

**BOROUGH OF BLOOMINGDALE
SCHOOL DISTRICT**

**Borough of Bloomingdale School District
Bloomingdale, New Jersey**

**Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2020**

**Comprehensive Annual
Financial Report**

of the

Borough of Bloomingdale School District

Bloomingdale, New Jersey

For the Fiscal Year Ended June 30, 2020

Prepared by

**Borough of Bloomingdale School District
Finance Department**

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
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INTRODUCTORY SECTION
(UNAUDITED)

Bloomingtondale Board of Education

WALTER T. BERGEN SCHOOL
225 Glenwild Avenue
Bloomingtondale, NJ 07403

December 15, 2020

The Honorable President and Members
of the Board of Education
Borough of Bloomingtondale School District
County of Passaic, New Jersey

Dear Honorable President and Board Members:

The comprehensive annual financial report of the Borough of Bloomingtondale School District for the fiscal year ended June 30, 2020, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart, a roster of officials and a list of consultants and advisors. The financial section includes The Independent Auditors' Report, management's discussion and analysis, the basic financial statements and notes providing an overview of the financial position and operating results, and supplementary schedules providing detailed budgetary information. The statistical section includes selected economic and demographic information, financial trends, and the fiscal capacity of the District, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the auditors' reports on the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES:

The Borough of Bloomingtondale School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Borough of Bloomingtondale School District and its schools constitute the District's reporting entity.

(1) REPORTING ENTITY AND ITS SERVICES: (Cont'd)

The District provides a full range of educational services appropriate to grade levels Pre-K through 8 as well as special education for handicapped students.

2) ECONOMIC CONDITION AND OUTLOOK:

The Borough of Bloomingdale has been experiencing a tax collection rate of 97.77%, indicating a strong economic base. The Borough's proximity to Route 287 and the availability of land within the borough continue to support a reasonable expectation of expansion. Such expansion may result in an increasing number of businesses relocating to the area, as well as a potential increase in the employment level. The result would be an increased tax base for the Borough, along with a continuing prosperity.

3) MAJOR INITIATIVES:

Administrators and teachers continue their focus on the implementation of the New Jersey Student Learning Standards as well as the alignment of all curricula related to these standards. Ongoing staff development continues in the areas of both ELA and Math on all grade levels. The district has given staff access to individualized professional development through out of district and online methods to provide meaningful and ongoing training. In the areas of spelling, phonics, and letter formation, kindergarten and first grade are in year three of Foundations implementation, while second grade is in year two. This past year, grades two through five implemented the Reading Street Literacy program in their classes. Knowing Science, a hands on program aligned to the NJSLS/NGSS, has been implemented in grades K-4. Grades 5-8 continue to utilize the inquiry-based hands-on FOSS science program. Using the software product Achieve3000, literacy instruction is individually differentiated in grades K-8, along with an eScience component in grades 6-8. In mathematics, students continue their use of Everyday Math program in grades K-5, as well as the Connected Math 3 program in grades 6-8. In September of 2018, a 1:1 Chromebook initiative for all eighth grade students at WTB commenced. This initiative will use Google Classroom as a means to promote student-teacher interaction through enhanced communication and feedback in a paperless environment. In addition to the 1:1 initiative, students at all grade levels have access to laptop carts, IPADs, and district computer labs. Technology and 21st Century Life and Career skills are integrated throughout all grades and subjects. However, with the current COVID-19 pandemic the district has had to shift its priorities to virtual learning instead of in-person learning. This included adding more Chromebooks, more internet connectivity to parents and students within the district.

4) INTERNAL ACCOUNTING CONTROLS:

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

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

4) INTERNAL ACCOUNTING CONTROLS: (Cont'd)

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

5) BUDGETARY CONTROLS:

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as fund balance restrictions, commitments and assignments at June 30, 2020.

6) ACCOUNTING SYSTEM AND REPORTS:

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

7) CASH MANAGEMENT:

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

8) RISK MANAGEMENT:

The Board carries various forms of insurance, including, but not limited to, general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. The Morris Essex Insurance Group (MEIG) oversees risk management for Workers' Compensation Insurance. A Schedule of Insurance Coverage is found on Exhibit J-20.

The Honorable President and Members
of the Board of Education
Borough of Bloomingdale School District
Page 4
December 15, 2020

9) OTHER INFORMATION:

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board of Education at its last organization meeting. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.

10) ACKNOWLEDGMENTS:

We would like to express our appreciation to the members of the Board of the Borough of Bloomingdale School District 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.

Respectfully Submitted,

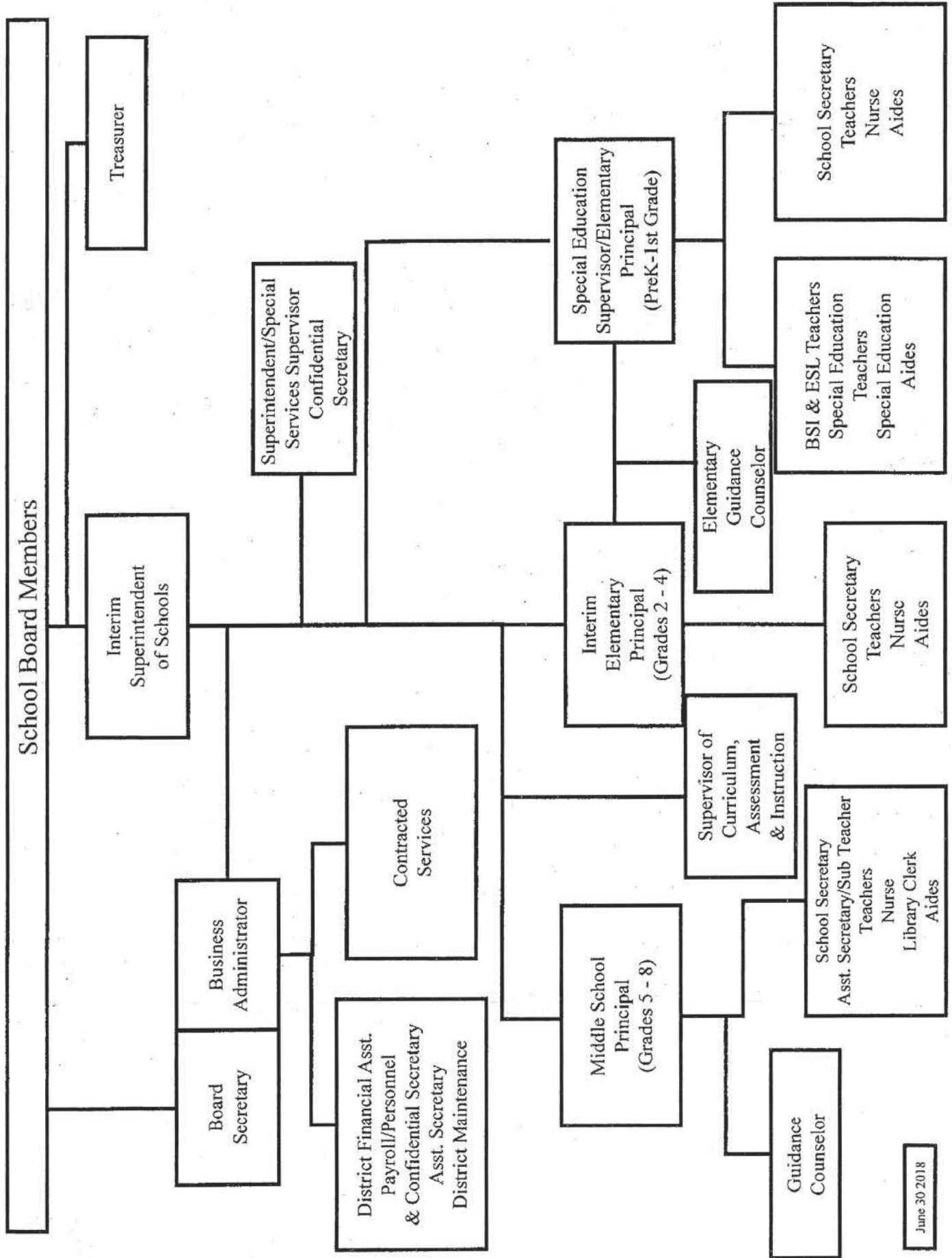


John Petrelli
Interim Superintendent of Schools



Eulalia Gillis
Interim Business Administrator

Bloomingdale Board of Education Administrative Flow Chart



June 30 2018

**BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
 ROSTER OF OFFICIALS
 JUNE 30, 2020**

<u>Members of the Board of Education</u>		<u>Expiration of Term</u>
Lauren Grecco, President		2021
Robert Bloodgood, Vice-President		2021
Carol Marcus		2022
Charles Caraballo		2022
Thomas Kroncke		2020
Elizabeth Santana		2022
John Pituch		2020
Cathy Gurbisz		2020
James Schalago		2021
<u>Other Officials</u>	<u>Title</u>	
John Petrelli	Interim Superintendent of Schools	
Eulalia Gillis	Interim Business Administrator/Board Secretary	
Sherry Gallagher	Treasurer of School Monies	

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
Consultants and Advisors

Audit Firm

Nisivoccia LLP, CPAs
200 Valley Road, Suite 300
Mount Arlington, New Jersey 07856
and
11 Lawrence Road
Newton, New Jersey 07860

Attorneys

Jeffrey Merlino
Sciarrillo, Cornell, Merlino, McKeever & Osborne
238 St. Paul Street
Westfield, New Jersey, 07090

Official Depository

Lakeland Bank
23 Main Street
Bloomingdale, New Jersey 07403

FINANCIAL SECTION

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Borough of Bloomingdale School District
County of Passaic, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Borough of Bloomingdale School District (the "District") in the County of Passaic as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Borough of Bloomingdale School District, in the County of Morris, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, which follows this report, the pension and postemployment benefit schedules in Exhibits L-1 through L-5 and the related notes and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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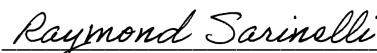
The accompanying other information such as the introductory and statistical sections has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2020 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

December 15, 2020
Mount Arlington, New Jersey

NISIVOCCIA LLP



Raymond Sarinelli
Licensed Public School Accountant #2549
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Borough of Bloomingdale School District
Management Discussion and Analysis**

This section of Borough of Bloomingdale School District’s annual financial report presents its discussion and analysis of the District’s financial performance during the fiscal year ending June 30, 2020. Please read it in conjunction with the transmittal letter at the front of this report and the District’s financial statements, which immediately follow this section.

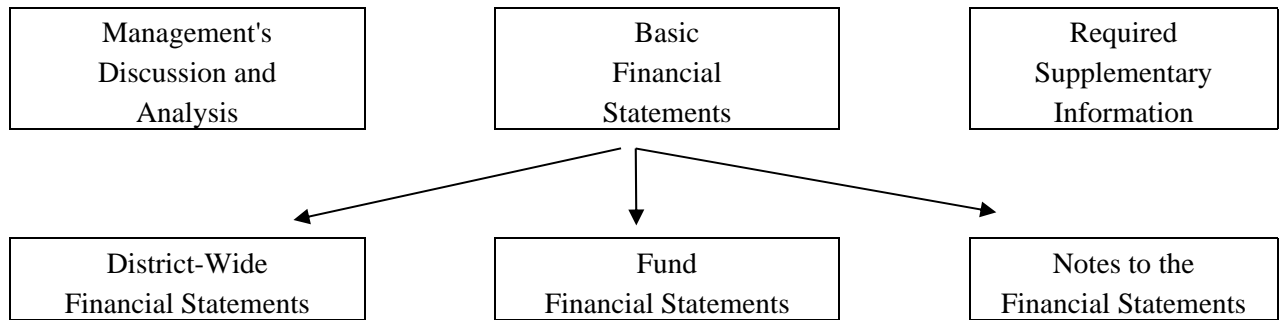
Overview of the Financial Statements

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

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

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

**Figure A-1
Organization of Borough of Bloomingdale School District’s Financial Report**



**Borough of Bloomingdale School District
Management Discussion and Analysis**

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

Figure A-2

Major Features of the District-Wide and Fund Financial Statements

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

Borough of Bloomingdale School District Management Discussion and Analysis

District-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

The District has three kinds of funds:

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

**Borough of Bloomingdale School District
Management Discussion and Analysis**

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

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

Financial Analysis of the District as a Whole

Net Position. The District’s combined net position increased \$1,056,078. Net position from governmental activities increased by \$1,064,366 combined with a decrease in net position from business-type activities of \$8,288. Net investment in capital assets decreased by \$196,614, restricted net position increased by \$136,159 and unrestricted net position increased by \$1,116,533.

Figure A-3

Condensed Statement of Net Position

	Government Activities		Business-Type Activities		Total School District		Total Percentage Change
	2019/20	2018/19	2019/20	2018/19	2019/20	2018/19	
Current and Other Assets	\$ 5,591,333	\$ 4,742,175	\$ 44,192	\$ 43,360	\$ 5,635,525	\$ 4,785,535	
Capital Assets, Net	4,327,880	4,633,178	43,004	43,438	4,370,884	4,676,616	
Total Assets	<u>9,919,213</u>	<u>9,375,353</u>	<u>87,196</u>	<u>86,798</u>	<u>10,006,409</u>	<u>9,462,151</u>	5.75%
Deferred Outflow of Resources	<u>504,487</u>	<u>706,781</u>			<u>504,487</u>	<u>706,781</u>	-28.62%
Other Liabilities	457,356	524,245	24,657	15,971	482,013	540,216	
Long-Term Liabilities	2,761,173	3,323,187			2,761,173	3,323,187	
Total Liabilities	<u>3,218,529</u>	<u>3,847,432</u>	<u>24,657</u>	<u>15,971</u>	<u>3,243,186</u>	<u>3,863,403</u>	-16.05%
Deferred Inflows of Resources	<u>1,411,801</u>	<u>1,505,698</u>			<u>1,411,801</u>	<u>1,505,698</u>	-6.24%
Net Position:							
Net Investment in Capital Assets	4,111,838	4,308,018	43,004	43,438	4,154,842	4,351,456	
Restricted	3,286,392	3,150,233			3,286,392	3,150,233	
Unrestricted/(Deficit)	<u>(1,604,860)</u>	<u>(2,729,247)</u>	<u>19,535</u>	<u>27,389</u>	<u>(1,585,325)</u>	<u>(2,701,858)</u>	
Total Net Position	<u>\$ 5,793,370</u>	<u>\$ 4,729,004</u>	<u>\$ 62,539</u>	<u>\$ 70,827</u>	<u>\$ 5,855,909</u>	<u>\$ 4,799,831</u>	22.00%

Changes in Net Position. The District’s combined net position was \$5,855,909 on June 30, 2020, \$1,056,078 or 22.00% more than it was the year before. (See Figure A-3). The increase in the District’s financial position came primarily from its governmental activities as net position increased \$1,064,366, while net position from business type activities decreased \$8,288, (See Figure A-4) for the fiscal year ended June 30, 2020.

**Borough of Bloomingdale School District
Management Discussion and Analysis**

**Figure A-4
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2019/20	2018/19	2019/20	2018/19	2019/20	2018/19	
Revenue:							
Program Revenue:							
Charges for Services	\$ 124,476	\$ 83,170	\$ 86,458	\$ 125,091	\$ 210,934	\$ 208,261	
Operating Grants & Contributions	5,286,874	5,775,397	77,537	81,954	5,364,411	5,857,351	
General Revenue:							
Property Taxes	17,554,520	17,213,069			17,554,520	17,213,069	
Unrestricted Federal and State Aid	25,326	11,606			25,326	11,606	
Other	51,588	52,283	43	48	51,631	52,331	
Total Revenue	<u>23,042,784</u>	<u>23,135,525</u>	<u>164,038</u>	<u>207,093</u>	<u>23,206,822</u>	<u>23,342,618</u>	-0.58%
Expenses:							
Instruction	7,524,862	7,978,150			7,524,862	7,978,150	
Pupil and Instruction Services	10,231,315	10,290,769			10,231,315	10,290,769	
Administrative and Business	1,449,926	1,402,432			1,449,926	1,402,432	
Maintenance and Operations	1,154,671	1,222,119			1,154,671	1,222,119	
Transportation	1,191,915	1,552,448			1,191,915	1,552,448	
Other	421,660	454,418	176,395	208,333	598,055	662,751	
Total Expenses	<u>21,974,349</u>	<u>22,900,336</u>	<u>176,395</u>	<u>208,333</u>	<u>22,150,744</u>	<u>23,108,669</u>	-4.15%
Transfer In/(Out)	<u>(4,069)</u>		<u>4,069</u>				
Increase/(Decrease) in Net Position	<u>\$ 1,064,366</u>	<u>\$ 235,189</u>	<u>\$ (8,288)</u>	<u>\$ (1,240)</u>	<u>\$ 1,056,078</u>	<u>\$ 233,949</u>	351.41%

Governmental Activities

As discussed elsewhere in this commentary, the financial position of the District increased. However, maintaining existing programs along with the provision of programs and services for students with special needs place great demands on the District's resources along with rising employee salary and benefits costs.

