.00	3,382,794,000.00	4,610,000.00	742,553,500.00	9,757,900.00	68,308,600.00	4,246,446,900.00	5,529,904.00	4,251,976,804.00	465,556,900.00	4,452,135,563.00	1.959
2014	37,005,500.00	3,385,410,500.00	5,561,200.00	722,086,100.00	10,194,500.00	68,658,600.00	4,228,916,400.00	5,424,948.00	4,234,341,348.00	494,659,200.00	4,457,590,808.00	1.912
2013 [r]	37,156,900.00	3,389,076,100.00	6,145,900.00	733,075,800.00	10,445,300.00	69,942,000.00	4,245,842,000.00	7,355,354.00	4,253,197,354.00	496,223,700.00	4,517,814,429.00	1.857
2012	27,303,200.00	2,074,323,500.00	4,242,700.00	407,604,400.00	6,167,100.00	38,745,500.00	2,558,386,400.00	4,108,807.00	2,562,495,207.00	210,317,700.00	4,839,013,429.00	2.972
2011	29,217,300.00	2,077,552,800.00	4,517,700.00	401,196,200.00	6,167,100.00	38,745,500.00	2,557,396,600.00	3,687,083.00	2,561,083,683.00	205,110,900.00	5,146,702,757.00	2.976
2010	29,861,400.00	2,078,568,200.00	4,517,700.00	409,036,800.00	6,167,100.00	39,304,000.00	2,567,455,200.00	5,192,362.00	2,572,647,562.00	206,521,900.00	5,261,178,689.00	2.925

[r] revaluation

[1] taxable value of communication equipment.

[2] tax rates are per $100.00 of assessed valuation.

Source: Gloucester County Board of Taxation.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
Last Seven Years
(Rate per $100 of Assessed Value)
Unaudited

	School District Direct Rate			Overlapping Rates			
Year Ended Dec. 31	Basic Rate	General Obligation Debt Service	Total Direct School Tax Rate	Township of Washington	Township of Washington Fire District	Gloucester County	Total Direct and Tax Rate
2019	$ 2.022	$ 0.029	$ 2.052	$ 0.701	$ 0.144	$ 0.748	$ 3.645
2018	1.998	0.029	2.027	0.702	0.138	0.737	3.604
2017	1.970	0.028	1.998	0.702	0.139	0.720	3.559
2016	1.941	0.048	1.989	0.703	0.140	0.706	3.538
2015	1.891	0.068	1.959	0.702	0.139	0.688	3.488
2014	1.842	0.070	1.912	0.681	0.131	0.654	3.378
2013 (r)	1.782	0.075	1.857	0.673	0.129	0.644	3.303
2012	2.841	0.131	2.972	1.080	0.207	1.041	5.300
2011	2.841	0.135	2.976	1.052	0.192	1.092	5.312
2010	2.794	0.131	2.925	1.041	0.196	1.129	5.291

(r) revaluation

Source: Municipal Tax Collector.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Principal Property Tax Payers
Current Year and Nine Years Ago
Unaudited

	2019			2010		
Taxpayer	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Turnersville Auto Mall	$ 43,618,600.00	1	1.02%	$ 25,423,400.00	1	0.99%
Virtua West Jersey c/o Altus Group	32,812,900.00	2	0.77%			
Society Hill Apt Associates LP	28,469,200.00	3	0.67%			
Centro Bradley Crosskeys Commons LLC	25,345,000.00	4	0.59%	12,274,700.00	2	0.48%
Bre RC Cross Keys LLC	19,660,200.00	5	0.46%			
Wal-Mart Property Tax Department	18,500,000.00	6	0.43%	10,500,000.00	3	0.41%
Turnersville Interstate LLC	16,800,000.00	7	0.39%	7,491,700.00	10	0.29%
Washington Center LLC	14,866,300.00	8	0.35%	7,500,000.00	9	0.29%
Birches Reality	13,760,000.00	9	0.32%	7,500,000.00	8	0.29%
Target Corp	13,390,000.00	10	0.31%	7,511,500.00	7	0.29%
National Reality and Development Co				9,000,000.00	4	0.35%
HD Development of Maryland				8,000,000.00	5	0.31%
Rosen Turnersville LLC				7,959,100.00	6	0.31%
Total	$ 227,222,200.00		5.33%	$ 103,160,400.00		4.01%

Source: Municipal Tax Assessor

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Property Tax Levies and Collections
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	School District Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the the Levy [1]		Collections in Subsequent Years
		Amount	Percentage of Levy	
2019	$ 86,784,563.00	$ 86,784,552.13	100.00%	$ 10.87
2018	85,942,421.00	79,166,211.32	92.12%	6,776,209.68
2017	84,217,006.00	84,217,006.00	100.00%	
2016	84,298,574.00	84,298,574.00	100.00%	
2015	82,211,573.00	82,211,573.00	100.00%	
2014	79,634,189.00	79,634,189.00	100.00%	
2013	78,287,892.00	78,287,892.00	100.00%	
2012	73,987,266.00	68,108,094.03	92.05%	5,879,171.97
2011	78,443,283.00	75,700,884.04	96.50%	2,742,398.96
2010	72,063,215.00	72,063,215.00	100.00%	

[1] School District 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 or certified prior to the end of the school year.

Source: School District records.

Debt Capacity Information

Debt capacity information is intended to assist users in understanding and assessing the School District's debt burden and its ability to issue additional debt. Please refer to the following exhibits for a historical view of the School District's outstanding debt and its debt capacity.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Governmental Activities: General Obligation Bonds (1)	Governmental Activities: Capital Leases (1)	Governmental Activities: Purchase Agreements	Business-Type Activities (2)	Total School District	Percentage of Personal Income (3)	Per Capita (4)
2019	$ 10,995,000.00	$ 160,995.96	$ 9,995,904.59	-	$ 21,151,900.55	*	*
2018	11,840,000.00	214,661.28	10,803,790.76	-	22,858,452.04	0.88%	$ 481.06
2017	12,655,000.00	-	10,930,577.92	-	23,585,577.92	0.94%	492.93
2016	13,870,000.00	-	10,281,944.41	-	24,151,944.41	1.01%	503.71
2015	17,320,000.00	-	2,355,187.18	-	19,675,187.18	0.83%	408.51
2014	20,845,000.00	-	1,519,824.07	-	22,364,824.07	0.99%	463.57
2013	24,390,000.00	-	1,514,203.81	-	25,904,203.81	1.18%	535.88
2012	28,225,000.00	-	1,433,947.55	-	29,658,947.55	1.37%	610.98
2011	31,325,000.00	-	1,605,970.25	-	32,930,970.25	1.55%	675.78
2010	34,885,000.00	-	1,909,166.23	-	36,794,166.23	1.79%	752.88

Sources:

(1) *School District records*

(2) *No outstanding debt exists for business-type activities.*

(3) *Personal income has been estimated based upon the municipal population and per capita.*

(4) *Per Capita calculation based upon population information provided by the New Jersey Department of Labor and Workforce Development.*

* *information not available*

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
Unaudited

	General Bonded Debt Outstanding			Percentage of	
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding [1]	Net Assessed Valuation Taxable [2]	Per Capita [3]
2019	$ 10,995,000.00		$ 10,995,000.00	0.26%	*
2018	11,840,000.00	-	11,840,000.00	0.28%	$ 249.17
2017	12,655,000.00	-	12,655,000.00	0.30%	264.48
2016	13,870,000.00	-	13,870,000.00	0.33%	289.27
2015	17,320,000.00	-	17,320,000.00	0.41%	359.61
2014	20,845,000.00	-	20,845,000.00	0.49%	432.07
2013	24,390,000.00	-	24,390,000.00	0.57%	504.55
2012	28,225,000.00	-	28,225,000.00	1.10%	581.44
2011	31,325,000.00	-	31,325,000.00	1.22%	642.83
2010	34,885,000.00	-	34,885,000.00	1.36%	713.82

Sources:

(1) School District records

(2) Net Assessed Valuation provided by Abstract of Ratables, County Board of Taxation.

(3) Per Capita calculation based upon population information provided by the New Jersey Department of Labor and Workforce Development.

** information not available*

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Direct and Overlapping Governmental Activities Debt
As of December 31, 2018
Unaudited

	Gross Debt	Deductions	Statutory Net Debt Outstanding	Net Debt Outstanding Allocated to Township of Washington
Municipal Debt: [1]				
Township of Washington School District	$ 11,840,000.00	$ 11,840,000.00		
Township of Washington	34,231,013.86		$ 34,231,013.86	$ 34,231,013.86
	46,071,013.86	11,840,000.00	34,231,013.86	34,231,013.86
Overlapping Debt Apportioned to the Municipality:				
County of Camden: [2]				
General:				
Bonds	227,235,000.00	13,134,406.00 [3]	214,100,594.00	37,010,818.73 [5]
Bonds Issued by Other Public Bodies Guaranteed by the County	163,384,550.00	163,384,550.00 [4]		
	390,619,550.00	176,518,956.00	214,100,594.00	37,010,818.73
	$ 436,690,563.86	$ 188,358,956.00	$ 248,331,607.86	$ 71,241,832.59

Sources:

[1] *2018 Annual Debt Statement - Township of Washington*

[2] *2018 Annual Debt Statement - County of Gloucester*

[3] *includes reserve for payment of debt and County College bonds*

[4] *deductible in accordance with N.J.S. 40:37A-80*

[5] *Such debt is allocated as a proportion of the Township's share of the total 2018 Equalized Value, which is 17.29%. The source for this computation was the 2018 Table of Equalized Valuations, which is supplied by the New Jersey Division of Taxation.*

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Legal Debt Margin Information
Last Ten Fiscal Years
Unaudited

Legal Debt Margin Calculation for Calendar Year 2018:

Average Equalized Valuation Basis Calculation: [1]

2018 Equalized Valuation		$ 4,645,526,459.00
2017 Equalized Valuation		4,593,284,017.00
2016 Equalized Valuation		4,519,296,530.00
Average Equalized Valuation Basis	[A]	$ 4,586,035,669.00
Debt limit (3% of average equalization value [A]) [2]	[B]	$ 137,581,070.07
Total Net Debt Applicable to Limit	[C]	10,995,000.00
Legal Debt Margin	[B-C]	$ 126,586,070.07

	Fiscal Year Ended June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Debt limit	$ 126,586,070.07	$ 135,924,274.72	$ 134,328,993.79	$ 133,890,344.92	$ 134,437,256.74	$ 138,471,110.40	$ 145,386,248.59	$ 152,890,613.42	$ 157,564,958.16	$ 156,980,439.77
Total net debt applicable to limit [3]	10,995,000.00	11,840,000.00	12,655,000.00	13,870,000.00	17,320,000.00	20,845,000.00	24,390,000.00	28,225,000.00	31,325,000.00	34,885,000.00
Legal debt margin	$ 115,591,070.07	$ 124,084,274.72	$ 121,673,993.79	$ 120,020,344.92	$ 117,117,256.74	$ 117,626,110.40	$ 120,996,248.59	$ 124,665,613.42	$ 126,239,958.16	$ 122,095,439.77
Total net debt applicable to the limit as a percentage of debt limit	8.69%	8.71%	9.42%	10.36%	12.88%	15.05%	16.78%	18.46%	19.88%	22.22%

Sources:

[1] *Equalized valuation bases were provided by the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation*

[2] *Limit set by N.J.S.A. 18A:24-19 for a regional school district*

[3] *School District records*

Demographic and Economic Information

Demographic and economic information is intended (1) to assist users in understanding the socioeconomic environment within which the School District operates and (2) to provide information that facilitates comparisons of financial statement information over time and among school districts. Please refer to the following exhibits for a historical view of the demographic and economic statistics and factors prevalent in the location in which the School District operates.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Demographic and Economic Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Population (1)	Personal Income (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2018	47,517	$ 2,601,318,165.00	$ 54,745.00	3.6%
2017	47,848	2,509,866,840.00	52,455.00	4.0%
2016	47,948	2,397,687,688.00	50,006.00	4.3%
2015	48,163	2,359,216,392.00	48,984.00	5.0%
2014	48,245	2,250,629,250.00	46,650.00	6.1%
2013	48,340	2,192,654,060.00	45,359.00	7.1%
2012	48,543	2,162,250,849.00	44,543.00	8.1%
2011	48,730	2,119,121,510.00	43,487.00	8.2%
2010	48,871	2,052,972,968.00	42,008.00	7.7%
2009	52,095	2,165,120,295.00	41,561.00	7.2%

Sources:

(1) *Annual Estimates of the Resident Population for Municipalities in New Jersey, by County: April 1, 2010 to July 1, 2018.*

(2) *Personal income has been estimated based upon the municipal population and per capita personal income.*

(3) *Regional Economic Information System, Bureau of Economic Analysis, November 14, 2019.*

(4) *New Jersey Department of Labor and Workforce Development - Unemployment Statistics*

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Principal Non-Governmental Employers
Current Year and Nine Years Ago
Unaudited

	2019 [1]			2010 [1]		
Employer	Employees	Rank	Percentage of Total Municipal Employment [1]	Employees	Rank	Percentage of Total Municipal Employment

Source: Individual employers.