Careful management of expenses remains essential for the District to maintain its financial health. State aid has been relatively flat while costs continue to escalate.

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

**Borough of Bloomingdale School District
Management Discussion and Analysis**

**Figure A-5
Net Cost of Governmental Activities**

	Total Costs of Services		Net Cost of Services	
	2019/20	2018/19	2019/20	2018/19
Instruction	\$ 7,524,862	\$ 7,978,150	\$ 2,481,680	\$ 2,512,360
Pupil and Instruction Services	10,231,315	10,290,769	10,231,315	10,290,769
Administrative and Business	1,449,926	1,402,432	1,236,308	1,154,046
Maintenance and Operations	1,154,671	1,222,119	1,109,095	1,205,661
Transportation	1,191,915	1,552,448	1,082,941	1,424,515
Other	421,660	454,418	421,660	454,418
	<u>\$ 21,974,349</u>	<u>\$ 22,900,336</u>	<u>\$ 16,562,999</u>	<u>\$ 17,041,769</u>

Business-Type Activities

Net position from the District’s business-type activity decreased by \$8,288, (Refer to Figure A-4). The primary factor contributing to these results was:

- Decrease in business-type activity was a result of the loss of revenue due to the shutdown caused by the COVID -19 pandemic.

Financial Analysis of the District’s Funds

- The District’s financial position in the General Fund increased \$928,055. Revenues increased this year in part due to an increase in operating grants and property taxes while expenditures during the current year decreased primarily because of the shutdown caused by the COVID -19 pandemic.

General Fund Budgetary Highlights

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into two categories:

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- Changes in budgetary line accounts to more accurately reflect current requirements.

**Borough of Bloomingdale School District
Management Discussion and Analysis**

Capital Asset Administration

Figure A-6

Capital Assets (net of depreciation)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total School District</u>		<u>Percentage</u>
	<u>2019/20</u>	<u>2018/19</u>	<u>2019/20</u>	<u>2018/19</u>	<u>2019/20</u>	<u>2018/19</u>	<u>Change</u>
Sites	\$ 48,500	\$ 48,500			\$ 48,500	\$ 48,500	
Construction in Progress	248,290	248,290			248,290	248,290	
Buildings & Building Improvements	3,889,546	4,157,673			3,889,546	4,157,673	
Furniture, Machinery & Equipment	141,544	178,715	\$ 43,004	\$ 43,438	184,548	222,153	
Total	\$ 4,327,880	\$ 4,633,178	\$ 43,004	\$ 43,438	\$ 4,370,884	\$ 4,676,616	-6.54%

- The change in Capital Assets is primarily a result of the acquisition of assets in the amount of \$24,363 offset by depreciation expense of \$330,095.
- The construction in progress represents referendum expenditures as of June 30, 2020.

Long-Term Liabilities

At year-end, the District had \$432,000 in general obligation bonds outstanding as shown in Figure A-7. (More detailed information about the District's long-term liabilities is presented in Note 8 to the basic financial statements.)

Figure A-7

Outstanding Long-Term Liabilities

	<u>Total School District</u>		<u>Percentage</u>
	<u>2019/20</u>	<u>2018/19</u>	<u>Change</u>
Bonds Payable	\$ 432,000	\$ 512,000	
Obligations Under Capital Leases	32,053		
Net Pension Liability	1,587,051	2,061,913	
Other Long Term Liabilities	710,069	749,274	
Total	\$ 2,761,173	\$ 3,323,187	-16.91%

- The District continued to pay down its debt, retiring \$80,000 of outstanding bonds.
- Other Long Term Liabilities decreased \$39,205 comprised entirely of decreases in compensated absences payable.
- Net Pension Liability decreased by \$474,862
- The District entered into a capital lease for a new phone system which accounted for a \$32,053 net increase in obligations under capital leases.

Borough of Bloomingdale School District Management Discussion and Analysis

Factors Bearing on the District's Future

Currently, the District is in good financial condition. Everyone associated with the Board of Education is grateful for the community support of the schools. However, due to an environment of relatively flat state aid, there is an ever-increasing reliance on local property taxes to fund school district operations. A major concern is that an extraordinary financial burden is placed on taxpayers just to maintain appropriate class sizes and services.

Future finances will be challenged even further with the continued effect of legislation that impacts the financial operation of the School District. S1701, adopted by the State of New Jersey on June 17, 2004, forced the District to cut its allowable unassigned general fund balance to 2% of the District's total adjusted expenditures which leaves the District with very little protection in the event of unforeseen emergencies. This law also places limits on the District's ability to transfer funds into capital reserve for the construction and maintenance reserve of school facilities, the ability to transfer available fund balance as needed and the ability to transfer available funds between appropriation accounts. Taking away the option of transferring available funds during the budget year severely impacts our ability to maintain and improve our facilities.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Board of Education Office at 225 Glenwild Avenue, Bloomingdale, New Jersey 07403.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2020

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
<u>ASSETS:</u>			
Cash and Cash Equivalents	\$ 3,862,119	\$ 11,778	\$ 3,873,897
Receivables from Federal, State and Other Governments	918,934	12,138	931,072
Interfund Receivable	33,779		33,779
Internal Balances	(10,551)	10,551	
Inventory		9,725	9,725
Restricted Assets:			
Capital Reserve Account - Cash and Cash Equivalents	687,052		687,052
Maintenance Reserve Account - Cash and Cash Equivalents	100,000		100,000
Capital Assets:			
Sites (Land) and Construction in Progress	296,790		296,790
Depreciable Site Improvements, Building and Building Improvements and Furniture, Machinery and Equipment	4,031,090	43,004	4,074,094
Total Assets	<u>9,919,213</u>	<u>87,196</u>	<u>10,006,409</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred Outflows Related to Pensions	<u>504,487</u>		<u>504,487</u>
Total Deferred Outflows of Resources	<u>504,487</u>		<u>504,487</u>
<u>LIABILITIES:</u>			
Accounts Payable	220,703	15,560	236,263
Payable to State Government	213,870		213,870
Accrued Interest Payable	4,891		4,891
Unearned Revenue	17,892	9,097	26,989
Noncurrent Liabilities:			
Due Within One Year, Net	89,227		89,227
Due Beyond One Year, Net	2,671,946		2,671,946
Total Liabilities	<u>3,218,529</u>	<u>24,657</u>	<u>3,243,186</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Inflows Related to Pensions	<u>1,411,801</u>		<u>1,411,801</u>
Total Deferred Inflows of Resources	<u>1,411,801</u>		<u>1,411,801</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	4,111,838	43,004	4,154,842
Restricted for:			
Capital Reserve	687,052		687,052
Maintenance Reserve	100,000		100,000
Excess Surplus	2,499,340		2,499,340
Unrestricted/(Deficit)	<u>(1,604,860)</u>	<u>19,535</u>	<u>(1,585,325)</u>
Total Net Position	<u>\$ 5,793,370</u>	<u>\$ 62,539</u>	<u>\$ 5,855,909</u>

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Functions/Programs	Program Revenue			Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
Instruction:							
Regular	\$ 5,322,843	\$ 124,476	\$ 1,691,567		\$ (3,506,800)	\$	\$ (3,506,800)
Special Education	1,865,814		3,154,242		1,288,428		1,288,428
School -Sponsored/Other Instruction	336,205		72,897		(263,308)		(263,308)
Support Services:							
Tuition	7,818,484				(7,818,484)		(7,818,484)
Student and Instruction Related Services	2,412,831				(2,412,831)		(2,412,831)
General Administration Services	347,860				(347,860)		(347,860)
School Administration Services	745,305		213,618		(531,687)		(531,687)
Central Services	276,357				(276,357)		(276,357)
Administration Information Technology	80,404				(80,404)		(80,404)
Plant Operations and Maintenance	1,154,671		45,576		(1,109,095)		(1,109,095)
Pupil Transportation	1,191,915		108,974		(1,082,941)		(1,082,941)
Unallocated Depreciation	272,909				(272,909)		(272,909)
Interest on Long-Term Debt	10,754				(10,754)		(10,754)
Capital Outlay	26,400				(26,400)		(26,400)
Charter Schools	111,597				(111,597)		(111,597)
Total Governmental Activities	21,974,349	124,476	5,286,874		(16,562,999)		(16,562,999)

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

<u>Functions/Programs</u>	Program Revenue		Net (Expense) Revenue and Changes in Net Position		
	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
	Expenses	Capital Grants and Contributions			
Business-Type Activities: Food Service	\$ 176,395	\$ 86,458	\$ 77,537	\$ (12,400)	\$ (12,400)
Total Business-Type Activities	176,395	86,458	77,537	(12,400)	(12,400)
Total Primary Government	\$ 22,150,744	\$ 210,934	\$ 5,364,411	\$ (16,562,999)	(16,575,399)
General Revenues and Transfers:					
Taxes:					
Property Taxes, Levied for					
General Purposes, Net					
Taxes Levied for Debt Service					
Federal and State Aid not Restricted					
Miscellaneous Income					
Transfer In/(Out)					
Total General Revenue and Transfers			17,627,365	4,112	17,631,477
Change in Net Position					
Net Position - Beginning			1,064,366	(8,288)	1,056,078
Net Position - Ending			4,729,004	70,827	4,799,831
	\$ 5,793,370	\$ 62,539	\$ 5,855,909	\$ 5,855,909	\$ 5,855,909

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

FUND FINANCIAL STATEMENTS

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
ASSETS:				
Cash and Cash Equivalents	\$ 3,750,097		\$ 112,022	\$ 3,862,119
Interfund Receivables	97,207		17,250	114,457
Receivables From Federal Government		\$ 69,914		69,914
Receivables From State Government	753,892		86,686	840,578
Receivables From Other Governments	8,442			8,442
Restricted Cash and Cash Equivalents	787,052			787,052
Total Assets	\$ 5,396,690	\$ 69,914	\$ 215,958	\$ 5,682,562
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Interfund Payable	\$ 27,801	\$ 63,428		\$ 91,229
Accounts Payable	220,703			220,703
Payable to State Government	85,801			85,801
Unearned Revenue	11,406	6,486		17,892
Total Liabilities	345,711	69,914		415,625
Fund Balances:				
Restricted for:				
Capital Reserve Account	\$ 687,052			\$ 687,052
Maintenance Reserve Account	100,000			100,000
Excess Surplus - 2021-2022	1,288,692			1,288,692
Excess Surplus - 2020-2021	1,210,648			1,210,648
Capital Projects Fund			\$ 215,958	215,958
Assigned:				
Year-End Encumbrances	998,703			998,703
Designated for Subsequent Year's Expenditures	114,319			114,319
Unassigned	651,565			651,565
Total Fund Balances	5,050,979		215,958	5,266,937
Total Liabilities and Fund Balances	\$ 5,396,690	\$ 69,914	\$ 215,958	

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.	\$ 4,327,880
Interest on long-term debt is not accrued in Governmental Funds, but rather is recognized as an expenditure when due.	(4,891)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.	(1,587,051)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds:	
Deferred Outflows	376,418
Deferred Inflows	(1,411,801)
Long-Term Liabilities, including Bonds Payable, are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	(1,174,122)
Net Position of Governmental Activities	\$ 5,793,370

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 17,462,861			\$ 91,659	\$ 17,554,520
Interest Earned on Capital Reserve Funds	189				189
Tuition - Other LEA's within the State	99,042				99,042
Tuition - Individuals	25,434				25,434
Miscellaneous	51,399				51,399
Total - Local Sources	17,638,925			91,659	17,730,584
State Sources	4,206,606		\$ 29,118		4,235,724
Federal Sources	25,326	\$ 445,718			471,044
Total Revenue	21,870,857	445,718	29,118	91,659	22,437,352

EXPENDITURES

Current:

Regular Instruction	3,067,549	244,587			3,312,136
Special Education Instruction	941,971	201,131			1,143,102
School Sponsored/Other Instruction	231,550				231,550
Support Services and Undistributed Costs:					
Tuition	7,818,484				7,818,484
Student & Instruction Related Services	2,080,558				2,080,558
General Administrative Services	304,913				304,913
School Administrative Services	407,668				407,668
Central Services	227,013				227,013
Administrative Information Technology	22,595				22,595
Plant Operations and Maintenance	1,043,266				1,043,266
Pupil Transportation	1,182,111				1,182,111
Unallocated Benefits	3,483,963				3,483,963

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES					
Debt Service:					
Principal				\$ 80,000	\$ 80,000
Interest and Other Charges	\$ 111,597			11,659	11,659
Transfer of Funds to Charter Schools	54,307				111,597
Capital Outlay					54,307
Total Expenditures	20,977,545	\$ 445,718		91,659	21,514,922
Excess/(Deficit) of Revenue over/(under) Expenditures	893,312		\$ 29,118		922,430
OTHER FINANCING SOURCES/(USES)					
Transfers Out	(4,069)				(4,069)
Capital Leases (Non-Budgeted)	38,812				38,812
Total Other Financing Sources/(Uses)	34,743				34,743
Net Change in Fund Balances	928,055		29,118		957,173
Fund Balance—July 1	4,122,924		186,840		4,309,764
Fund Balance—June 30	\$ 5,050,979	\$ -0-	\$ 215,958	\$ -0-	\$ 5,266,937

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Total Net Change in Fund Balances - Governmental Funds (from Exhibit B-2)	\$	957,173
Amounts Reported for Governmental Activities in the Statement of Activities (Exhibit A-2) are Different Because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation differs from capital outlays in the period.	Depreciation Expense	\$ (326,446)
	Capital Outlays	<u>21,148</u>
		(305,298)
Repayment of serial bonds and capital leases is an expenditure in the Governmental Funds, but the repayment reduces Long-Term Liabilities in the Statement of Net Position and is not reported in the Statement of Activities.		86,759
In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+)		39,205
Lease obligations are other financing sources in the Governmental Funds, but the obligations increase Long-term Liabilities in the Statement of Net Position and are not reported in the Statement of Activities.		(38,812)
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:		
Change in Net Pension Liability		474,862
Change in Deferred Outflows		(244,325)
Change in Deferred Inflows		93,897
In the Statement of Activities, interest on long-term debt is accrued, regardless of when due. In the Governmental Funds, interest is reported when due. When accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the interest paid exceeds the accrued interest, the difference is an addition to the reconciliation (+).		<u>905</u>
Change in Net Position - Governmental Activities (From Exhibit A-2)	\$	<u>1,064,366</u>

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2020

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$	11,778
Intergovernmental Receivable:		
Federal		11,861
State		277
Interfund Receivable:		
General Fund		10,551
Inventories		9,725

Total Current Assets		44,192
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Non-Current Assets:

Capital Assets, Net of Depreciation		
Depreciable Furniture and Equipment		43,004

Total Non-Current Assets		43,004
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Total Assets		87,196
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LIABILITIES:

Current Liabilities:

Accounts Payable - Vendors		15,560
Unearned Revenue - Prepaid Sales		5,624
Unearned Revenue - Donated Commodities		3,473

Total Current Liabilities		24,657
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NET POSITION:

Investment in Capital Assets		43,004
Unrestricted		19,535

Total Net Position	\$	62,539
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THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS
ARE AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 63,000
Daily Sales - Non-Reimbursable Programs	20,738
Miscellaneous Revenue	2,720
	<hr/>
Total Operating Revenue	86,458
	<hr/>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	66,952
Cost of Sales - Non-Reimbursable Programs	22,039
Salaries, Benefits & Payroll Taxes	63,516
Supplies, Insurance & Other Costs	12,554
Management Fee	7,685
Depreciation Expense	3,649
	<hr/>
Total Operating Expenses	176,395
	<hr/>
Operating Loss	(89,937)
Non-Operating Revenue:	
Local Sources:	
Interest Income	43
State Sources:	
Summer Seamless Option - State School Lunch Program	168
State School Lunch Program	1,495
Federal Sources:	
Summer Seamless Option - National School Lunch Program	10,448
National School Lunch Program	41,162
Summer Seamless Option - National School Breakfast Program	5,012
National School Breakfast Program	2,019
Food Distribution Program	17,233
	<hr/>
Total Non-Operating Revenue	77,580
	<hr/>
Change in Net Position Before Transfers	(12,357)
Transfer - General Fund	4,069
	<hr/>
Change in Net Position After Transfers	(8,288)
Net Position - Beginning of Year	70,827
	<hr/>
Net Position - End of Year	\$ 62,539
	<hr/> <hr/>

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 89,288
Payments to Employees	(63,516)
Payments to Food Service Vendor	(76,956)
Payments to Suppliers	(12,554)
Net Cash Used for Operating Activities	<u>(63,738)</u>
Cash Flows Provided for Investing Activities:	
Local Sources:	
Interest Income	43
Net Cash Provided by Investing Activities	<u>43</u>
Cash Flows from Capital and Related Financing Activities:	
Purchase of Capital Assets	(3,215)
Net Cash Used for Capital and Related Financing Activities	<u>(3,215)</u>
Cash Flows from Noncapital Financing Activities:	
Cash Received from Transfers from General Fund	4,069
State Sources:	
State School Lunch Program	1,795
Federal Sources:	
National School Lunch Program	53,364
National School Breakfast Program	5,584
Net Cash Provided by Noncapital Financing Activities	<u>64,812</u>
Net Decrease in Cash and Cash Equivalents	(2,098)
Cash and Cash Equivalents, July 1	<u>13,876</u>
Cash and Cash Equivalents, June 30	<u>\$ 11,778</u>
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	\$ (89,937)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	3,649
Food Distribution Program	17,233
Changes in Assets and Liabilities:	
(Increase) in Inventory	(3,369)
Increase In Unearned Revenue - Prepaid Sales	2,830
Increase in Unearned Revenue - Donated Commodities	1,253
Increase in Accounts Payable	4,603
Net Cash Used for Operating Activities	<u>\$ (63,738)</u>

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund Received U.S.D.A. Donated Commodities through the Food Distribution Program valued at \$18,486 and Utilized Commodities Valued at \$17,233.

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2020

	<u>Agency Funds</u>	<u>Unemployment Compensation Trust Fund</u>	<u>Flexible Spending Trust</u>
ASSETS:			
Cash and Cash Equivalents	\$ 551,641	\$ 106,315	\$ 239
Total Assets	<u>551,641</u>	<u>106,315</u>	<u>239</u>
LIABILITIES:			
Payroll Deductions and Withholdings	224,985		
Accrued Salaries and Wages	195,781		
Due to Student Groups	97,096		
Interfund Payable - General Fund	<u>33,779</u>		
Total Liabilities	<u>551,641</u>		
NET POSITION:			
Held in Trust for Unemployment Claims		106,315	
Held in Trust for Flexible Spending Claims			<u>239</u>
Total Net Position	<u>\$ -0-</u>	<u>\$ 106,315</u>	<u>\$ 239</u>

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Unemployment Compensation Trust Fund	Flexible Spending Trust
	<u> </u>	<u> </u>
Additions:		
Contributions:		
Employee Contributions	\$ 17,757	\$ 819
Board Contributions	17,539	
Total Contributions	<u>35,296</u>	<u>819</u>
Investment Earnings:		
Interest	188	
Net Investment Earnings	<u>188</u>	
Total Additions	<u>35,484</u>	<u>819</u>
Deductions		
Unemployment Compensation Claims	17,539	
Flexible Spending Claims		840
Total Deductions	<u>17,539</u>	<u>840</u>
Change in Net Position	17,945	(21)
Net Position - Beginning of the Year	<u>88,370</u>	<u>260</u>
Net Position - End of the Year	<u>\$ 106,315</u>	<u>\$ 239</u>

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses in the program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary and fiduciary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

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

As required by the NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by board resolution.

Special Revenue Fund: The Special Revenue Fund is used to account for and report the proceeds of specific revenue from sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

B. Basis of Presentation: (Cont'd)

Capital Projects Fund: The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

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

The District reports the following proprietary fund:

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

Additionally, the District reports the following fund type:

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

C. Measurement Focus and Basis of Accounting

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

C. Measurement Focus and Basis of Accounting (Cont'd)

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

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

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budget for the fiscal year ended June 30, 2020 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be made by School Board resolution. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

D. Budgets/Budgetary Control: (Cont'd)

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 21,861,735	\$ 484,932
Differences - Budgetary to GAAP:		
Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not		
Current Year Encumbrances		(52,936)
Prior Year Encumbrances		13,722
Prior Year State Aid Payments Recognized for GAAP Statements	181,265	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(172,143)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 21,870,857</u>	<u>\$ 445,718</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 20,977,545	\$ 484,932
Differences - Budgetary to GAAP:		
Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not		
Current Year Encumbrances		(52,936)
Prior Year Encumbrances		13,722
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 20,977,545</u>	<u>\$ 445,718</u>

E. Cash and Cash Equivalents and Investments:

Cash and cash equivalents include petty cash and cash in banks. Certificates of deposit with maturities of one year or less when purchased are stated at cost.

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

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

New Jersey school districts are limited as to type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A. 17:9-41 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 depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions:

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

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

G. Allowance for Uncollectible Accounts:

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

H. Encumbrances:

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds other than the special revenue fund are reported as restricted, committed, and/or assigned fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as unearned revenue at fiscal year end.

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

I. Short-term Interfund Receivables/Payables:

Short-term interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

J. Inventories and Prepaid Expenses:

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

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2020.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary changes necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

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

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the district-wide statements and proprietary funds are as follows:

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

L. Long Term Liabilities:

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

M. Accrued Salaries and Wages:

The District allows certain employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year. New Jersey statutes require that these earned but undisbursed amounts be retained in a separate bank account. As of June 30, 2020, the amount earned by these employees but not disbursed was \$195,781.

N. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. In the event of termination, an employee is reimbursed for accumulated vacation. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after fifteen years of service.

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

O. Unearned Revenue:

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the special revenue fund.

P. Fund Balance Appropriated:

General Fund: Of the \$5,050,979 General Fund fund balance at June 30, 2020, \$998,703 is assigned for encumbrances and \$114,319 is assigned as designated for subsequent year's expenditures. \$687,052 is restricted in the capital reserve account; \$100,000 has been restricted in the maintenance reserve, \$1,288,692 is restricted for current year excess surplus in accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701) and will be appropriated and included as anticipated revenue for the fiscal year ending June 30, 2022; \$1,210,648 is restricted as prior year excess surplus and has been appropriated and included as anticipated revenue for the fiscal year ended June 30, 2021, and \$651,565 is unassigned fund balance, which is \$172,143 less than the calculated maximum unassigned fund balance, on a GAAP basis, due to the final two state aid payments, which are not recognized until the fiscal year ended June 30, 2021.

Capital Projects Fund: The \$215,958 Capital Projects Fund fund balance at June 30, 2020 is restricted fund balance.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

P. Fund Balance Appropriated: (Cont'd)

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701) the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District had excess surplus as noted above.

The District's unassigned fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$172,143, as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event state school aid payments are not made until the following school budget year, districts must record the last state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the last two state aid payments in the subsequent fiscal year, the school district cannot recognize these state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

Q. Deficit Net Position:

The District has a deficit in unrestricted net position of \$1,604,860 in governmental activities, which is primarily due to the Net Pension Liability. This deficit does not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

R. Net Position:

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

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows of resources at June 30, 2020 related to pensions.

The District had deferred inflows of resources at June 30, 2020 related to pensions.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

R. Net Position: (Cont'd)

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

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

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

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

S. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts has been restricted, committed or assigned.

Fund balance restrictions have been established for the capital projects fund and debt service fund, excess surplus, a capital reserve, and a maintenance reserve.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the Members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources. The District had no committed resources at June 30, 2020.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the Members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for year-end encumbrances and the amount designated for subsequent year's expenditures in the General Fund at June 30, 2020.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

T. Revenue - Exchange and Nonexchange Transactions:

Revenue, resulting from exchange transactions in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes, interest and tuition.

U. Operating Revenue and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

V. Management Estimates:

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

W. Pensions:

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

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

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

Credit Risk – The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the Investment section of this note.

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

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund. New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

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

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

Investments:

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

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

Investments: (Cont'd)

- (9) Deposit of funds in accordance with the following conditions:
- (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
 - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
 - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
 - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
 - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2020, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents	Restricted Cash and Cash Equivalents		Total
		Capital Reserve	Maintenance Reserve	
Checking & Savings Accounts	\$ 4,532,092	\$ 687,052	\$ 100,000	\$ 5,319,144
	<u>\$ 4,532,092</u>	<u>\$ 687,052</u>	<u>\$ 100,000</u>	<u>\$ 5,319,144</u>

During the period ended June 30, 2020, the District did not hold any investments. The carrying amount of the Board's cash and cash equivalents at June 30, 2020, was \$5,319,144 and the bank balance was \$5,554,833.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 4. CAPITAL ASSETS

	Beginning Balance 6/30/2019	Increases	Adjustments/ Decreases	Balance 6/30/2020
Governmental Activities:				
Capital Assets not being Depreciated:				
Sites (Land)	\$ 48,500			\$ 48,500
Construction in Progress	248,290			248,290
Total Capital Assets not Being Depreciated	296,790			296,790
Capital Assets Being Depreciated:				
Buildings and Building Improvements	8,499,205	\$ 19,099		8,518,304
Machinery and Equipment	504,707	2,049	\$ (56,883)	449,873
Total Capital Assets Being Depreciated	9,003,912	21,148	(56,883)	8,968,177
Governmental Activities Capital Assets	9,300,702	21,148	(56,883)	9,264,967
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(4,341,532)	(287,226)		(4,628,758)
Machinery and Equipment	(325,992)	(39,220)	56,883	(308,329)
Total Accumulated Depreciation	(4,667,524)	(326,446)	56,883	(4,937,087)
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 4,633,178</u>	<u>\$ (305,298)</u>	<u>\$ - 0 -</u>	<u>\$ 4,327,880</u>
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ 100,985	\$ 3,215		\$ 104,200
Less Accumulated Depreciation	(57,547)	(3,649)		(61,196)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 43,438</u>	<u>\$ (434)</u>	<u>\$ - 0 -</u>	<u>\$ 43,004</u>
GRAND TOTAL	<u>\$ 4,676,616</u>	<u>\$ (305,732)</u>	<u>\$ - 0 -</u>	<u>\$ 4,370,884</u>

As of June 30, 2020, the District has \$248,290 in an active construction in progress.

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 914
Student and Instruction Related Services	9,891
General and School Administration Services	33,428
Operations and Maintenance of Plant	9,304
Unallocated	272,909
	<u>\$ 326,446</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 5: TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2020, the school district did make a transfer to the capital outlay account for equipment, which does not require county superintendent approval.

NOTE 6. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Borough of Bloomingdale School District in 1997, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end of any unanticipated revenue or unexpended line item appropriations, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2019 to June 30, 2020 fiscal year is as follows:

Balance at June 30, 2019	\$	93,522
Unexpended Balance of Budgeted Withdrawal Returned		87,397
Interest Earned		189
Increased by Board Resolution June 2020		600,000
Budget Withdrawal from Capital Reserve		<u>(94,056)</u>
Balance at June 30, 2020	\$	<u><u>687,052</u></u>

The balance in the capital reserve account at June 30, 2020 did not exceed the balance of local support costs of uncompleted capital projects in the District’s approved Long Range Facilities Plan (“LRFP”). Withdrawals from the capital reserve were for use in DOE approved facilities projects consistent with the District’s LRFP.

NOTE 7. MAINTENANCE RESERVE ACCOUNT

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

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year’s budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan. Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 7. MAINTENANCE RESERVE ACCOUNT (Cont'd)

At no time, shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the District's school facilities. If the account exceeds this maximum amount on June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The activity of the Maintenance Reserve Account for the July 1, 2019 to June 30, 2020 fiscal year is as follows:

Increased by Board Resolution June 2020	\$ 100,000
Balance at June 30, 2020	\$ 100,000

NOTE 8. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2020, the following changes occurred in liabilities reported in the district-wide financial statements:

	<u>Balance</u> <u>6/30/2019</u>	<u>Accrued</u>	<u>Retired</u>	<u>Balance</u> <u>6/30/2020</u>
Bonds Payable	\$ 512,000		\$ 80,000	\$ 432,000
Capital Leases Payable		\$ 38,812	6,759	32,053
Net Pension Liability	2,061,913		474,862	1,587,051
Compensated Absences Payable	<u>749,274</u>	<u>66,263</u>	<u>105,468</u>	<u>710,069</u>
	<u>\$ 3,323,187</u>	<u>\$ 105,075</u>	<u>\$ 667,089</u>	<u>\$ 2,761,173</u>

A. Bonds Payable

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

The District has bonds outstanding as of June 30, 2020 as follows:

<u>Purpose</u>	<u>Final</u> <u>Maturity Date</u>	<u>Interest Rate</u>	<u>Amount</u>
2014 School Bonds	7/15/2024	2.47%	\$ 432,000
			<u>\$ 432,000</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

A. Bonds Payable (Cont'd)

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

Fiscal Year Ending June 30,	Bonds		Total
	Principal	Interest	
2021	\$ 82,000	\$ 9,658	\$ 91,658
2022	84,000	7,608	91,608
2023	86,000	5,508	91,508
2024	89,000	3,408	92,408
2025	91,000	1,063	92,063
	<u>\$ 432,000</u>	<u>\$ 27,245</u>	<u>\$ 459,245</u>

B. Bonds Authorized But Not Issued

As of June 30, 2020, the Board has no bonds authorized but not issued.

C. Capital Leases Payable

The District has a capital lease related to a telephone system. The District has entered into a capital lease totaling \$38,812 of which \$6,759 has been liquidated as of June 30, 2020 for governmental activities. A schedule of the future minimum lease payments under these capital leases, and the present value of the net minimum lease payments at June 30, 2020 is as follows:

Fiscal Year Ending June 30,	Governmental Activities
2021	9,161
2022	9,161
2023	9,161
2024	8,398
2025	763
	36,644
Less: Amount representing interest	(4,591)
Present Value of Net Minimum Lease Payments	\$ 32,053

The current portion for governmental leases is \$7,227 and the long-term portion is \$24,826.

D. Net Pension Liability

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2020 is \$-0- and the long-term portion is \$1,587,051. See Note 9 for further information on the PERS.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 8. LONG-TERM LIABILITIES (Cont'd)

E. Compensated Absences Payable

The liability for compensated absences of the governmental fund types is recorded as a long-term liability and will be liquidated through the General Fund. There is no current portion of the compensated absences balance of the governmental funds in the current year; therefore, the entire \$710,069 represents the long-term liability balance of compensated absences.

There is no liability for compensated absences in the District's Enterprise Fund.

NOTE 9. PENSION PLANS:

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

A. Public Employees' Retirement System (PERS)

Plan Description

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

Benefits Provided

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to Tiers 3 and 4 with 25 or more years of service credit before age 62 and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a 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.

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. District contributions to PERS amounted to \$107,409 for fiscal year 2020.

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

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

At June 30, 2020, the District reported a liability of \$1,587,051 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018 which was rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2019, the District's proportion was 0.009%, which was an decrease of 0.0014% from its proportion measured as of June 30, 2018.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

For the fiscal year ended June 30, 2020, the District recognized pension expense of \$238,752. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2014	6.44	\$ 4,194	
	2015	5.72	25,934	
	2016	5.57	128,345	
	2017	5.48		\$ 227,828
	2018	5.63		184,105
	2019	5.21		138,928
				<u>158,473</u>
Changes in Proportion	2014	6.44		16,416
	2015	5.72		43,360
	2016	5.57		31,396
	2017	5.48		433,087
	2018	5.63	189,459	
	2019	5.21		304,618
				<u>189,459</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2016	5.00		(29,293)
	2017	5.00		35,153
	2018	5.00		24,452
	2019	5.00		(5,260)
				<u>25,052</u>
Difference Between Expected and Actual Experience	2015	5.72	7,195	
	2016	5.57	3,895	
	2017	5.48	6,776	
	2018	5.63		7,011
	2019	5.21	10,620	
			<u>28,486</u>	<u>7,011</u>
District Contribution Subsequent to the Measurement Date	2019	1.00	128,069	
			<u>\$ 504,487</u>	<u>\$ 1,411,801</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

Fiscal Year Ending June 30,	Total
2020	\$ (45,827)
2021	(148,661)
2022	(132,746)
2023	(62,331)
2024	(6,400)
	\$ (395,965)

Actuarial Assumptions

The total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018 which was rolled forward to June 30, 2019. This actuarial valuation used the following actuarial assumptions:

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00 – 6.00% based on years of service
Thereafter	3.00 – 7.00% based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and a 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected_returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Management Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Market Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%

Discount Rate

The discount rate used to measure the total pension liability was 6.28% as of June 30, 2019. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 3.50% as of June 30, 2019 based on the Bond Buyer Go 20 Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based 100% of actuarially determined contributions for the local employers. 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 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2019 calculated using the discount rate as disclosed below, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2019		
	At 1% Decrease (5.28%)	At Current Discount Rate (6.28%)	At 1% Increase (7.28%)
District's proportionate share of the Net Pension Liability	\$ 2,018,649	\$ 1,587,051	\$ 1,243,712

Pension plan Fiduciary Net Position

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

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division). For additional information about the TPAF, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions/annual-reports.shtml.

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service. 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:

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. This note discloses the portion of the District's total proportionate share of the net pension liability that is associated with the District. During the fiscal year ended 2020, the State of New Jersey contributed \$929,496 to the TPAF for normal pension benefits on behalf of the District, which is less than the contractually required contribution of \$1,541,892.

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

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

At June 30, 2020, the State's proportionate share of the net pension liability associated with the District was \$26,141,435. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018 which was rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2019, the District's proportion was 0.0425%, which was an increase of 0.0006% from its proportion measured as of June 30, 2018.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	26,141,435
Total	\$ 26,141,435

For the fiscal year ended June 30, 2020, the State recognized pension expense on behalf of the District in the amount of \$1,541,892 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2020 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2014	8.5	\$ 768,874,621	
	2015	8.3	2,351,172,865	
	2016	8.3	5,609,216,856	
	2017	8.3		\$ 8,483,527,374
	2018	8.29		5,172,258,445
	2019	8.04		3,507,345,617
				8,729,264,342
Difference Between Expected and Actual Experience	2014	8.5		7,323,009
	2015	8.3	145,211,243	
	2016	8.3		69,755,412
	2017	8.3	150,939,884	
	2018	8.29	907,352,137	
	2019	8.04		136,265,890
				1,203,503,264
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2016	5		(431,855,192)
	2017	5		452,016,524
	2018	5		288,091,115
	2019	5		(144,882,771)
				163,369,676
			\$ 9,932,767,606	\$ 17,539,845,423

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

Fiscal Year Ending June 30,	Total
2020	\$ (272,405,510)
2021	(704,260,700)
2022	(630,562,767)
2023	(1,216,378,743)
2023	(2,381,316,232)
Thereafter	(2,402,153,865)
	\$ (7,607,077,817)

Actuarial Assumptions

The total pension liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of July 1, 2018 which was rolled forward to June 30, 2019. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55 – 4.45% based on years of service
Thereafter	2.75 – 5.65% based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and a 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

The actuarial assumptions used in the July 1, 2018 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on pension plan investments (7.00% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected_returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS' target asset allocation as of June 30, 2019 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Market Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%

Discount Rate – TPAF

The discount rate used to measure the total pension liability was 5.60% as of June 30, 2019. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 3.50% as of June 30, 2019 based on the Bond Buyer Go 20 Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 70% of the actuarially determined contributions for the State. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2054. Therefore, the long-term expected rate of return on pension plan investments was applied to projected benefit payments through 2054, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 9. PENSION PLANS (Cont'd)

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

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

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2019 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2019		
	At 1% Decrease (4.60%)	At Current Discount Rate (5.60%)	At 1% Increase (6.60%)
State's Proportionate Share of the Net			
Pension Liability Associated with the District	\$ 30,826,538	\$ 26,141,435	\$ 22,254,279

Pension Plan Fiduciary Net Position

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

NOTE 10. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The District obtains its health benefit coverage through Horizon Blue Cross Blue Shield.

Property and Liability Insurance

The Borough of Bloomingdale School District is a member of the Pooled Insurance Program of New Jersey (the "Fund"). This public entity risk management pool provides general liability, property and automotive coverage, and workers' compensation for its members. The Fund is a risk-sharing public entity risk pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum.

Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 10. RISK MANAGEMENT (Cont'd)

Property and Liability Insurance (Cont'd)

The June 30, 2020 audit report for the Fund is not available as of the date of this report. Selected, summarized financial information for the Fund as of June 30, 2019 is as follows:

	<u>Pooled Insurance Program of New Jersey</u>
Total Assets	\$ 20,888,033
Net Position	\$ 8,932,828
Total Revenue	\$ 7,954,404
Total Expenses	\$ 7,605,614
Change in Net Position	\$ (802,044)
Member Dividends	\$ 1,150,834

Financial statements for the Group are available at the Group's Executive Director's Office:

Burton Agency, Inc.
44 Bergen Street
Westwood, New Jersey 07675
(201) 664-0301

New Jersey Unemployment Compensation Insurance

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

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

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earned</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2017-2018	\$ 23,347	\$ 12,578	\$ 151	\$ 27,053	\$ 81,535
2018-2019	28,819	14,539	161	36,684	88,370
2019-2020	17,757	17,539	188	17,539	106,315

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 11. INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2020.

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 97,207	\$ 27,801
Special Revenue Fund		63,428
Capital Projects Fund	17,250	
Proprietary Fund - Food Service Fund	10,551	
Fiduciary Funds		33,779
	\$ 125,008	\$ 125,008

The interfund receivable in the General Fund and interfund payable in the Special Revenue Funds as of June 30, 2020 represents a negative cash balance in the Special Revenue Fund due to the timing between the request and receipt of grant funds and monies owed back to the General Fund. The interfund receivable in the General Fund from the Fiduciary Funds represents payments made on behalf of the Fiduciary Funds. The interfund between the General Fund and the Food Service Fund represents subsidy reimbursements received in the General Fund not turned over to the Food Service Fund as of June 30, 2020. The interfund payable in the General Fund and interfund receivable in the Capital Projects Fund represents SDA grant receipts not yet turned over.

NOTE 12. DEFERRED COMPENSATION

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

Lincoln Life	Valic
Syracusa	

NOTE 13. TAX CALENDAR

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

Taxes are collected by the constituent municipality and are remitted to the local school district on a predetermined, agreed-upon schedule.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 14. ECONOMIC DEPENDENCY

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

NOTE 15. CONTINGENT LIABILITIES

Litigation

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

Grant Programs

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

Encumbrances

At June 30, 2020, there were encumbrances as detailed below in the governmental funds. All of the governmental funds are considered to be major funds:

General Fund	Special Revenue Fund	Total Governmental Funds
\$ 998,703	\$ 52,936	\$ 1,051,639

On the District's Governmental Funds Balance Sheet as of June 30, 2020, \$-0- is assigned for year-end encumbrances in the Special Revenue Fund. On the GAAP basis, actual encumbrances are not recognized until paid and are reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund.

NOTE 16. ACCOUNTS PAYABLE

At June 30, 2020, the District had the following accounts payable:

	Governmental Funds	District Contribution Subsequent to Measurement Date	Total Governmental Activities	Business-Type Activities Proprietary Fund
	General Fund	Date	Activities	Fund
Vendors	\$ 220,703		\$ 220,703	\$ 15,560
State of New Jersey	85,801	\$ 128,069	213,870	
	\$ 306,504	\$ 128,069	\$ 434,573	\$ 15,560

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

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

General Information about the OPEB Plan

Plan Description and Benefits Provided

The District is in a “special funding situation”, as described in GASB Codification Section P50, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

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

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

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

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

Employees Covered by Benefit Terms

At June 30, 2018, the plan membership consisted of the following:

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Employees Covered by Benefit Terms (Cont'd)

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	148,051
Active Plan Members	<u>216,892</u>
Total	<u><u>364,943</u></u>

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019. The total nonemployer OPEB liability as of June 30, 2018 was determined by an actuarial valuation as of June 30, 2017 which was rolled forward to June 30, 2018.

Actuarial Assumptions and Other Inputs

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

Inflation Rate	2.50%	
	<u>TPAF/ABP</u>	<u>PERS</u>
Salary Increases:		
Through 2026	1.55 - 3.05% based on service years	2.00 - 6.00% based on service years
Thereafter	1.55 - 3.05% based on service years	3.00 - 7.00% based on service years

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 - June 30, 2018 and July 1, 2014 – June 30, 2018 for TPAF and PERS, respectively.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP), “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Post-retirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.7% and decreases to a 4.5% long term trend rate after eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2020 is reflected. The assumed post-65 medical trend rate is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long term rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

Discount Rate

The discount rate for June 30, 2019 was 3.50%. The discount rate for June 30, 2018 was 3.87%, a change of -.37%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. The source is the Bond Buyer Go 20-Bond Municipal bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

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

	Total OPEB Liability
Balance at June 30, 2018	\$ 20,702,127
Changes for Year:	
Service Cost	632,483
Interest on the Total OPEB Liability	815,154
Difference between Expected and Actual Experiences	(3,491,870)
Changes of Assumptions	274,113
Gross Benefit Payments by the State	(564,346)
Contributions from Members	16,729
Net Changes in Total OPEB liability	(2,317,737)
Balance at June 30, 2019	\$ 18,384,390

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2019, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2019		
	At 1% Decrease (2.50%)	At Discount Rate (3.50%)	At 1% Increase (4.50%)
Total OPEB Liability Attributable to the District	\$ 21,719,230	\$ 18,384,390	\$ 15,735,376

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

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2019, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2019		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 15,147,918	\$ 18,384,390	\$ 22,668,814

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

For the fiscal year ended June 30, 2020 the District recognized OPEB expense of \$344,043 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources. At June 30, 2019 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 17. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

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

	<u>Deferral</u> <u>Year</u>	<u>Period</u> <u>in Years</u>	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Changes in Assumptions	2017	9.54		\$ 2,140,315
	2018	9.51		1,840,960
	2019	9.29	\$ 244,606	
			<u>244,606</u>	<u>3,981,275</u>
Differences between Expected and Actual Experience	2018	9.51		1,740,280
	2019	9.29		2,879,033
				<u>4,619,313</u>
Changes in Proportion	N/A	N/A	694,530	516,707
			<u>\$ 939,136</u>	<u>\$ 9,117,295</u>

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Total</u>
2020	\$ (1,121,911)
2021	(1,121,912)
2022	(1,121,912)
2023	(1,121,912)
2024	(1,121,912)
Thereafter	<u>(2,746,423)</u>
	<u>\$ (8,355,982)</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 18. SUBSEQUENT EVENT

The COVID-19 outbreak in the United States and specifically in New Jersey has caused disruption of the District's normal financial operations. Though the impact on the District's operations cannot be reasonably estimated at this date, it is likely that there will be an impact on certain revenue in the General Fund other than state aid and the local tax levy. The District's state aid in the General Fund was reduced after their budget was adopted due to the reduction of state aid provided to certain school districts by the State of New Jersey. Also, there have been additional operating expenses in the General Fund not planned for or expected at the time of the adoption of the District's 2020-21 budget related to COVID-19.

Additionally, the District's cash flow in the Governmental Funds may be affected by the timing of the collection of the District's tax levy as well as certain State aid payments.

SCHEDULES OF REQUIRED
SUPPLEMENTARY INFORMATION

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST SIX FISCAL YEARS

	Fiscal Year Ending June 30,					
	2015	2016	2017	2018	2019	2020
District's proportion of the net pension liability	0.0159089392%	0.0141195195%	0.0135587502%	0.0091693248%	0.0104721441%	0.0088079080%
District's proportionate share of the net pension liability	\$ 2,978,589	\$ 3,169,549	\$ 4,015,713	\$ 2,134,472	\$ 2,061,913	\$ 1,587,051
District's covered employee payroll	\$ 899,543	\$ 902,229	\$ 891,550	\$ 909,100	\$ 909,754	\$ 883,951
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	331.12%	351.30%	450.42%	234.79%	226.65%	179.54%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF DISTRICT CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST SIX FISCAL YEARS

	Fiscal Year Ending June 30,					
	2015	2016	2017	2018	2019	2020
Contractually required contribution	\$ 119,037	\$ 113,735	\$ 117,614	\$ 136,412	\$ 136,501	\$ 107,409
Contributions in relation to the contractually required contribution	(119,037)	(113,735)	(117,614)	(136,412)	(136,501)	(107,409)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 902,229	\$ 891,550	\$ 909,100	\$ 909,754	\$ 883,951	\$ 717,028
Contributions as a percentage of covered employee payroll	13.19%	12.76%	12.94%	14.99%	15.44%	14.98%

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY ASSOCIATED WITH THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST SIX FISCAL YEARS

	Fiscal Year Ending June 30,					
	2015	2016	2017	2018	2019	2020
State's proportion of the net pension liability attributable to the District	0.1122527050%	0.0385863627%	0.0376905659%	0.0394616171%	0.0419315299%	0.0425957907%
State's proportionate share of the net pension liability attributable to the District	\$ 19,801,491	\$ 24,388,229	\$ 29,649,799	\$ 26,606,456	\$ 26,675,928	\$ 26,141,435
District's covered employee payroll	\$ 3,811,091	\$ 3,887,313	3,825,033	4,415,822	4,898,571	5,219,128
State's proportionate share of the net pension liability attributable to the district as a percentage of the District's covered employee payroll	519.58%	627.38%	775.15%	602.53%	544.57%	500.88%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF STATE CONTRIBUTIONS ASSOCIATED WITH THE DISTRICT
TEACHERS' PENSION AND ANNUITY FUND
LAST SIX FISCAL YEARS

	Fiscal Year Ending June 30,					
	2015	2016	2017	2018	2019	2020
Contractually required contribution	\$ 1,065,506	\$ 1,489,121	\$ 2,227,770	\$ 1,843,160	\$ 1,635,214	\$ 1,541,892
Contributions in relation to the contractually required contribution	(208,612)	(301,766)	(428,346)	(649,310)	(837,757)	(929,496)
Contribution deficiency/(excess)	<u>\$ 856,894</u>	<u>\$ 1,187,355</u>	<u>\$ 1,798,218</u>	<u>\$ 1,193,850</u>	<u>\$ 797,457</u>	<u>\$ 612,396</u>
District's covered employee payroll	\$ 3,887,313	\$ 3,825,033	\$ 4,415,822	\$ 4,898,571	\$ 5,219,128	\$ 4,699,894
Contributions as a percentage of covered employee payroll	5.37%	7.89%	9.70%	13.26%	16.05%	19.78%

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES
SCHEDULE OF CHANGES IN THE STATE'S TOTAL OPEB LIABILITY
ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS
LAST THREE FISCAL YEARS

	Fiscal Year Ending		
	2017	2018	2019
Total OPEB Liability:			
Service Cost	\$ 859,034	\$ 714,002	\$ 632,483
Interest Cost	735,778	850,072	815,154
Difference between Expected and Actual Experiences		(1,247,745)	(3,491,870)
Changes in Assumptions	(2,994,972)	(2,375,673)	274,113
Member Contributions	19,869	19,132	16,729
Gross Benefit Payments	(539,583)	(553,568)	(564,346)
Net Change in Total OPEB Liability	(1,919,874)	(2,593,780)	(2,317,737)
Total OPEB Liability - Beginning	25,215,781	23,295,907	20,702,127
Total OPEB Liability - Ending	\$ 23,295,907	\$ 20,702,127	\$ 18,384,390
District's Covered Employee Payroll *	\$ 4,716,583	\$ 5,324,922	\$ 5,808,325
Total OPEB Liability as a Percentage of Covered Employee Payroll	494%	389%	317%

* - Covered payroll for the fiscal years ending June 30, 2017, 2018 and 2019 are based on the payroll on the June 30, 2016, 2017 and 2018 census data.