[1] Information regarding the ten principal non-governmental employers for 2019 and 2010 could not be accumulated by the School District as a result of not having a source from which to obtain such information.

Operating Information

Operating information is intended to provide contextual information about the School District's operations and resources to assist readers in using financial statement information to understand and assess the School District's economic condition. Please refer to the following exhibits for a historical view of the factors and statistics pertinent to the School District's operations.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Full-Time Equivalent School District Employees by Function/Program
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
Function / Program	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Instruction	740.68	728.66	737.75	769.52	803.50	740.47	862.60	692.90	781.10	861.00
Support Services:										
Student and Instruction Related Services	342.16	354.18	339.81	302.02	273.60	270.14	269.70	243.80	239.90	248.00
Other Administrative Services	39.00	39.00	41.00	40.00	40.00	45.00	40.50	43.50	39.50	41.00
School Administrative Services	75.70	75.70	75.16	76.70	76.70	85.10	85.30	84.80	74.50	75.00
Plant Operations and Maintenance	121.20	121.20	120.30	115.08	125.90	81.44	116.10	117.50	116.90	114.00
Pupil Transportation	80.70	80.87	80.87	80.87	80.90	75.87	81.90	81.90	81.90	83.00
Special Schools										57.00
Food Service	59.50	55.00	55.00	55.00	55.00	51.00	55.00	55.00	57.00	57.00
Child Care Program	4.62	3.80	3.80	3.80	3.80	3.80	3.80	3.80	3.80	3.80
Center for the Performing Arts	1.50	1.50	1.50	2.50	2.50	2.50	2.50	1.00	1.00	1.00
Total	1,465.06	1,459.91	1,455.19	1,445.49	1,461.90	1,355.32	1,517.40	1,324.20	1,395.60	1,540.80

Source: School District records

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Operating Statistics
Last Ten Fiscal Years
Unaudited

Fiscal Year Ended June 30,	Enrollment	Operating Expenditures *	Cost Per Pupil	Percentage Change	Teaching Staff (Certified)	Pupil / Teacher Ratio Elementary	Pupil / Teacher Ratio Middle School	Pupil / Teacher Ratio High School	Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
2019	7,146	$ 158,236,126.02	$ 22,143.31	4.00%	776	1:24	1:26	1:24	7,105	6,775	-1.20%	95.36%
2018	7,270	154,786,772.35	21,291.17	0.14%	778	1:24	1:26	1:24	7,191	6,843	-2.00%	95.15%
2017	7,312	155,459,547.68	21,260.88	4.37%	779	1:24	1:26	1:24	7,259	6,916	-1.08%	95.53%
2016	7,325	149,213,315.49	20,370.42	6.00%	776	1:24	1:26	1:24	7,224	6,901	-1.56%	95.53%
2015	7,429	142,770,827.96	19,218.04	5.00%	690	1:24	1:26	1:24	7,338	7,032	-2.81%	95.83%
2014	7,626	139,580,872.66	18,303.29	7.63%	741	1:24	1:26	1:24	7,550	7,207	-3.17%	95.45%
2013	8,045	136,813,936.18	17,006.08	7.46%	769	1:24	1:26	1:24	7,797	7,417	-3.51%	95.13%
2012	8,347	132,089,511.76	15,824.79	3.17%	794	1:24	1:26	1:24	8,081	7,696	-2.21%	95.20%
2011	8,548	131,110,254.72	15,338.12	-0.30%	825	1:24	1:26	1:24	8,263	7,886	-2.81%	95.40%
2010	8,767	134,874,740.88	15,384.37	3.20%	923	1:24	1:26	1:24	8,502	8,140	-1.49%	95.80%

Sources: School District records

* operating expenditures equal total expenditures less capital outlay, transfer to charter school, and debt service.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
School District Building:										
Elementary:										
Bells Elementary School (1967)										
Square Feet	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617	62,617
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	430	437	447	476	499	526	557	563	573	567
Birches Elementary School (1968)										
Square Feet	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411	62,411
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	438	446	451	455	466	467	497	497	512	528
Grenloch Terrace Early Childhood Center (1936)										
Square Feet	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139	31,139
Capacity (students)	600	600	600	600	600	600	600	600	600	600
Enrollment	290	344	355	529	494	515	487	557	529	564
Hurffville Elementary School (1957)										
Square Feet	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082	65,082
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	504	491	495	443	451	460	485	496	524	533
Thomas Jefferson Elementary School (1980)										
Square Feet	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896	81,896
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	560	533	511	386	422	438	436	471	456	459
Wedgwood Elementary School (1970)										
Square Feet	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956	64,956
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	479	472	473	412	404	416	443	447	460	509
Whitman Elementary School (1965)										
Square Feet	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415	67,415
Capacity (students)	675	675	675	675	675	675	675	675	675	675
Enrollment	494	487	472	460	495	518	550	551	560	576
Middle School:										
Bunker Hill Middle School (1997)										
Square Feet	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056	125,056
Capacity (students)	900	900	900	900	900	900	900	900	900	900
Enrollment	567	583	608	682	671	690	723	734	759	775
Chestnut Ridge Middle School (1989)										
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Capacity (students)	900	900	900	900	900	900	900	900	900	900
Enrollment	632	697	698	578	561	569	613	651	671	660

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
School Building Information
Last Ten Fiscal Years
Unaudited

	Fiscal Year Ended June 30,									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
School District Building (Cont'd):										
Middle School (Cont'd):										
Orchard Valley Middle School (1989)										
Square Feet	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
Capacity (students)	900	900	900	900	900	900	900	900	900	900
Enrollment	519	547	527	583	591	603	610	605	605	671
High School:										
Washington Township High School (1962)										
Square Feet	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011	427,011
Capacity (students)	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Enrollment	2,233	2,233	2,275	2,321	2,375	2,425	2,512	2,620	2,614	2,646

Number of Schools at June 30, 2019
Elementary = 7
Middle School = 3
High School = 1

Source: School District records.

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Required Maintenance for School Facilities
Last Ten Fiscal Years
Unaudited

Undistributed Expenditures - Required Maintenance for School Facilities

11-000-261-xxx

		Fiscal Year Ended June 30,									
		2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
* School Facilities	Project # (s)										
Bells Elementary School	N/A	$ 73,736.52	$ 70,033.00	$ 83,140.00	$ 58,911.54	$ 50,438.00	$ 51,138.00	$ 54,523.00	$ 48,008.00	$ 56,072.46	$ 55,744.00
Birches Elementary School	N/A	73,493.94	69,802.00	82,384.00	58,717.73	50,272.00	55,413.00	54,343.00	47,850.00	55,887.99	55,560.00
Bunker Hill Middle School	N/A	147,263.44	139,866.00	169,849.00	117,655.61	101,111.00	104,422.00	109,277.00	96,570.00	111,985.51	111,329.00
Chestnut Ridge Middle School	N/A	126,231.44	119,672.00	131,940.00	104,300.95	86,189.00	92,384.00	93,311.00	82,609.00	95,816.67	95,255.00
Grenloch Terrace Early Childhood Center	N/A	36,668.66	34,827.00	38,397.00	29,296.30	25,083.00	25,430.00	27,114.00	23,874.00	27,884.44	27,956.00
Hurffville Elementary School	N/A	76,639.26	72,789.00	80,251.00	61,230.67	52,424.00	53,151.00	56,669.00	49,897.00	58,279.82	57,938.00
Orchard Valley Middle School	N/A	126,001.05	119,672.00	131,940.00	100,668.11	86,189.00	87,384.00	98,168.00	82,035.00	95,816.67	95,255.00
Thomas Jefferson Elementary School	N/A	96,439.09	91,595.00	104,584.00	77,049.68	65,968.00	66,882.00	71,309.00	62,788.00	73,336.47	72,906.00
Washington Township High School	N/A	507,673.58	480,578.05	531,269.88	406,730.95	347,933.13	360,434.82	379,706.69	334,431.25	390,481.07	384,616.59
Wedgwood Elementary School	N/A	76,490.88	72,649.00	80,096.00	61,112.13	52,322.00	53,510.00	56,559.00	49,801.00	58,166.99	57,826.00
Whitman Elementary School	N/A	79,386.55	75,399.00	83,128.00	64,143.30	54,303.00	55,056.00	58,700.00	51,686.00	60,278.99	60,015.00
Total School Facilities		1,420,024.41	1,346,882.05	1,516,978.88	1,139,816.97	972,232.13	1,005,204.82	1,059,679.69	929,549.25	1,084,007.08	1,074,400.59
Other Facilities	N/A	-	-	-	-	-	-	-	-	-	-
Total		$ 1,420,024.41	$ 1,346,882.05	$ 1,516,978.88	$ 1,139,816.97	$ 972,232.13	$ 1,005,204.82	$ 1,059,679.69	$ 929,549.25	$ 1,084,007.08	$ 1,074,400.59

* School facilities as defined under EFCFA (N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3).

Source: School District records.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Insurance Schedule
June 30, 2019
Unaudited

Coverage Type	Insurance Company	Coverage	Deductible
Property / Inland Marine / Automobile Physical Damage	GCSSD - JIF Self Insured Retention	$ 250,000	$ 500
Crime - JIF Self Insured Retention	GCSSD - JIF Self Insured Retention	250,000	500
General Liability / Auto Liability - JIF Self Insured Retention	GCSSD - JIF Self Insured Retention	250,000	
Educators Legal Liability - JIF Self Insured Retention	GCSSD - JIF Self Insured Retention	250,000	
Workers Compensation - JIF Self Insured Retention	GCSSD - JIF Self Insured Retention	250,000	
Property / Inland Marine / Automobile Physical Damage	School Pool for Excess Liability Limits JIF**	175,000,000	
Crime	School Pool for Excess Liability Limits JIF**	500,000	
Workers Compensation	School Pool for Excess Liability Limits JIF**	Statutory	
General Liability / Auto Liability	School Pool for Excess Liability Limits JIF**	20,000,000	
Educators' Legal Liability	School Pool for Excess Liability Limits JIF**	20,000,000	
Terrorism	Lloyd's of London	50,000,000	25,000
Boiler and Machinery	Travelers Insurance Company	125,000,000	1,000
Commercial Pollution and Mold Legal Liability	Beazlev / Lloyd's of London	3,000,000	each mold incident
Cyber Liability	AIG / Lexington Insurance Company, Inc.	2,000,000	10,000 retention
Violent Malicious Acts	Lloyd's of London	1,000,000	15,000
Disaster Management Services	Lloyd's of London	2,000,000	15,000
Commercial Umbrella	Fireman's Fund Insurance Co.	50,000,000	
Board Secretary's Bond	Western Surety Company	533,000.00	None
Driving School Bond	Western Surety Company	10,000.00	None
Student Accident Policy	Zurich American Insurance Company		
	Class I and III	1,000,000.00	None
	Class II	5,000,000.00	None

Excess and Reinsurance Carriers Involved:

Property, Crime, General Liability/Auto Liability, Employee Benefits Liability, Workers' Compensation, Employer's Liability and Occupational Disease, Educator's Legal Liability, Reinsurance Excess, Aggregate Protection	SPELL JIF, Great American Insurance Company, Colony Insurance Company, Allied World Assurance Company, Axis Surplus Insurance Company, Westchester Fire Insurance Company, Crum & Foster Specialty Insurance Company, Lloyd's of London, Hallmark Specialty Company, RSUI Indemnity Company, Endurance American Specialty Insurance Company, James River Insurance Company, Everest Indemnity Insurance Company, Independent Specialty Insurance Company, Interstate Fire & Casualty Company, Mitsui Sumitomo Insurance Company of America, Maximum Indemnity Company

Source: School District records

SINGLE AUDIT SECTION

Exhibit K-2

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

INDEPENDENT AUDITOR'S REPORT

The Honorable President and
Members of the Board of Education
Township of Washington School District
County of Gloucester, New Jersey 08080

Report on Compliance for Each Major Federal and State Program

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

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School 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; audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, the Uniform Guidance, and State of New Jersey Circular 15-08-OMB, require that 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 School 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 Township of Washington School District's, in the County of Gloucester, State of New Jersey, compliance.