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate changed from 5.66% as of June 30, 2018 to 6.28% as of June 30, 2019. The municipal bond rate changed from 3.87% to 3.50%.

The inflation rate was 2.25% as of June 30, 2018. As of June 30, 2019, the inflation rate was as follows – Price – 2.75% and Wage – 3.25%. The salary increases as of June 30, 2018 were as follows: Through 2026 – 1.65% - 4.15% based on age and Thereafter – 2.65% - 5.15% based on age. The salary increases as of June 30, 2019 are as follows: Through 2026 – 2.00% - 6.00% based on years of service and Thereafter – 3.00% - 7.00% based on years of service.

The July 1, 2017 actuarial valuation utilized the following mortality rate assumptions:

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

The July 1, 2018 actuarial valuation utilized the following mortality rate assumptions:

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and a 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

Changes of Actuarial Assumptions

The discount rate changed from 4.86% as of June 30, 2018 to 5.60% as of June 30, 2019. The municipal bond rate changed from 3.87% to 3.50%. The inflation rate as of June 30, 2018 was 2.25%. The inflation rate as of June 30, 2019 was as follows: Price – 2.75% and Wage – 3.25%.

The salary increases in the July 1, 2018 valuation were as follows: Through 2026 - 1.55 – 4.45% based on years of service and thereafter - 2.75 – 5.65% based on years of service. The salary increases in the July 1, 2017 valuation were as follows: 2011-2026 – 1.55% - 4.55% and thereafter – 2% - 5.45%.

The mortality rates utilized in the July 1, 2018 valuation were as follows: Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and a 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

The mortality rates utilized in the July 1, 2017 valuation were as follows: Pre-retirement mortality rates were based on the RP-2006 Employee White Collar Mortality Tables, set back 3 years for males and 5 years for females, projected on a generational basis from a base year of 2006 using a 60 year average of improvement rates based on Social Security data from 1953 to 2013. Post-retirement mortality rates were based on the RP-2006 Healthy Annuitant White Collar Mortality Tables, with adjustments as described in the latest experience study, projected on a generational basis from a base year of 2006 using a 60 year average of improvement rates based on Social Security data from 1953 to 2013. Disabled mortality rates were based on the RP-2006 Disabled Retiree Mortality Tables with rates adjusted by 90%. No mortality improvement is assumed for disabled retiree mortality.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEB PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2019 was 3.50%. The discount rate for June 30, 2018 was 3.87%, a change of -.37%.

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

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

Changes of Actuarial Assumptions (Cont'd)

Pre-retirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Employee Male/Female Mortality Table with fully generational mortality improvement projections from the central year using the MP-2017 scale. Post-retirement mortality rates were based on the RP-2006 Headcount-Weighted 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 MP-2017 scale.

The mortality rates in the valuation as of June 30, 2019 were based on the following:

Pre-retirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP), “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Post-retirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

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

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

The health care trend rates in the valuation as of June 30, 2019 were based on the following:

For pre-Medicare medical benefits, the trend rate is initially 5.7% and decreases to a 4.5% long term trend rate after eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate for fiscal year 2020 is reflected. The assumed post-65 medical trend rate is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long term rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

BUDGETARY COMPARISON SCHEDULES

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 17,462,861		\$ 17,462,861	\$ 17,462,861	\$ 189
Interest on Capital Reserve Funds				99,042	99,042
Tuition - Other Lea's within the State			6,400	25,434	19,034
Tuition - Individuals	6,400		6,400	51,399	(84,701)
Unrestricted Miscellaneous Revenue	136,100		136,100		
Total - Local Sources	17,605,361		17,605,361	17,638,925	33,564
State Sources:					
Transportation Aid	102,123		102,123	102,123	
Special Education Aid	557,300		557,300	557,300	
Equalization Aid	1,152,238		1,152,238	1,152,238	
Security Aid	16,458		16,458	16,458	
Extraordinary Aid	300,000		300,000	737,569	437,569
Non Public Transportation	30,000		30,000	(30,000)	(30,000)
TPAF Pension Contributions (On-Behalf - Non-Budgeted)				929,496	929,496
TPAF Non-Contributory Insurance (On-Behalf - Non-Budgeted)				16,660	16,660
TPAF Long-Term Disability Insurance (On-Behalf - Non-Budgeted)				560	560
TPAF Post Retirement (On-Behalf - Non-Budgeted)				351,007	351,007
TPAF Social Security (Reimbursed - Non-Budgeted)				334,073	334,073
Total State Sources	2,158,119		2,158,119	4,197,484	2,039,365
Federal Sources:					
Medicaid Reimbursement	36,718		36,718	25,326	(11,392)
Total Federal Sources:	36,718		36,718	25,326	(11,392)
TOTAL REVENUE	19,800,198		19,800,198	21,861,735	2,061,537

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Kindergarten - Salaries	\$ 242,630	\$ 36,721	\$ 279,351	\$ 279,332	\$ 19
Grades 1-5 - Salaries of Teachers	1,313,948	42,043	1,355,991	1,329,201	26,790
Grades 6-8 - Salaries of Teachers	957,719	78,889	1,036,608	1,034,476	2,132
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	185,491	16,933	202,424	199,135	3,289
Purchased Professional and Education Services	3,000		3,000		3,000
Purchased Technical Services	28,400	9,342	37,742	31,286	6,456
Other Purchased Services	15,000	15,000	30,000	27,179	2,821
General Supplies	363,454	(176,503)	186,951	157,935	29,016
Textbooks	12,200	(56)	12,144	8,668	3,476
Other Objects	2,500		2,500	337	2,163
Total Regular Programs - Instruction	3,124,342	22,369	3,146,711	3,067,549	79,162
Special Education - Instruction:					
Multiple Disabilities:					
Salaries of Teachers	107,044	8,016	115,060	113,289	1,771
Other Salaries for Instruction	104,380	(20,127)	84,253	79,636	4,617
Purchased Professional and Education Services		7,118	7,118	7,118	
Supplies & Materials	3,465	1,400	4,865	3,571	1,294
Other Objects	500		500		500
Total Multiple Disabilities	215,389	(3,593)	211,796	196,496	15,300
Resource Room/Resource Center:					
Salaries of Teachers	578,309	15,024	593,333	567,372	25,961
General Supplies	4,500		4,500	2,976	1,524
Total Resource Room/Resource Center	582,809	15,024	597,833	570,348	27,485
Preschool Disabilities - Full-Time:					
Salaries of Teachers	91,755	8,480	100,235	100,235	
Other Salaries for Instruction	75,209	(5,331)	69,878	63,141	6,737
Purchased Professional - Educational Services	12,000	(10,059)	1,941	1,941	
Supplies & Materials	1,000	3,961	4,961	3,011	1,950
Total Preschool Disabilities - Full-Time	179,964	(2,949)	177,015	166,387	10,628

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Home Instruction:					
Purchased Professional and Education Services	\$ 64,177	\$ (51,477)	\$ 12,700	\$ 8,740	\$ 3,960
General Supplies	500		500		500
Total Regular Programs - Home Instruction	64,677	(51,477)	13,200	8,740	4,460
Total Special Education - Instruction	1,042,839	(42,995)	999,844	941,971	57,873
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	56,256		56,256	52,180	4,076
General Supplies	1,000		1,000	994	6
Total Basic Skills/Remedial - Instruction	57,256		57,256	53,174	4,082
Bilingual Education - Instruction:					
Salaries for Teachers	66,140	18,989	85,129	81,576	3,553
General Supplies	700		700	373	327
Total Bilingual Education - Instruction	66,840	18,989	85,829	81,949	3,880
School-Sponsored Cocurricular - Instruction:					
Salaries	66,410	11,294	77,704	77,704	
Other Purchased Services	500	(500)			
Supplies and Materials	810	(377)	433	433	
Other Objects	250	(250)			
Total School-Sponsored Cocurricular - Instruction	67,970	10,167	78,137	78,137	
School-Sponsored Cocurricular Athletics - Instruction:					
Salaries	25,000	(7,265)	17,735	17,735	
Other Purchased Services	250	(250)			
Supplies and Materials	250	(250)			
Other Object	600	(45)	555	555	
Total School-Sponsored Cocurricular Athletics - Instruction	26,100	(7,810)	18,290	18,290	

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Total Instruction	\$ 4,385,347	\$ 720	\$ 4,386,067	\$ 4,241,070	\$ 144,997
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Regular	4,275,748	(52,007)	4,223,741	4,223,741	
Tuition to Other LEAs Within the State - Special	1,658,246	(300,987)	1,357,259	1,047,208	310,051
Tuition to County Vocational School District - Regular	891,772	88,454	980,226	975,026	5,200
Tuition to County Vocational School District - Special		5,550	5,550	5,550	
Tuition, CSSD & Regular Day Schools	171,288		171,288	93,435	77,853
Tuition to Private Schools for the Handicapped - Within State	1,869,170	(209,130)	1,660,040	1,473,524	186,516
Total Undistributed Expenditures - Instruction	8,866,224	(468,120)	8,398,104	7,818,484	579,620
Attendance and Social Work Services:					
Salaries	85,580	19,996	105,576	84,426	21,150
Purchased Professional & Technical Services	14,025	3,110	17,135	15,238	1,897
Total Attendance and Social Work Services	99,605	23,106	122,711	99,664	23,047
Undistributed Expenditures:					
Health Services:					
Salaries	189,763	36,145	225,908	210,192	15,716
Purchased Professional and Technical Services	492,100	(458,481)	33,619	6,273	27,346
Supplies and Materials	6,000	1,144	7,144	6,157	987
Other Objects	900	100	1,000	972	28
Total Health Services	688,763	(421,092)	267,671	223,594	44,077
Other Support Services - Speech, OT, PT and Related Services:					
Salaries	226,470	(859)	225,611	225,611	
Purchased Professional - Educational Services	122,000	13,354	135,354	91,307	44,047
Supplies and Materials	3,000	8,346	11,346	8,864	2,482
Total Other Support Services - Speech, OT, PT and Related Services	351,470	20,841	372,311	325,782	46,529

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Other Support Services - Students - Extraordinary Services:					
Salaries - Other	\$ 11,252	\$ (2,101)	\$ 9,151	\$ 9,151	\$ 476,251
Purchased Professional Services	398,885	513,800	912,685	436,434	
Supplies and Materials	5,000	(5,000)			
Total Other Support Services - Students - Extraordinary Services	415,137	506,699	921,836	445,585	476,251
Other Support Services - Students - Guidance:					
Salaries of Other Professional Staff	109,905	(7,630)	102,275	102,275	113,659
Supplies and Materials	7,000	106,659	113,659		2,600
Other Purchased Professional & Technical Services	2,600		2,600		
Other Purchased Services (400-500 Series)	500		500	500	
Supplies and Materials	1,500	300	1,800	363	1,437
Other Objects	750		750		750
Total Other Support Services - Students - Guidance	122,255	99,329	221,584	103,138	118,446
Other Support Services - Students - Child Study Team:					
Salaries of Other Professional Staff	411,133	(66,766)	344,367	344,367	
Salaries of Secretaries	34,528	4	34,532	33,726	806
Purchased Professional and Educational Services	7,000	140,082	147,082	10,455	136,627
Other Purchased Professional and Technical Services	7,000	(40)	6,960	4,288	2,672
Other Purchased Services (400-500 Series)	5,000	(5,000)			
Miscellaneous Purchased Services (400-500 Series Other Than Residential Costs)		739	739		739
Supplies and Materials	6,000	(4,472)	1,528	1,110	418
Other Objects	1,000		1,000	164	836
Total Other Support Services - Students - Child Study Team	471,661	64,547	536,208	394,110	142,098
Improvement of Instructional Services:					
Salaries of Other Professional Staff	88,000	(9,475)	78,525	72,558	5,967
Purchased Professional and Educational Services	72,000	70,534	142,534		142,534
Other Purchased Professional and Technical Services	25,000		25,000	17,606	7,394
Other Purchased Services (400-500 Series)	9,200		9,200		9,200
Supplies and Materials	69,000	(42,693)	26,307	869	25,438
Other Objects	1,500		1,500		1,500
Total Improvement of Instructional Services	264,700	18,366	283,066	91,033	192,033

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Educational Media Services/School Library:					
Salaries	\$ 139,921	\$ 54,445	\$ 194,366	\$ 194,306	\$ 60
Purchased Professional Services	3,000		3,000	1,490	1,510
Other Purchased Services	140,000	3,030	143,030	137,321	5,709
Supplies and Materials	85,000	1,667	86,667	57,646	29,021
Other Objects	800	(90)	710		710
Total Educational Media Services/School Library	368,721	59,052	427,773	390,763	37,010
Instructional Staff Training Services:					
Purchased Professional and Technical Services	10,045	852	852	720	132
Other Purchased Services (400-500 Series)		394	10,439	5,828	4,611
Supplies and Materials		915	915	341	574
Total Instructional Staff Training Services	10,045	2,161	12,206	6,889	5,317
Support Services - General Administration:					
Salaries	173,621	(33,223)	140,398	140,398	
Legal Services	20,000	73,566	93,566	72,273	21,293
Audit Fees	60,125	2,665	62,790	30,125	32,665
Other Purchased Services	4,000	7,685	11,685	11,685	
Communications/Telephone	44,000	(26,099)	17,901	17,606	295
BOE Other Purchased Professional Services		89	89		89
Other Purchased Services	21,365	4,294	25,659	20,648	5,011
General Supplies	4,000	(2,867)	1,133	1,133	
BOE In-House Training/Meeting Supplies	1,000	(1,000)			
Miscellaneous Expenditures	1,000	297	1,297	1,297	
BOE Membership Dues and Fees	10,000	(141)	9,859	9,659	200
Total Support Services - General Administration	339,111	25,266	364,377	304,913	59,464

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	\$ 262,297	\$ 36,569	\$ 298,866	\$ 298,866	
Salaries of Secretarial and Clerical Assistants	93,421	(331)	93,090	93,090	
Other Purchased Services	1,500	1,152	2,652	2,652	
Supplies and Materials	11,000	1,529	12,529	12,080	\$ 449
Other Objects	3,500	(2,520)	980	980	
Total Support Services - School Administration	371,718	36,399	408,117	407,668	449
Central Services:					
Salaries	241,389	(24,177)	217,212	210,007	7,205
Purchased Professional Services		1,000	1,000	375	625
Purchased Technical Services		6,121	6,121	6,121	
Other Purchased Services	1,800	146	1,946	1,542	404
Supplies and Materials	8,000	25,366	33,366	5,445	27,921
Interest on Capital Leases		2,404	2,404	2,220	184
Other Objects	1,400		1,400	1,303	97
Total Central Services	252,589	10,860	263,449	227,013	36,436
Administrative Information Technology:					
Purchased Technical Services	20,000	4,750	24,750	22,220	2,530
Supplies and Materials	2,000	308	2,308	375	1,933
Total Administrative Information Technology	22,000	5,058	27,058	22,595	4,463
Required Maintenance of School Facilities:					
Salaries	58,854	27,860	86,714	78,778	7,936
Cleaning, Repair and Maintenance Services	77,976	13,546	91,522	51,517	40,005
General Supplies	20,000	8,791	28,791	12,002	16,789
Other Objects	2,000		2,000		2,000
Total Required Maintenance of School Facilities	158,830	50,197	209,027	142,297	66,730