Opinion on Each Major Federal and State Program

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

Report on Internal Control over Compliance

Management of the Township of Washington School District, in the County of Gloucester, State of New Jersey, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal 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 State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Township of Washington School District's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal and 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 and 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 Circular 15-08-OMB. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

L. Jarred Corn

L. Jarred Corn
Certified Public Accountant
Public School Accountant No. CS 00219700

Voorhees, New Jersey
December 23, 2019

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards, Schedule A
For the Fiscal Year Ended June 30, 2019

Federal Grantor / Pass-through Grantor / Program or Cluster Title	Federal CFDA Number	Federal FAIN Number	Pass-Through Entity Identifying Number	Program or Award Amount	Grant Period From	Grant Period To	Balance June 30, 2018
General Fund:							
U.S. Department of Health and Human Services:							
Passed-through State Department of Education:							
Medical Assistance Program (Medicaid)	93.778	1905NJ5MAP	Unknown	$ 214,754.29	07/01/18	06/30/19	
Total Medical Assistance Program (Medicaid) Cluster							-
Total General Fund							-
Special Revenue Fund:							
U.S. Department of Education:							
Passed-through State Department of Education:							
E.S.S.A.:							
Title I, A:							
Title I Grants to Local Educational Agencies	84.010	S010A170030	NCLB552018	590,019.00	07/01/17	06/30/18	$ (189,837.00)
Title I Grants to Local Educational Agencies	84.010	S010A180030/S010A170030	Unknown	637,266.00	07/01/18	06/30/19	
Total Title I Grants to Local Educational Agencies							(189,837.00)
Title II, A:							
Supporting Effective Instruction State Grants	84.367	S367A170029	NCLB552018	159,895.00	07/01/17	06/30/18	(63,694.00)
Supporting Effective Instruction State Grants	84.367	S367A180029	Unknown	170,679.00	07/01/18	06/30/19	
Total Supporting Effective Instruction State Grants							(63,694.00)
Title III:							
English Language Acquisition State Grants	84.365	S365A170030	NCLB552018	13,537.00	07/01/17	06/30/18	(4,086.00)
English Language Acquisition State Grants	84.365	S365A170030	Unknown	11,461.00	07/01/18	06/30/19	
English Language Acquisition State Grants - Immigrant	84.365	S365A170030	NCLB552018	4,762.00	07/01/17	06/30/18	(3,413.00)
English Language Acquisition State Grants - Immigrant	84.365	S011A180030	Unknown	4,990.00	07/01/18	06/30/19	
Total English Language Acquisition State Grants							(7,499.00)
Title IV, Part A:							
Student Support and Academic Enrichment Program	84.424	S424A180031	NCLB552018	10,000.00	07/01/17	06/30/18	(8,712.00)
Student Support and Academic Enrichment Program	84.424	S424A170031	Unknown	33,984.00	07/01/18	06/30/19	
Total Student Support and Academic Enrichment Program							(8,712.00)
Special Education Cluster (IDEA):							
Special Education Grants to States	84.027	H027A170010	IDEA552018	2,207,439.00	07/01/17	06/30/18	(269,085.00)
Special Education Grants to States	84.027	H027A180010	Unknown	2,139,037.00	07/01/18	06/30/19	
Special Education Preschool Grants	84.173	H173A170114	IDEA552018	100,699.00	07/01/17	06/30/18	(7,597.00)
Special Education Preschool Grants	84.173	H173A180114	Unknown	98,681.00	07/01/18	06/30/19	
Total Special Education - Grants to States Cluster							(276,682.00)
Carl D. Perkins Vocational and Technical:							
Career and Technical Education - Basic Grants to States	84.048	V048A170030	PERK552018	40,120.00	07/01/17	06/30/18	(3,539.00)
Career and Technical Education - Basic Grants to States	84.048	V048A170030	Unknown	42,067.00	07/01/18	06/30/19	
Total Career and Technical Education - Basic Grants to States							(3,539.00)
Hurricane Education Recovery:							
Disaster Recovery Assistance for Education	84.938	S938C18005	100-091-6160	53,177.00	07/01/17	12/31/18	(53,177.00)
Total Special Revenue Fund							(603,140.00)
Enterprise Fund:							
U.S. Department of Agriculture:							
Passed-through State Department of Agriculture:							
Child Nutrition Cluster:							
School Breakfast Program (SBP)	10.553	181NJ304N1099	Unknown	119,307.10	07/01/17	06/30/18	(35,414.55)
School Breakfast Program (SBP)	10.553	191NJ304N1099	Unknown	118,524.13	07/01/18	06/30/19	
National School Lunch Program - Commodities (Noncash)	10.555	191NJ304N1099	Unknown	134,423.06	07/01/18	06/30/19	5,082.43
National School Lunch Program (NSLP)	10.555	181NJ304N1099	Unknown	625,461.19	07/01/17	06/30/18	(175,275.41)
National School Lunch Program (NSLP)	10.555	191NJ304N1099	Unknown	627,826.08	07/01/18	06/30/19	
Special Milk Program for Children	10.556	181NJ304N1099	Unknown	607.29	07/01/17	06/30/18	(199.82)
Special Milk Program for Children	10.556	191NJ304N1099	Unknown	361.68	07/01/18	06/30/19	
Total Child Nutrition Cluster							(205,807.35)
Total Enterprise Fund							(205,807.35)
Total Federal Financial Assistance							$ (808,947.35)

[a] see note 6 to the schedules of expenditures of federal awards and state financial assistance.

The accompanying notes to financial statements and notes to the schedules of expenditures of federal awards and state financial assistance are an integral part of this schedule.

	Budgetary Expenditures						Balance June 30, 2019		
Cash Received	Pass-Through Funds	Direct Funds	Total Budgetary Expenditures	Passed-Through to Subrecipients	Adjustments [a]	Repayment of Prior Years' Balances	(Accounts Receivable)	Unearned Revenue	Due to Grantor
$ 214,754.29	$ (214,754.29)		$ (214,754.29)						
214,754.29	(214,754.29)	-	(214,754.29)	-	-	-	-	-	-
214,754.29	(214,754.29)	-	(214,754.29)	-	-	-	-	-	-
189,627.00					$ 210.00				
391,791.00	(563,752.08)		(563,752.08)				$ (171,961.08)		
581,418.00	(563,752.08)	-	(563,752.08)	-	210.00	-	(171,961.08)	-	-
63,694.00									
140,228.00	(162,318.35)		(162,318.35)				(22,090.35)		
203,922.00	(162,318.35)	-	(162,318.35)	-	-	-	(22,090.35)	-	-
4,086.00									
6,005.30	(10,503.75)		(10,503.75)				(4,498.45)		
3,413.00									
	(4,585.11)		(4,585.11)				(4,585.11)		
13,504.30	(15,088.86)	-	(15,088.86)	-	-	-	(9,083.56)	-	-
8,712.00									
20,000.00	(32,814.70)		(32,814.70)				(12,814.70)		
28,712.00	(32,814.70)	-	(32,814.70)	-	-	-	(12,814.70)	-	-
269,085.00									
1,473,793.00	(1,923,610.89)		(1,923,610.89)				(449,817.89)		
7,597.00									
98,681.00	(98,681.00)		(98,681.00)						
1,849,156.00	(2,022,291.89)	-	(2,022,291.89)	-	-	-	(449,817.89)	-	-
3,539.00									
37,637.00	(42,061.09)		(42,061.09)		(37.00)		(4,461.09)		
41,176.00	(42,061.09)	-	(42,061.09)	-	(37.00)	-	(4,461.09)	-	-
21,000.00			-		32,177.00				
2,738,888.30	(2,838,326.97)	-	(2,838,326.97)	-	32,350.00	-	(670,228.67)	-	-
35,414.55									
115,490.74	(118,524.13)		(118,524.13)				(3,033.39)		
134,423.06	(133,976.16)		(133,976.16)					$ 5,529.33	
175,275.41									
613,247.41	(627,826.08)		(627,826.08)				(14,578.67)		
199.82									
348.78	(361.68)		(361.68)				(12.90)		
1,074,399.77	(880,688.05)	-	(880,688.05)	-	-	-	(17,624.96)	5,529.33	-
1,074,399.77	(880,688.05)	-	(880,688.05)	-	-	-	(17,624.96)	5,529.33	-
$ 4,028,042.36	$ (3,933,769.31)	-	$ (3,933,769.31)	-	$ 32,350.00	-	$ (687,853.63)	$ 5,529.33	-

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Fiscal Year Ended June 30, 2019

State Grantor / Program or Cluster Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance June 30, 2018 Unearned Revenue / (Accounts Receivable)	Balance June 30, 2018 Due to Grantor
General Fund:						
New Jersey Department of Education:						
Current Expense:						
State Aid - Public:						
Equalization Aid	495-034-5120-078	$ 38,162,410.00	07/01/17	06/30/18	$ (3,710,686.00)	
Equalization Aid	495-034-5120-078	38,162,410.00	07/01/18	06/30/19		
Categorical Special Education Aid	495-034-5120-089	4,519,182.00	07/01/17	06/30/18	(439,418.00)	
Categorical Special Education Aid	495-034-5120-089	5,556,586.00	07/01/18	06/30/19		
Categorical Security Aid	495-034-5120-084	747,449.00	07/01/17	06/30/18	(72,678.00)	
Categorical Security Aid	495-034-5120-084	944,104.00	07/01/18	06/30/19		
Adjustment Aid	495-034-5120-085	2,557,135.00	07/01/17	06/30/18	(248,641.00)	
Adjustment Aid	495-034-5120-085	1,057,379.00	07/01/18	06/30/19		
Per Pupil Growth Aid	495-034-5120-097	73,560.00	07/01/17	06/30/18	(7,153.00)	
PARCC Readiness	495-034-5120-098	73,560.00	07/01/17	06/30/18	(7,153.00)	
Professional Learning Community Aid	495-034-5120-101	70,390.00	07/01/17	06/30/18	(6,844.00)	
Total State Aid - Public					(4,492,573.00)	-
Categorical Transportation Aid	495-034-5120-014	2,909,313.00	07/01/17	06/30/18	(282,884.00)	
Categorical Transportation Aid	495-034-5120-014	2,909,313.00	07/01/18	06/30/19		
Additional Nonpublic School Transportation Aid	495-034-5120-014	78,626.00	07/01/17	06/30/18	(78,626.00)	
Additional Nonpublic School Transportation Aid	495-034-5120-014	80,886.00	07/01/18	06/30/19		
Total Categorical Transportation Aid					(361,510.00)	
Extraordinary Aid	495-034-5120-044	1,357,198.00	07/01/17	06/30/18	(1,357,198.00)	
Extraordinary Aid	495-034-5120-044	1,936,700.00	07/01/18	06/30/19		
Total Extraordinary Aid					(1,357,198.00)	-
Reimbursed TPAF Social Security Contributions	495-034-5094-003	4,214,104.49	07/01/17	06/30/18	(207,445.14)	
Reimbursed TPAF Social Security Contributions	495-034-5094-003	4,256,393.53	07/01/18	06/30/19		
Total Reimbursed TPAF Social Security Contributions					(207,445.14)	-
General Fund (Non-Cash Assistance):						
New Jersey Department of the Treasury:						
On-behalf Contributions:						
T.P.A.F. Post-Retirement Medical	495-034-5094-001	4,986,253.00	07/01/18	06/30/19		
Teacher's Pension and Annuity Fund	495-034-5094-002	10,767,274.00	07/01/18	06/30/19		
T.P.A.F. Non-contributory Insurance	495-034-5094-004	225,387.00	07/01/18	06/30/19		
T.P.A.F. Long-Term Disability Insurance	495-034-5094-004	9,481.00	07/01/18	06/30/19		
Total General Fund Non-Cash Assistance					-	-
Total General Fund					(6,418,726.14)	-
Special Revenue Fund:						
New Jersey Department of Education:						
Nonpublic Aid:						
Nursing Services (Chapter 226)	100-034-5120-070	2,134.00	07/01/18	06/30/19		
Total Nursing Aid (Chapter 226)					-	-
Textbook Aid	100-034-5120-064	2,082.00	07/01/17	06/30/18		$ 334.00
Textbook Aid	100-034-5120-064	1,175.00	07/01/18	06/30/19		
Total Textbook Aid					-	334.00
Technology Initiative Aid	100-034-5120-373	1,406.00	07/01/17	06/30/18		788.00
Technology Initiative Aid	100-034-5120-373	792.00	07/01/18	06/30/19		
Total Technology Initiative Aid					-	788.00
School Security Aid	100-034-5120-509	2,850.00	07/01/17	06/30/18		1,407.00
School Security Aid	100-034-5120-509	3,300.00	07/01/18	06/30/19		
Total School Security Aid					-	1,407.00
Auxiliary Services Aid (Chapter 192):	100-034-5120-067					
Compensatory Education		12,402.00	07/01/17	06/30/18		9,567.00
Transportation		2,236.00	07/01/17	06/30/18		1,837.00
Auxiliary Services Aid (Chapter 192):	100-034-5120-067					
Compensatory Education		3,384.00	07/01/18	06/30/19		
Transportation		704.00	07/01/18	06/30/19		
Total Auxiliary Services Aid (Chapter 192)					-	11,404.00

Exhibit K-4
(Schedule B)