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Care and Upkeep of Grounds:					
Cleaning, Repair and Maintenance Services	\$ 51,975	\$	\$ 51,975	\$ 20,200	\$ 31,775
General Supplies	12,000		12,000	387	11,613
Other Objects	3,000	(313)	2,687		2,687
Total Care and Upkeep of Grounds	66,975	(313)	66,662	20,587	46,075
Security:					
Purchased Professional & Technical Services	6,500		6,500	6,500	
General Supplies	9,200	865	10,065	9,830	235
Total Security	15,700	865	16,565	16,330	235
Custodial Services:					
Salaries	322,506	51,275	373,781	329,787	43,994
Salaries Non-Instructional Aides	26,308	8,003	34,311	25,976	8,335
Purchased Professional and Technical Services	11,072	2,168	13,240	7,273	5,967
Cleaning, Repairs, and Maintenance Services	225,600	8,093	233,693	174,469	59,224
Other Purchased Property Services	15,000		15,000	8,563	6,437
Insurance	90,000	7,781	97,781	97,781	
Miscellaneous Purchased Services	32,000		32,000	17,747	14,253
General Supplies	70,000	(513)	69,487	52,068	17,419
Energy (Natural Gas)	121,121	(7,781)	113,340	49,017	64,323
Energy (Electricity)	143,000		143,000	101,371	41,629
Energy (Gasoline)	2,000		2,000		2,000
Total Custodial Services	1,058,607	69,026	1,127,633	864,052	263,581
Student Transportation Services:					
Salaries for Pupil Transportation (Between Home and School) - Regular	5,979	171	6,150	6,150	
Salaries for Pupil Transportation (Between Home and School) - Special Education	7,440		7,440	6,419	1,021
Management Fee - ESC Transportation	35,000		35,000	21,902	13,098
Cleaning, Repairs, and Maintenance Services	900		900		900
Aid in Lieu - Non-public Schools	95,000	(12,500)	82,500	48,779	33,721
Aid in Lieu - Charter Schools	8,000		8,000	4,002	3,998
Aid in Lieu - Choice Schools	2,000		2,000	1,334	666
Contracted Services: Between Home and School - Joint Agreement	387,000	(103,569)	283,431	246,388	37,043
Contracted Services: Other Between Home and School - Vendors	31,400	18,600	50,000	7,998	42,002

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE:					
Student Transportation Services: (Cont'd):					
Contracted Services: Special Education Students - Vendors	\$ 285,000	\$ 85,667	\$ 370,667	\$ 352,457	\$ 18,210
Contracted Services: Regular Students - ESC's	204,000	(3,437)	200,563	147,195	53,368
Contracted Services: Special Education Students - ESC's & CTSA's	518,500	1,751	520,251	339,338	180,913
Supplies and Materials	3,000		3,000	149	2,851
Miscellaneous Expenditures	1,000		1,000		1,000
Total Student Transportation Services	<u>1,584,219</u>	<u>(13,317)</u>	<u>1,570,902</u>	<u>1,182,111</u>	<u>388,791</u>
Unallocated Benefits:					
Social Security Contribution	150,000	(815)	149,185	149,185	
Other Retirement Contributions - PERS	130,000	(12,342)	117,658	107,409	10,249
Other Retirement Contributions - Regular	32,200		32,200		32,200
Unemployment Compensation	29,065		29,065	17,539	11,526
Workmen's Compensation	46,800		46,800	24,396	22,404
Health Benefits	1,703,055	(64,444)	1,638,611	1,537,709	100,902
Tuition Reimbursement	40,552		40,552	9,611	30,941
Other Employee Benefits	16,800	1,082	17,882	6,318	11,564
Unused Sick Pay	60,000	(20,000)	40,000		40,000
Total Unallocated Benefits	<u>2,208,472</u>	<u>(96,519)</u>	<u>2,111,953</u>	<u>1,852,167</u>	<u>259,786</u>
On-Behalf Contributions:					
TPAF Pension Contributions (On-Behalf - Non-Budgeted)				929,496	(929,496)
TPAF Non-Contributory Insurance (On-Behalf - Non-Budgeted)				16,660	(16,660)
TPAF Long-Term Disability Insurance (On-Behalf - Non-Budgeted)				560	(560)
TPAF Post Retirement (On-Behalf - Non-Budgeted)				351,007	(351,007)
TPAF Social Security (Reimbursed - Non-Budgeted)				334,073	(334,073)
Total On-Behalf Contributions				<u>1,631,796</u>	<u>(1,631,796)</u>
Total Undistributed Expenditures	17,736,802	(7,589)	17,729,213	16,570,571	1,158,642
TOTAL CURRENT EXPENSE	<u>22,122,149</u>	<u>(6,869)</u>	<u>22,115,280</u>	<u>20,811,641</u>	<u>1,303,639</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CAPITAL OUTLAY:					
Equipment:					
Grades 1-5	\$ 3,200	\$ (3,200)	\$ 8,050	\$ 8,050	
Grades 6-8	2,050	6,000			
Total Equipment	5,250	2,800	8,050	8,050	
Facilities Acquisition and Construction Services:					
Architectural/Engineering Services	20,100		20,100		\$ 20,100
Construction Services	74,056	(6,759)	67,297		67,297
Lease Purchase Agreement - Principal		6,759	6,759	6,178	581
SDA Assessment for Debt Service	1,267		1,267	1,267	
Total Facilities Acquisition and Construction Services	95,423		95,423	7,445	87,978
Assets Acquired Under Capital Leases (Non-Budgeted):					
General Administration				38,812	(38,812)
Total Assets Acquired Under Capital Leases (Non-Budgeted)				38,812	(38,812)
Total Capital Outlay	100,673	2,800	103,473	54,307	49,166
Transfer Funds to Charter Schools	111,597		111,597	111,597	
TOTAL EXPENDITURES	22,334,419	(4,069)	22,330,350	20,977,545	1,352,805
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(2,534,221)	4,069	(2,530,152)	884,190	3,414,342
Other Financing Sources/(Uses):					
Capital Leases (Non-Budgeted)				38,812	38,812
Transfer - Food Service Fund		(4,069)	(4,069)	(4,069)	
Total Other Financing Sources/(Uses)		(4,069)	(4,069)	34,743	38,812

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Excess/(Deficiency) of Revenues and Other Financing Sources					
Over/(Under) Expenditures and Other Financing Uses	\$ (2,534,221)		\$ (2,534,221)	\$ 918,933	\$ 3,453,154
Fund Balance, July 1	4,304,189		4,304,189	4,304,189	
Fund Balance, June 30	<u>\$ 1,769,968</u>	<u>\$ -0-</u>	<u>\$ 1,769,968</u>	<u>\$ 5,223,122</u>	<u>\$ 3,453,154</u>
<u>Recapitulation:</u>					
<u>Restricted:</u>					
Capital Reserve				\$ 687,052	
Maintenance Reserve				100,000	
Excess Surplus - 2021-2022				1,288,692	
Excess Surplus - 2020-2021				1,210,648	
Assigned:					
Designated for Subsequent Year's Expenditures				114,319	
Year End Encumbrances				998,703	
Unassigned Fund Balance				<u>823,708</u>	
				<u>5,223,122</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payments not Recognized on GAAP Basis				<u>(172,143)</u>	
Fund Balances per Governmental Funds (GAAP)				<u>\$ 5,050,979</u>	

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenue:					
Federal Sources	\$ 397,309	\$ 260,676	\$ 657,985	\$ 484,932	\$ (173,053)
Total Revenue	<u>397,309</u>	<u>260,676</u>	<u>657,985</u>	<u>484,932</u>	<u>(173,053)</u>
Expenditures:					
Instruction:					
Salaries of Teachers	173,750	42,189	215,939	193,763	22,176
Purchased Professional/Technical Services	1,900	1,106	3,006	3,006	
Tuition	149,289	105,739	255,028	190,028	65,000
General Supplies	14,840	45,284	60,124	21,402	38,722
Total Instruction	<u>339,779</u>	<u>194,318</u>	<u>534,097</u>	<u>408,199</u>	<u>125,898</u>
Support Services:					
Employee Benefits	15,000	9,690	24,690	24,690	
Purchased Professional/Educational Services	42,530	9,513	52,043	52,043	
Supplies and Materials		47,155	47,155		47,155
Total Support Services	<u>57,530</u>	<u>66,358</u>	<u>123,888</u>	<u>76,733</u>	<u>47,155</u>
Total Expenditures	<u>\$ 397,309</u>	<u>\$ 260,676</u>	<u>\$ 657,985</u>	<u>\$ 484,932</u>	<u>\$ 173,053</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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	\$ 21,861,735	\$ 484,932
Differences - Budgetary to GAAP:		
Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not:		
Current Year Encumbrances		(52,936)
Prior Year Encumbrances		13,722
Prior Year State Aid Payment Recognized for GAAP Statements	181,265	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(172,143)	
	\$ 21,870,857	\$ 445,718
Total Revenues as Reported on the Statement of Revenues, Expenditures and and Changes in Fund Balances - Governmental Funds.		
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 20,977,545	\$ 484,932
Differences - Budgetary to GAAP:		
Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, whereas the GAAP Basis does not:		
Current Year Encumbrances		(52,936)
Prior Year Encumbrances		13,722
	\$ 20,977,545	\$ 445,718
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds		

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budget for the fiscal year ended June 30, 2020 was submitted to the County office and was approved by a vote of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)l. Appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end. The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

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

SCHOOL LEVEL SCHEDULES
(NOT APPLICABLE)

SPECIAL REVENUE FUND

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	IDEA				No Child Left Behind		
	Part B	Preschool	Title I	Title IIA	Title IV	Totals	
REVENUE:							
Federal Sources	\$ 190,028	\$ 11,103	\$ 234,382	\$ 35,733	\$ 13,686	\$ 484,932	
Total Revenue	190,028	11,103	234,382	35,733	13,686	484,932	
EXPENDITURES:							
Instruction:							
Salaries of Teachers			191,651		2,112	193,763	
Purchased Professional-Technical Services					3,006	3,006	
Tuition	190,028					190,028	
General Supplies		7,603	5,231		8,568	21,402	
Total Instruction	190,028	7,603	196,882		13,686	408,199	
Support Services:							
Employee Benefits			24,690			24,690	
Purchased Professional/Technical Services		3,500	12,810	35,733		52,043	
Total Support Services		3,500	37,500	35,733		76,733	
Total Expenditures	\$ 190,028	\$ 11,103	\$ 234,382	\$ 35,733	\$ 13,686	\$ 484,932	

CAPITAL PROJECTS FUND

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Revenue:		
SDA Grant	\$	29,118
Total Revenues		<u>29,118</u>
Excess/(Deficiency) of Revenue Over/(Under) Expenditures		29,118
Fund Balance - Beginning Balance		<u>186,840</u>
Fund Balance - Ending Balance	\$	<u><u>215,958</u></u>
 <u>Recapitulation:</u>		
Restricted Fund Balance	\$	<u>215,958</u>
Fund Balance per Governmental Funds (GAAP)	\$	<u><u>215,958</u></u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES, AND PROJECT STATUS
BUDGETARY BASIS
WALTER T. BERGEN AND MARTHA B DAY SCHOOLS - BOILER REPLACEMENT
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Prior Periods	Total	Revised Authorized Cost
Revenue and Other Financing Sources:			
Bond Proceeds	\$ 694,585	\$ 694,585	\$ 694,585
State SDA Grants	480,953	480,953	480,953
Total Revenue and Other Financing Sources	1,175,538	1,175,538	1,175,538
Expenditures:			
Purchased Professional and Technical Services	86,500	86,500	86,500
Construction Services	943,342	943,342	1,089,038
Total Expenditures	1,029,842	1,029,842	1,175,538
Excess/Deficiency of Revenue and Other Financing Sources Over/Under Expenditures	\$ 145,696	\$ 145,696	\$ -0-
Additional Project Information:			
Project Numbers	31-0420-050-13-11005-004 & 31-0420-020-13-7004-G1		
Grant Date	1/6/2014		
Bond Authorization Date	12/16/2013		
Bonds Authorized	\$ 694,585		
Bonds Issued	\$ 694,585		
Original Authorized Cost	\$ 694,585		
Revised Authorized Cost	\$ 1,175,538		
Percentage Completion	87.61%		
Original Target Completion Date	06/30/14		
Revised Target Completion	06/30/21		

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES, AND PROJECT STATUS
BUDGETARY BASIS
WALTER T BERGEN AND MARTHA B DAY SCHOOLS - LIGHTING FOR SECURITY
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Prior Periods	Total	Revised Authorized Cost
Revenue and Other Financing Sources:			
Bond Proceeds	\$ 13,199	\$ 13,199	\$ 13,199
State SDA Grants	8,799	8,799	8,799
Total Revenue and Other Financing Sources	21,998	21,998	21,998

Expenditures:			
Purchased Professional and Technical Services	1,325	1,325	1,325
Construction Services	61	61	20,673
Total Expenditures	1,386	1,386	21,998

Excess/Deficiency of Revenue and Other Financing Sources Over/Under Expenditures	\$ 20,612	\$ 20,612	\$ -0-
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Additional Project Information:			
Project Numbers	0420-020-13-7002-G-04/0420-050-13-11007-G04		
Grant Date	1/6/2014		
Bond Authorization Date	12/16/2013		
Bonds Authorized	\$ 13,199		
Bonds Issued	\$ 13,199		
Original Authorized Cost	\$ 21,998		
Revised Cost	\$ 21,998		

Percentage Completion	6.30%
Original Target Completion Date	06/30/14
Revised Target Completion	06/30/21

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES, AND PROJECT STATUS
BUDGETARY BASIS
MARTHA B DAY SCHOOL- BARRIER FREE
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Prior Periods	Total	Revised Authorized Cost
Revenue and Other Financing Sources:			
Bond Proceeds	\$ 72,321	\$ 72,321	\$ 72,321
State SDA Grants	30,431	30,431	30,431
Total Revenue and Other Financing Sources	102,752	102,752	102,752
Expenditures:			
Purchased Professional and Technical Services	6,500	6,500	6,500
Land and Improvements			
Construction Services	96,247	96,247	96,252
Total Expenditures	102,747	102,747	102,752
Excess/Deficiency of Revenue and Other Financing Sources Over/Under Expenditures	\$ 5	\$ 5	\$ -0-
Additional Project Information:			
Project Numbers	0420-020-13-7003-G04		
Grant Date	2/21/2014		
Bond Authorization Date	12/16/2013		
Bonds Authorized	\$ 72,321		
Additional Bonds Authorized	N/A		
Bonds Issued	\$ 72,321		
Original Authorized Cost	\$ 102,752		
Revised Cost	\$ 102,752		
Percentage Completion	100.00%		
Original Target Completion Date	06/30/14		
Revised Target Completion	06/30/21		

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCES, AND PROJECT STATUS
BUDGETARY BASIS
MARTHA B DAY SCHOOL- STAIRS/MASONRY
FROM INCEPTION AND FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Prior Periods	Current Year	Total	Authorized Cost
Revenue and Other Financing Sources:				
Bond Proceeds	\$ 24,895		\$ 24,895	\$ 24,895
State SDA Grants	16,597	\$ 29,118	45,715	45,715
Total Revenue and Other Financing Sources	41,492	29,118	70,610	70,610
Expenditures:				
Purchased Professional and Technical Services	3,350		3,350	3,350
Construction Services	17,615		17,615	67,260
Total Expenditures	20,965		20,965	70,610
Excess/Deficiency of Revenue and Other Financing Sources Over/Under Expenditures	\$ 20,527	\$ 29,118	\$ 49,645	\$ -0-

Additional Project Information:

Project Numbers	0420-020-13-7001-G04
Grant Date	2/21/2014
Bond Authorization Date	12/16/2013
Bonds Authorized	\$ 24,895
Bonds Issued	\$ 24,895
Original Authorized Cost	\$ 76,077
Revised Authorized Cost	\$ 70,610
Percentage Completion	29.69%
Original Target Completion Date	06/30/14
Revised Target Completion	06/30/21

PROPRIETARY FUNDS

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF NET POSITION
JUNE 30, 2020

ASSETS:

Current Assets:

Cash and Cash Equivalents	\$ 11,778
Intergovernmental Accounts Receivable:	
Federal	11,861
State	277
Interfund Accounts Receivable:	
General Fund	10,551
Inventories	9,725

Total Current Assets	<u>44,192</u>
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Non-Current Assets:

Capital Assets, Net of Depreciation	
Depreciable Furniture and Equipment	<u>43,004</u>

Total Non-Current Assets	<u>43,004</u>
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Total Assets	<u>87,196</u>
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LIABILITIES:

Current Liabilities:

Accounts Payable - Vendors	15,560
Unearned Revenue - Prepaid Sales	5,624
Unearned Revenue - Donated Commodities	3,473

Total Current Liabilities	<u>24,657</u>
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NET POSITION:

Investment in Capital Assets	43,004
Unrestricted	<u>19,535</u>

Total Net Position	<u>\$ 62,539</u>
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BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 63,000
Daily Sales - Non-Reimbursable Programs	20,738
Miscellaneous Revenue	2,720
	<hr/>
Total Operating Revenue	86,458
	<hr/>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	66,952
Cost of Sales - Non-Reimbursable Programs	22,039
Salaries, Benefits & Payroll Taxes	63,516
Supplies, Insurance & Other Costs	12,554
Management Fee	7,685
Depreciation Expense	3,649
	<hr/>
Total Operating Expenses	176,395
	<hr/>
Operating Loss	(89,937)
	<hr/>
Non-Operating Income:	
Local Sources:	
Interest Income	43
State Sources:	
Summer Seamless Option - State School Lunch Program	168
State School Lunch Program	1,495
Federal Sources:	
Summer Seamless Option - National School Lunch Program	10,448
National School Lunch Program	41,162
Summer Seamless Option - National School Breakfast Program	5,012
National School Breakfast Program	2,019
Food Distribution Program	17,233
	<hr/>
Total Non-Operating Income	77,580
	<hr/>
Change in Net Position Before Transfer	(12,357)
	<hr/>
Transfer - General Fund	4,069
	<hr/>
Change in Net Position After Transfer	(8,288)
	<hr/>
Net Position - Beginning of Year	70,827
	<hr/>
Net Position - End of Year	\$ 62,539
	<hr/> <hr/>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 89,288
Payments to Employees	(63,516)
Payments to Food Service Vendor	(76,956)
Payments to Suppliers	(12,554)
Net Cash Used for Operating Activities	<u>(63,738)</u>
Cash Flows Provided for Investing Activities:	
Local Sources:	
Interest Income	43
Net Cash Provided by Investing Activities	<u>43</u>
Cash Flows from Capital and Related Financing Activities	
Purchase of Capital Assets	(3,215)
Net Cash Used for Capital and Related Financing Activities	<u>(3,215)</u>
Cash Flows from Noncapital Financing Activities:	
Cash Received from Transfers from General Fund	4,069
State Sources:	
State School Lunch Program	1,795
Federal Sources:	
National School Lunch Program	53,364
National School Breakfast Program	5,584
Net Cash Provided by Noncapital Financing Activities	<u>64,812</u>
Net Decrease in Cash and Cash Equivalents	(2,098)
Cash and Cash Equivalents, July 1	13,876
Cash and Cash Equivalents, June 30	<u>\$ 11,778</u>
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	\$ (89,937)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	3,649
Food Distribution Program	17,233
Changes in Assets and Liabilities:	
(Increase) in Inventory	(3,369)
Increase In Unearned Revenue - Prepaid Sales	2,830
Increase in Unearned Revenue - Donated Commodities	1,253
Increase in Accounts Payable	4,603
Net Cash Used for Operating Activities	<u>\$ (63,738)</u>

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund Received U.S.D.A. Donated Commodities through the Food Distribution Program valued at \$18,486 and Utilized Commodities Valued at \$17,233.

FIDUCIARY FUNDS

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
FIDUCIARY FUND
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2020

	<u>Agency</u>	<u>Unemployment Compensation Trust Fund</u>	<u>Flexible Spending Trust</u>	<u>Totals</u>
ASSETS:				
Cash and Cash Equivalents	\$ 551,641	\$ 106,315	\$ 239	\$ 658,195
Total Assets	<u>551,641</u>	<u>106,315</u>	<u>239</u>	<u>658,195</u>
LIABILITIES:				
Payroll Deductions and Withholdings	224,985			224,985
Accrued Salaries and Wages	195,781			195,781
Due to Student Groups	97,096			97,096
Interfund Payable General Fund	33,779			33,779
Total Liabilities	<u>551,641</u>			<u>551,641</u>
NET POSITION:				
Held in Trust for Unemployment Claims		106,315		106,315
Held in Trust for Flexible Spending Claims			239	239
	<u>\$ -0-</u>	<u>\$ 106,315</u>	<u>\$ 239</u>	<u>\$ 106,554</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Unemployment Compensation Trust Fund	Flexible Spending Trust	Totals
Additions:			
Contributions:			
Employee Contributions	\$ 17,757	\$ 819	\$ 18,576
Board Contributions	17,539		17,539
Total Contributions	35,296	819	36,115
Investment Earnings:			
Interest	188		188
Net Investment Earnings	188		188
Total Additions	35,484	819	36,303
Deductions			
Unemployment Compensation Claims	17,539		17,539
Flexible Spending Claims		840	840
Total Deductions	17,539	840	18,379
Change in Net Position	17,945	(21)	17,924
Net Position - Beginning of the Year	88,370	260	88,630
Net Position - End of the Year	\$ 106,315	\$ 239	\$ 106,554

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS

	<u>Balance</u> <u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2020</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 84,529	\$ 164,640	\$ 152,073	\$ 97,096
Total Assets	<u>\$ 84,529</u>	<u>\$ 164,640</u>	<u>\$ 152,073</u>	<u>\$ 97,096</u>
 <u>LIABILITIES:</u>				
Liabilities:				
Due to Student Groups	\$ 84,529	\$ 164,640	\$ 152,073	\$ 97,096
Total Liabilities	<u>\$ 84,529</u>	<u>\$ 164,640</u>	<u>\$ 152,073</u>	<u>\$ 97,096</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF ACTIVITY

	<u>Balance</u> <u>July 1, 2019</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>June 30, 2020</u>
Walter T Bergen School	\$ 48,296	\$ 140,693	\$ 125,903	\$ 63,086
Martha B. Day School	7,048	11,975	10,477	8,546
Samuel R. Donald School	29,185	11,972	15,693	25,464
Total All School Accounts	<u>\$ 84,529</u>	<u>\$ 164,640</u>	<u>\$ 152,073</u>	<u>\$ 97,096</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS

	<u>Balance</u> <u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2020</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 267,796	\$ 11,939,886	\$ 11,753,137	\$ 454,545
Total Assets	<u>\$ 267,796</u>	<u>\$ 11,939,886</u>	<u>\$ 11,753,137</u>	<u>\$ 454,545</u>
 <u>LIABILITIES:</u>				
Payroll Deductions and Withholdings	\$ 55,306	\$ 11,736,876	\$ 11,567,197	\$ 224,985
Accrued Salaries and Wages	186,088	195,633	185,940	195,781
Interfund Payable to General Fund	26,402	7,377		33,779
Total Liabilities	<u>\$ 267,796</u>	<u>\$ 11,939,886</u>	<u>\$ 11,753,137</u>	<u>\$ 454,545</u>

LONG-TERM DEBT

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds		Interest Rate	Retired or Matured	Balance June 30, 2019	Balance June 30, 2020
			Date	Outstanding				
				June 30, 2020				
2014 School Bonds	7/15/2014	\$ 805,000	07/15/20	\$ 82,000	2.470%	\$ 80,000	\$ 512,000	\$ 432,000
			07/15/21	84,000	2.470%			
			07/15/22	86,000	2.470%			
			07/15/23	89,000	2.470%			
			07/15/24	91,000	2.470%			
							\$ 512,000	\$ 432,000

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
LONG-TERM DEBT
STATEMENT OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

<u>Purpose</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Issued</u>	<u>Matured</u>	<u>Balance June 30, 2020</u>
2020 Telephone System	3.60%	\$ 38,812	\$ 38,812	\$ 6,759	\$ 32,053
			<u>\$ 38,812</u>	<u>\$ 6,759</u>	<u>\$ 32,053</u>

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 91,659		\$ 91,659	\$ 91,659	
Total Revenues	91,659		91,659	91,659	
EXPENDITURES:					
Regular Debt Service:					
Interest	11,659		11,659	11,659	
Redemption of Principal	80,000		80,000	80,000	
Total Regular Debt Service	91,659		91,659	91,659	
Total Expenditures	91,659		91,659	91,659	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures					
Fund Balance, July 1					
Fund Balance, June 30	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-

STATISTICAL SECTION
UNAUDITED

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

Contents

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
UNAUDITED
(accrual basis of accounting)

	June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Governmental Activities										
Net Investment in Capital Assets	\$ 1,330,571	\$ 1,424,825	\$ 2,226,469	\$ 3,132,153	\$ 3,302,019	\$ 3,398,920	\$ 3,608,955	\$ 3,645,363	\$ 4,308,018	\$ 4,111,838
Restricted	1,582,474	1,313,004	1,560,931	1,262,447	2,875,577	3,442,795	3,429,730	4,372,612	3,150,233	3,286,392
Unrestricted/(Deficit)	(113,971)	536,709	666,012	1,173,218	(3,372,384)	(2,867,466)	(3,360,060)	(3,524,160)	(2,729,247)	(1,604,860)
Total Governmental Activities Net Position	\$ 2,799,074	\$ 3,274,538	\$ 4,453,412	\$ 5,567,818	\$ 2,805,212	\$ 3,974,249	\$ 3,678,625	\$ 4,493,815	\$ 4,729,004	\$ 5,793,370
Business-type Activities										
Investment in Capital Assets	\$ 31,294	\$ 25,731	\$ 20,169	\$ 14,607	\$ 9,585	\$ 9,042	\$ 7,451	\$ 48,655	\$ 43,438	\$ 43,004
Unrestricted	38,737	28,154	27,851	24,435	22,596	34,049	29,891	23,412	27,389	19,535
Total Business-type Activities Net Position	\$ 70,031	\$ 53,885	\$ 48,020	\$ 39,042	\$ 32,181	\$ 43,091	\$ 37,342	\$ 72,067	\$ 70,827	\$ 62,539
District-wide										
Net Investment in Capital Assets	\$ 1,361,864	\$ 1,450,556	\$ 2,246,638	\$ 3,146,760	\$ 3,311,604	\$ 3,407,962	\$ 3,616,406	\$ 3,694,018	\$ 4,351,456	\$ 4,154,842
Restricted	1,582,474	1,313,004	1,560,931	1,262,447	2,875,577	3,442,795	3,429,730	4,372,612	3,150,233	3,286,392
Unrestricted/(Deficit)	(75,234)	564,862	693,863	1,197,653	(3,349,788)	(2,833,417)	(3,330,169)	(3,500,748)	(2,701,858)	(1,585,325)
Total District Net Position	\$ 2,869,104	\$ 3,328,422	\$ 4,501,432	\$ 5,606,860	\$ 2,837,393	\$ 4,017,340	\$ 3,715,967	\$ 4,565,882	\$ 4,799,831	\$ 5,855,909

Source: Bloomingdale Borough School District Financial Reports

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
CHANGE IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED

(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental Activities										
Instruction										
Regular	\$ 3,350,672	\$ 3,610,539	\$ 4,247,734	\$ 4,417,361	\$ 4,891,818	\$ 5,181,135	\$ 5,781,029	\$ 5,493,336	\$ 5,680,888	\$ 5,322,843
Special Education	1,354,277	1,262,086	1,206,555	1,289,740	1,730,160	1,388,569	1,679,182	1,608,561	1,978,035	1,865,814
Other Special Education	304,389	285,387	199,082	220,451	220,244	130,441	148,597	304,823		
School-Sponsored/Other Instruction	53,557	54,368	71,813	75,788	75,934	104,165	106,426	104,082	319,227	336,205
Support Services:										
Tuition	5,821,923	5,707,890	5,555,760	5,803,370	6,436,935	6,624,807	7,638,825	7,342,139	7,668,179	7,818,484
Student & Instruction Related Services	2,211,695	2,355,186	2,677,863	2,862,258	3,281,641	3,183,338	3,720,355	3,423,727	2,622,590	2,412,831
General Administrative Services	378,041	296,026	279,775	356,322	356,412	377,694	367,991	412,510	377,174	347,860
School Administrative Services	377,218	478,846	608,449	522,608	497,731	420,860	479,865	477,734	723,018	745,305
Central Services	341,427	366,163	420,436	425,502	469,831	544,343	538,731	673,322	261,751	276,357
Administrative Information Technology									40,489	80,404
Plant Operations and Maintenance	938,071	1,043,766	1,021,178	1,074,532	1,130,563	961,870	979,827	1,064,346	1,222,119	1,154,671
Pupil Transportation	906,057	958,544	1,027,909	1,049,752	1,216,985	1,146,926	1,373,705	1,365,448	1,552,448	1,191,915
Capital Outlay	1,587	923		1,267	1,267		1,267	1,267	20,482	26,400
Charter Schools	45,744	38,802	37,815	27,616	28,274	57,233	69,608	70,789	163,302	111,597
Unallocated Benefits	620,932	755,598	26,633	52,675	(12,309)	(32,011)	(2,602)	5,604		
Interest on Long-term Debt						37,569	16,521	14,672	12,687	10,754
Unallocated Depreciation	100,552	6,432	107,153	118,618	167,694	140,057	274,374	244,328	257,947	272,909
Total Governmental Activities Expenses	16,806,141	17,220,556	17,488,155	18,297,860	20,493,179	20,266,995	23,173,701	22,606,688	22,900,336	21,974,349
Business-type Activities:										
Food Service	180,129	192,183	185,337	177,268	184,553	179,696	193,904	199,789	208,333	176,395
Total Business-type Activities Expense	180,129	192,183	185,337	177,268	184,553	179,696	193,904	199,789	208,333	176,395
Total District Expenses	16,986,270	17,412,739	17,673,492	18,475,128	20,677,732	20,446,691	23,367,605	22,806,477	23,108,669	22,150,744
Program Revenues										
Governmental Activities:										
Charges for Services:										
Instruction (Tuition)					68,741		20,138	19,735	83,170	124,476
Operating Grants and Contributions	311,126	297,742	300,702	296,205	262,021	356,040	339,517	365,717	5,775,397	5,286,874
Total Governmental Activities Program Revenues	311,126	303,022	300,702	296,205	330,762	385,097	359,655	385,452	5,858,567	5,411,350
Business-type Activities:										
Charges for Services:										
Food Service	121,428	112,416	102,725	103,392	106,647	111,295	103,575	112,920	125,091	86,458
Operating Grants and Contributions	49,717	63,570	76,707	64,851	70,999	78,032	84,532	87,833	81,954	77,537
Total Business-type Activities Program Revenues	171,145	175,986	179,432	168,243	177,646	189,327	188,107	200,753	207,045	163,995
Total District Program Revenues	482,271	479,008	480,134	464,448	508,408	574,424	547,762	586,205	6,065,612	5,575,345
Net (Expense)/Revenue										
Governmental Activities	(16,495,015)	(16,917,534)	(17,187,453)	(18,001,655)	(20,162,417)	(19,881,898)	(22,814,046)	(22,221,236)	(17,041,769)	(16,562,999)
Business-type Activities	(8,984)	(16,197)	(5,905)	(9,025)	(6,907)	9,631	(5,797)	964	(1,288)	(12,400)
Total District-wide Net Expense	(16,503,999)	(16,933,731)	(17,193,358)	(18,010,680)	(20,169,324)	(19,872,267)	(22,819,843)	(22,220,272)	(17,043,057)	(16,575,399)

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
CHANGE IN NET POSITION, LAST TEN FISCAL YEARS

UNAUDITED
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Fiscal Year Ending June 30,										
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 14,290,069	\$ 14,142,093	\$ 14,895,821	\$ 15,422,086	\$ 15,648,198	\$ 15,961,161	\$ 16,278,291	\$ 16,516,770	\$ 17,120,452	\$ 17,462,861
Taxes Levied for Debt Service	2,608,797	3,080,634	3,332,996	3,237,423	4,424,665	4,766,793	6,008,964	6,193,186	92,617	91,659
Unrestricted Grants and Contributions	685	1,692	1,408	661	809	8,455	10,614	4,080	11,606	25,326
Investment Earnings	335,668	168,579	136,102	455,891	606,995	133,709	128,128	229,845	52,283	51,588
Miscellaneous Income										(4,069)
Transfers										
Total Governmental Activities	17,235,219	17,392,998	18,366,327	19,116,061	20,680,667	20,961,178	22,518,423	23,036,425	17,276,958	17,627,365
Business-type Activities:										
Miscellaneous/Investment Earnings	99	51	40	47	45	38	48	58	48	43
Transfers										4,069
Total Business-type Activities	99	51	40	47	45	38	48	58	48	4,112
Total District-wide	17,235,319	17,393,049	18,366,367	19,116,108	20,680,712	20,961,216	22,518,471	23,036,483	17,277,006	17,631,477
Change in Net Position:										
Governmental Activities	740,204	475,464	1,178,874	1,114,406	518,250	1,079,280	(295,623)	815,189	235,189	1,064,366
Business-type Activities	(8,885)	(16,146)	(5,865)	(8,978)	(6,862)	9,669	(5,749)	1,022	(1,240)	(8,288)
Total District	\$ 731,319	\$ 459,319	\$ 1,173,009	\$ 1,105,428	\$ 511,389	\$ 1,088,949	\$ (301,372)	\$ 816,211	\$ 233,949	\$ 1,056,078