Cash Received	Total Budgetary Expenditures	Passed-Through to Subrecipients	Adjustments [a]	Repayment of Prior Years' Balances	Balance June 30, 2019 (Accounts Receivable)	Balance June 30, 2019 Unearned Revenue	Balance June 30, 2019 Due to Grantor	(Memo Only) Budgetary Receivable June 30, 2019	(Memo Only) Cumulative Total Expenditures
$ 3,710,686.00									
34,448,455.52	$ (38,162,410.00)				$ (3,713,954.48)			$ (3,713,954.48)	$ (38,162,410.00)
439,418.00									
5,015,820.69	(5,556,586.00)				(540,765.31)			(540,765.31)	(5,556,586.00)
72,678.00									
852,224.08	(944,104.00)				(91,879.92)			(91,879.92)	(944,104.00)
248,641.00									
954,475.19	(1,057,379.00)				(102,903.81)			(102,903.81)	(1,057,379.00)
7,153.00									
7,153.00									
6,844.00									
45,763,548.48	(45,720,479.00)	-	-	-	(4,449,503.52)	-	-	(4,449,503.52)	(45,720,479.00)
282,884.00									
2,626,179.52	(2,909,313.00)				(283,133.48)			(283,133.48)	(2,909,313.00)
78,626.00									
	(80,886.00)				(80,886.00)				(80,886.00)
2,987,689.52	(2,990,199.00)	-			(364,019.48)			(283,133.48)	(2,990,199.00)
1,357,198.00									
5,275.00	(1,936,700.00)				(1,931,425.00)				(1,936,700.00)
1,362,473.00	(1,936,700.00)	-	-	-	(1,931,425.00)	-	-	-	(1,936,700.00)
207,445.14									
4,046,024.70	(4,256,393.53)				(210,368.83)				(4,256,393.53)
4,253,469.84	(4,256,393.53)	-	-	-	(210,368.83)	-	-	-	(4,256,393.53)
4,986,253.00	(4,986,253.00)								(4,986,253.00)
10,767,274.00	(10,767,274.00)								(10,767,274.00)
225,387.00	(225,387.00)								(225,387.00)
9,481.00	(9,481.00)								(9,481.00)
15,988,395.00	(15,988,395.00)	-	-	-	-	-	-	-	(15,988,395.00)
70,355,575.84	(70,892,166.53)	-	-	-	(6,955,316.83)	-	-	(4,732,637.00)	(70,892,166.53)
2,134.00	(2,134.00)								(2,134.00)
2,134.00	(2,134.00)	-	-	-	-	-	-	-	(2,134.00)
				$ (334.00)					
1,175.00	(1,027.90)		$ (0.10)				$ 147.00		(1,027.90)
1,175.00	(1,027.90)	-	(0.10)	(334.00)	-	-	147.00	-	(1,027.90)
				(788.00)					
792.00	(719.90)		(0.10)				72.00		(719.90)
792.00	(719.90)	-	(0.10)	(788.00)	-	-	72.00	-	(719.90)
				(1,407.00)					
3,300.00	(2,948.00)						352.00		(2,948.00)
3,300.00	(2,948.00)	-	-	(1,407.00)	-	-	352.00	-	(2,948.00)
				(9,567.00)					
				(1,837.00)					
3,384.00							3,384.00		
704.00	(218.80)		(0.20)				485.00		(218.80)
4,088.00	(218.80)	-	(0.20)	(11,404.00)	-	-	3,869.00	-	(218.80)

(Continued)

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Fiscal Year Ended June 30, 2019

State Grantor / Program or Cluster Title	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance June 30, 2018 Unearned Revenue / (Accounts Receivable)	Balance June 30, 2018 Due to Grantor
Special Revenue Fund (Cont'd):						
New Jersey Department of Education (Cont'd):						
Nonpublic Aid (Cont'd):						
Handicapped Services Aid (Chapter 193):	100-034-5120-066					
Corrective Speech		$ 16,070.00	07/01/17	06/30/18		$ 14,106.00
Examination and Classification		5,092.00	07/01/17	06/30/18		2,546.00
Supplementary Instruction		793.00	07/01/17	06/30/18		793.00
Handicapped Services Aid (Chapter 193):	100-034-5120-066					
Corrective Speech		6,250.00	07/01/18	06/30/19		
Total Handicapped Services Aid (Chapter 193)					-	17,445.00
Total Special Revenue Fund					-	31,378.00
Capital Projects Fund:						
New Jersey Department of Education:						
New Jersey Schools Development Authority (SDA):						
Bells Elementary Air Conditioning/Security	5500-025-05-1000	965,244.00	10/26/04	12/31/13		219.37
Birches Elementary Air Conditioning/Security	5500-027-05-1000	965,244.00	10/26/04	12/31/13		6,911.82
Wedgewood Elementary Air Conditioning/Security	5500-060-05-1000	859,321.00	10/26/04	12/31/13		3,564.68
Whitman Elementary Air Conditioning/Security	5500-070-05-1000	965,244.00	10/24/04	12/31/13		8,247.59
High School Science Labs	5500-010-05-3000	430,963.00	12/22/05	08/31/18	$ (87,573.07)	
Total Capital Projects Fund					(87,573.07)	18,943.46
Enterprise Fund:						
New Jersey Department of Agriculture:						
State School Lunch Program	18-100-010-3350-023	19,289.33	07/01/17	06/30/18	(5,442.07)	
State School Lunch Program	18-100-010-3350-023	19,069.48	07/01/18	06/30/19		
State School Lunch Program					(5,442.07)	-
Total Enterprise Fund					(5,442.07)	-
Total State Financial Assistance					$ (6,511,741.28)	$ 50,321.46
Less: State Financial Assistance not subject to Calculation for Major Program Determination for State Single Audit:						
General Fund (Non-Cash Assistance):						
New Jersey Department of the Treasury:						
On-behalf Contributions:						
T.P.A.F. Post-Retirement Medical	495-034-5094-001	4,986,253.00	07/01/18	06/30/19		
Teacher's Pension and Annuity Fund	495-034-5094-002	10,767,274.00	07/01/18	06/30/19		
T.P.A.F. Non-contributory Insurance	495-034-5094-004	225,387.00	07/01/18	06/30/19		
T.P.A.F. Long-Term Disability Insurance	495-034-5094-004	9,481.00	07/01/18	06/30/19		
Total General Fund Non-Cash Assistance						
Total State Financial Assistance						

[a] see note 6 to the schedules of expenditiures of federal awards and state financial assitance.

The accompanying notes to financial statements and notes to the schedules of expenditures of federal awards and state financial assistance are an integral part of this schedule.

Cash Received	Total Budgetary Expenditures	Passed-Through to Subrecipients	Adjustments [a]	Repayment of Prior Years' Balances	Balance June 30, 2019 (Accounts Receivable)	Balance June 30, 2019 Unearned Revenue	Balance June 30, 2019 Due to Grantor	(Memo Only) Budgetary Receivable June 30, 2019	(Memo Only) Cumulative Total Expenditures
				$ (14,106.00)					
				(2,546.00)					
				(793.00)					
$ 6,250.00	$ (3,571.20)		$ 0.20				$ 2,679.00		$ (3,571.20)
6,250.00	(3,571.20)	-	0.20	(17,445.00)	-	-	2,679.00	-	(3,571.20)
17,739.00	(10,619.80)	-	(0.20)	(31,378.00)	-	-	7,119.00	-	(10,619.80)
			(219.37)						(1,925,231.62)
			(6,911.82)						(1,918,539.17)
			(3,564.68)						(1,721,941.69)
			(8,247.59)						(1,917,203.40)
117,000.81	(29,427.79)		0.05						(430,963.00)
117,000.81	(29,427.79)	-	(18,943.41)	-	-	-	-	-	(7,913,878.88)
5,442.07									
18,628.44	(19,069.48)				$ (441.04)				(19,069.48)
24,070.51	(19,069.48)	-	-	-	(441.04)	-	-	-	(19,069.48)
24,070.51	(19,069.48)	-	-	-	(441.04)	-	-	-	(19,069.48)
$ 70,514,386.16	(70,951,283.60)	-	$ (18,943.61)	$ (31,378.00)	$ (6,955,757.87)	-	$ 7,119.00	$ (4,732,637.00)	$ (78,835,734.69)
	4,986,253.00								
	10,767,274.00								
	225,387.00								
	9,481.00								
	15,988,395.00								
	$ (54,962,888.60)								

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2019

Note 1: BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal awards and state financial assistance ("the schedules") include federal and state award activity of the Township of Washington School District (hereafter referred to as the "School District"). The School District is defined in note 1 to the School District's basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.* All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules. Because these schedules present only a selected portion of the operations of the School District, it is not intended to and does not present the financial position and changes in operations of the School District.

Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedules are presented using the budgetary basis of accounting, with the following exceptions: programs recorded in the capital projects fund are presented on the modified accrual basis of accounting and programs recorded in the enterprise fund are presented using the accrual basis of accounting. These bases of accounting are described in note 1 to the School District's basic financial statements. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Note 3: INDIRECT COST RATE

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

Note 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

Note 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONT'D)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is $42,820.00 for the general fund and $1,142.13 for the special revenue fund. See exhibit C-3, notes to required supplementary information, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

Awards and financial assistance revenues reported in the School District's basic financial statements on a GAAP basis with a reconciliation to the budgetary basis reported on the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are presented as follows:

Fund	Federal	State	Total
General	$ 214,754.29	$ 70,934,986.53	$ 71,149,740.82
Special Revenue	2,839,469.10	10,619.80	2,850,088.90
Capital Projects		29,427.79	29,427.79
Food Service	880,688.05	19,069.48	899,757.53
GAAP Basis Revenues	3,934,911.44	70,994,103.60	74,929,015.04
GAAP Adjustments:			
State Aid Payments		(42,820.00)	(42,820.00)
Encumbrances	(1,142.13)		(1,142.13)
Total GAAP Adjustments	(1,142.13)	(42,820.00)	(43,962.13)
Total Awards and Financial Assistance Expended	$ 3,933,769.31	$ 70,951,283.60	$ 74,885,052.91

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: ADJUSTMENTS

Amounts reported in the column entitled "adjustments" on the schedule of expenditures of federal awards represent cancellation of due to grantor. Amounts reported in the column entitled "adjustments" on the schedule of expenditures of state financial assistance represent rounding adjustments and cancellation of due to grantor.

Note 7: REIMBURSED AND ON-BEHALF PAYMENTS

During the fiscal year ended June 30, 2019, the School District was the recipient of federal and state assistance that represented either a reimbursement to the School District or payments made on-behalf of the School District. Revenues and expenditures reported under the federal food distribution program represent the current year value received and the current year distribution, respectively, of American-grown United States Department of Agriculture foods utilized in the School District's food service program. TPAF Social Security Contributions represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year. Lastly, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance related to TPAF members.

Note 8: MAJOR PROGRAMS

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

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2019

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ___ yes _X_ no
- Significant deficiency(ies) identified? ___ yes _X_ none reported

Noncompliance material to financial statements noted? ___ yes _X_ no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ___ yes _X_ no
- Significant deficiency(ies) identified? ___ yes _X_ none reported

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

Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance)? ___ yes _X_ no

Identification of major programs:

CFDA Number(s)	FAIN Number(s)	Name of Federal Program or Cluster
93.778	1905NJ5MAP	Medical Assistance Program (Medicaid) Cluster
		Child Nutrition Cluster:
10.553	191NJ304N1099	School Breakfast Program (SBP)
10.555	191NJ304N1099	National School Lunch Program - Commodities (Noncash)
10.555	191NJ304N1099	National School Lunch Program (NSLP)
10.556	191NJ304N1099	Special Milk Program for Children

Dollar threshold used to determine Type A programs: $ 750,000.00

Auditee qualified as low-risk auditee? _X_ yes ___ no

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2019

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

State Financial Assistance

Internal control over major programs:

Material weakness(es) identified?	___ yes _X_ no
Significant deficiency(ies) identified?	___ yes _X_ none reported
Type of auditor's report issued on compliance for major programs	unmodified
Any audit findings disclosed that are required to be reported in accordance with New Jersey Circular 15-08-OMB?	___ yes _X_ no

Identification of major programs:

GMIS Number(s)	Name of State Program
	State Aid Public:
495-034-5120-078	Equalization Aid
495-034-5120-089	Categorical Special Education Aid
495-034-5120-084	Categorical Security Aid
495-034-5120-085	Adjustment Aid
495-034-5120-044	Extraordinary Aid

Dollar threshold used to determine Type A programs	$ 1,648,887.00
Auditee qualified as low-risk auditee?	_X_ yes ___ no

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2019

Section 2- Schedule of Financial Statement Findings

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

None.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2019

Section 3- Schedule of Federal Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major Federal programs, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

None.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2019

Section 4- Schedule of State Financial Assistance Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major State programs, as required by State of New Jersey Circular 15-08-OMB.

None.

TOWNSHIP OF WASHINGTON SCHOOL DISTRICT
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

This section identifies the status of prior year findings related to the financial statements and federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARDS

None.

STATE FINANCIAL ASSISTANCE PROGRAMS

None.