Source: Bloomingdale Borough School District Financial Reports

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
 UNAUDITED
 (modified accrual basis of accounting)

	June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Restricted	\$ 1,068,558	\$ 1,313,004	\$ 1,560,931	\$ 1,262,447	\$ 1,623,105	\$ 2,606,466	\$ 2,150,173	\$ 2,450,199	\$ 3,150,233	\$ 3,286,392
Committed	21,413	21,000								
Assigned	492,504	576,610	758,966	1,283,864	925,122	1,322,464	1,092,713	1,742,873	594,102	1,113,022
Unassigned	584,535	614,603	609,184	644,168	635,577	310,698	755,293	365,465	378,589	651,565
Total General Fund	\$ 2,167,010	\$ 2,525,217	\$ 2,929,081	\$ 3,190,479	\$ 3,183,804	\$ 4,239,628	\$ 3,998,179	\$ 4,558,537	\$ 4,122,924	\$ 5,050,979
All Other Governmental Funds										
Assigned								\$ 7,300		
Capital Projects Fund										
Unassigned/Reported in:										
Special revenue fund					\$ 1,156					
Capital Projects Fund/(Deficit)					327,349	\$ 309,154	\$ 186,840	179,540		
Debt Service Fund						5	5			
Restricted									\$ 186,840	\$ 215,958
Total All Other Governmental Funds	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 328,505	\$ 309,159	\$ 186,845	\$ 186,840	\$ 186,840	\$ 215,958

Source: Bloomingdale Borough School District Financial Reports

**BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**

LAST TEN FISCAL YEARS

UNAUDITED

(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Tax Levy	\$ 14,290,069	\$ 14,142,093	\$ 14,895,821	\$ 15,422,086	\$ 15,648,198	\$ 16,052,221	\$ 16,370,717	\$ 16,609,314	\$ 17,213,069	\$ 17,554,520
Tuition Charges	215,252	99,006	80,812	189,289	68,741	29,057	20,137	19,735	83,170	124,476
Interest Earnings	685	1,692	1,408	5,657	8,217	8,455	10,614	4,080	186	189
Miscellaneous	120,415	69,573	55,290	261,607	260,067	133,709	128,128	229,845	52,097	51,399
State Sources	2,584,949	2,988,281	3,316,076	3,225,277	3,888,500	3,435,996	3,753,831	3,914,640	4,142,189	4,235,724
Federal Sources	327,053	390,095	317,622	308,351	295,728	376,609	365,897	387,456	453,016	471,044
Total Revenue	17,538,425	17,690,740	18,667,029	19,412,267	20,169,451	20,036,047	20,649,324	21,165,071	21,943,727	22,437,352
Expenditures										
Instruction										
Regular Instruction	2,660,985	2,786,720	2,897,856	3,050,383	3,143,962	3,219,002	3,258,614	3,195,286	3,126,668	3,312,136
Special Education Instruction	1,091,334	964,636	1,039,398	1,128,846	1,147,152	843,492	900,261	887,905	2,288,111	2,080,558
Other Special Instruction	234,825	211,483	129,738	147,010	147,069	89,489	93,689	180,804	1,117,783	1,143,102
Other Instruction	41,208	40,245	46,748	50,237	46,677	61,219	56,185	56,403	164,572	231,550
Support Services:										
Tuition	5,821,923	5,707,890	5,555,760	5,803,371	6,436,935	6,624,807	7,638,826	7,342,139	7,668,179	7,818,484
Student & Instruction Related Services	1,863,939	1,918,253	2,000,415	2,208,434	2,411,696	2,238,504	2,521,468	2,273,762	2,288,111	2,080,558
General Administration	322,017	257,453	223,039	299,710	278,985	275,154	252,461	289,659	338,826	304,913
School Administrative Services	293,230	359,101	403,167	352,277	312,367	252,355	258,023	264,866	382,281	407,668
Central Services	266,417	276,824	280,172	288,309	296,135	321,518	278,309	380,166	211,850	227,013
Administrative Information Technology									20,997	22,595
Plant Operations and Maintenance	893,250	897,814	962,849	1,017,985	1,051,571	899,318	903,219	998,032	1,119,219	1,043,266
Pupil Transportation	886,596	938,316	990,403	995,430	1,188,000	1,146,926	1,372,045	1,355,077	1,552,448	1,182,111
Employee Benefits	2,255,200	2,725,527	2,773,933	2,728,717	2,790,215	2,765,657	2,853,432	2,964,330	3,406,636	3,483,963
Charter Schools	45,744	38,802	37,815	27,616	28,274	57,233	69,608	70,789	163,302	111,597
Capital Outlay	112,164	209,468	921,872	1,052,544	1,268,793	112,686	464,521	252,952	725,846	54,307
Debt Service:										
Principal										
Interest and Other Charges										
Total Expenditures	16,788,832	17,332,532	18,263,165	19,150,869	20,547,831	18,907,358	21,013,087	20,604,718	22,379,340	21,514,922
Excess (Deficiency) of Revenues										
Over (Under) Expenditures	749,593	358,208	403,864	261,398	(378,380)	1,128,689	(363,763)	560,353	(435,613)	922,430
Other Financing Sources (Uses)										
Cancellation of Prior Years Accounts Receivable					(105,946)					
Bond Proceeds					805,000					
Transfers Out						(91,055)				(4,069)
Capital Leases (non-budgeted)										38,812
Total Other Financing Sources (Uses)	-0-	-0-	-0-	-0-	699,054	(91,055)	-0-	-0-	-0-	34,743
Net Change in Fund Balances	749,593	358,208	403,864	261,398	320,675	1,037,634	(363,763)	560,353	(435,613)	957,173
Debt Service as a Percentage of Noncapital Expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.45%	0.46%	0.43%	0.43%

Source: Borough of Bloomingdale School District Financial Reports

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED
(modified accrual basis of accounting)

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Tuition</u>	<u>Interest on</u> <u>Investments</u>	<u>Other</u> <u>Miscellaneous</u>	<u>Total</u>
2011	\$ 215,252	\$ 685	\$ 120,415	\$ 336,352
2012	99,006	1,692	69,573	170,271
2013	80,812	1,408	55,290	137,510
2014	189,289	6,487	260,776	456,552
2015	68,741	9,560	258,724	337,025
2016	29,057	8,455	133,709	171,221
2017	20,137	10,614	128,128	158,879
2018	19,735	4,080	229,845	253,660
2019	83,170	186	52,092	135,448
2020	124,476	189	51,399	176,064

Source: Bloomingdale Borough School District Financial Reports

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN YEARS
UNAUDITED

Year Ended December 31,	Vacant Land	Residential	Farm (Qualified)	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities ^a	Net Valuation Taxable	School Tax Rate ^b	County Equalized Value
2010	\$ 11,849,100	\$ 364,474,800	\$ 590,564	\$ 32,625,650	\$ 6,000	\$ 10,361,500	\$ 419,907,614	\$ 318,198	\$ 420,225,812	\$ 3.294	\$ 939,566,665
2011	12,820,400	364,341,500	590,564	31,839,200	140,400	10,709,900	420,441,964		420,441,964	3.382	897,229,970
2012	* 32,918,200	625,962,300	961,200	60,037,400	5,578,800	22,618,100	748,076,000		748,076,000	1.941	820,438,693
2013	32,367,100	623,684,300	961,200	59,251,800	5,578,800	22,560,300	744,403,500		744,403,500	2.037	785,981,945
2014	25,910,100	627,648,300	971,200	58,434,600	5,578,800	22,560,300	741,103,300		741,103,300	2.096	799,981,973
2015	26,171,400	625,595,800	1,406,100	55,521,500	5,365,600	22,160,300	736,220,700		736,220,700	2.147	796,430,874
2016	25,447,300	623,791,300	1,914,400	55,407,900	5,200,100	22,160,300	733,921,300		733,921,300	2.222	831,921,673
2017	25,484,300	624,082,800	1,914,400	53,049,500	5,200,100	22,160,300	731,891,400		731,891,400	2.253	850,245,586
2018	25,100,600	624,254,100	1,914,500	52,509,500	5,200,100	22,160,300	731,139,100		731,139,100	2.307	862,528,807
2019	24,487,000	625,873,000	1,595,900	52,493,900	5,200,100	22,060,300	731,710,200		731,710,200	2.376	834,954,585

* Revaluation became effective in this year.

Source: Municipal Tax Assessor

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

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN YEARS
UNAUDITED
(rate per \$100 of assessed value)

Year Ended December 31,	Bloomingdale Borough School District			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Direct Rate			Borough of Bloomingdale	Passaic County	
	Basic Rate ^a	General Obligation Debt ^b	Total Direct			
2010	\$ 3.294		\$ 3.294	\$ 1.659	\$ 1.278	\$ 6.231
2011	3.382		3.382	1.744	1.288	6.414
2012	* 1.941		1.941	1.045	0.695	3.681
2013	2.037		2.037	1.071	0.742	3.850
2014	2.096		2.096	1.063	0.746	3.905
2015	2.147		2.147	1.085	0.822	4.054
2016	2.197	\$ 0.025	2.222	1.109	0.824	4.155
2017	2.240	0.013	2.253	1.108	0.852	4.213
2018	2.294	0.013	2.307	1.120	0.868	4.295
2019	2.364	0.012	2.376	1.141	0.801	4.318

* Revaluation

Source: Municipal Tax Collector and School Business Administrator

Note:

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

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND NINE YEARS AGO
 UNAUDITED

	2019		2010	
	Taxpayer	Taxable Assessed Value	Taxpayer	Taxable Assessed Value
		% of Total District Net Assessed Value		% of Total District Net Assessed Value
Waterfall Village LLC	\$ 14,890,100	2.03%	Waterfall Village	\$ 7,286,000
Finbar Equity 1 LLC C/O Tilcon	9,063,200	1.24%	Bloomingtondale Convalescent Center	5,331,400
Tree Tops Terrace Assoc., L.P.	8,615,900	1.18%	Tree Top Terrace Assoc	4,000,000
Lake Iosco	6,242,300	0.85%	Lake Iosco	2,391,000
Bloomingtondale Real Property LLC	5,000,000	0.68%	Kampp Lake Assoc.	2,258,000
Tilcon New York Inc	4,160,200	0.57%	Tilcon New York Inc.	1,643,600
LCL Mountaintop LLC	2,700,000	0.37%	Meer Bloomingtondale Estates	1,477,500
Bloomingtondale Urban Renewal LLC	2,475,000	0.34%	Mountain Top Associates	1,227,500
Finbar Equity 1 LLC C/O Tilcon	2,096,200	0.29%	Individual Taxpayer #1	1,166,400
TAIT Realty Management, LLC	2,034,900	0.28%	Tait Realty	1,050,500
Total	\$ 57,277,800	7.83%		\$ 27,831,900
				6.62%

Source: Municipal Tax Assessor

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2011	\$ 14,290,069	\$ 14,290,069	100.00%	-0-
2012	14,142,093	14,142,093	100.00%	-0-
2013	14,895,821	14,895,821	100.00%	-0-
2014	15,422,086	15,422,086	100.00%	-0-
2015	15,648,198	15,648,198	100.00%	-0-
2016	16,052,221	16,052,221	100.00%	-0-
2017	16,370,717	16,370,717	100.00%	-0-
2018	16,609,314	16,609,314	100.00%	-0-
2019	17,120,452	17,120,452	100.00%	-0-
2020	17,554,520	17,554,520	100.00%	-0-

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities			Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds	Certificates of Participation	Capital Leases			
2011	\$ -0-	\$ -0-	\$ -0-	\$ -0-	0.00%	\$ -0-
2012	-0-	-0-	-0-	-0-	0.00%	-0-
2013	-0-	-0-	-0-	-0-	0.00%	-0-
2014	-0-	-0-	-0-	-0-	0.00%	-0-
2015	805,000	-0-	-0-	805,000	0.21%	99.11
2016	743,000	-0-	-0-	743,000	0.19%	91.62
2017	668,000	-0-	-0-	668,000	0.17%	82.46
2018	591,000	-0-	-0-	591,000	0.14%	73.24
2019	512,000	-0-	-0-	512,000	0.13%	63.52
2020	432,000	-0-	32,053	464,053	0.11%	57.57

Source: Borough of Bloomingdale School District Financial Reports

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
UNAUDITED

<u>General Bonded Debt Outstanding</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
2011	\$ -0-	\$ -0-	\$ -0-	0.00%	\$ -0-
2012	-0-	-0-	-0-	0.00%	-0-
2013	-0-	-0-	-0-	0.00%	-0-
2014	-0-	-0-	-0-	0.00%	-0-
2015	805,000	-0-	805,000	0.11%	99.11
2016	743,000	-0-	743,000	0.10%	91.62
2017	668,000	-0-	668,000	0.09%	82.46
2018	591,000	-0-	591,000	0.08%	73.24
2019	512,000	-0-	512,000	0.07%	63.52
2020	432,000	-0-	432,000	0.06%	53.59

Source: Bloomingdale Borough School District Financial Reports

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

a See Exhibit J-6 for property tax data.

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2019
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Borough of Bloomingdale	\$ 11,637,011	100.00%	\$ 11,637,011
Passaic County Utility Authority - Borough's Share	44,515,000	1.65%	735,703
County of Passaic	326,206,257	1.65%	<u>5,391,241</u>
Subtotal, overlapping debt			17,763,955
Borough of Bloomingdale School District Direct Debt			<u>432,000</u>
Total direct and overlapping debt			<u><u>\$ 18,195,955</u></u>

Sources: Borough of Bloomingdale Finance Officer, Passaic county Finance Office and Utility Authorities

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2020

Equalized valuation basis	
2019	\$ 842,692,848
2018	821,135,557
2017	850,245,586
	<u>\$ 2,514,073,991</u>
Average equalized valuation of taxable property	\$ 838,024,664
Debt limit (3% of average equalization value)	\$ 25,140,740
Net bonded school debt	432,000
Legal debt margin	<u>\$ 24,708,740</u>

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt limit	\$ 29,542,114	\$ 28,380,184	\$ 26,569,171	\$ 25,036,506	\$ 24,064,026	\$ 23,080,948	\$ 23,615,345	\$ 24,194,981	\$ 25,033,028	\$ 25,140,740
Total net debt applicable to limit					805,000	743,000	668,000	591,000	512,000	432,000
Legal debt margin	<u>\$ 29,542,114</u>	<u>\$ 28,380,184</u>	<u>\$ 26,569,171</u>	<u>\$ 25,036,506</u>	<u>\$ 23,259,026</u>	<u>\$ 22,337,948</u>	<u>\$ 22,947,345</u>	<u>\$ 23,603,981</u>	<u>\$ 24,521,028</u>	<u>\$ 24,708,740</u>

Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	3.35%	3.22%	2.83%	2.44%	2.05%	1.72%
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Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation

a Limit set by NJS A 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Year	Borough Population ^a	Borough Personal Income ^b	Passaic County Per Capita Personal Income ^c	Unemployment Rate ^d
2011	7,704	\$ 324,222,840	\$ 42,085	7.70%
2012	7,697	329,416,206	42,798	7.30%
2013	7,697	333,918,951	43,383	10.30%
2014	8,123	371,594,758	45,746	6.90%
2015	8,122	382,992,910	47,155	5.50%
2016	8,110	387,414,700	47,770	5.10%
2017	8,101	391,229,694	48,294	4.60%
2018	8,069	409,501,750	50,750	4.20%
2019	8,061	409,095,750 ***	50,750 *	3.80%
2020	8,061 **	409,095,750 ***	50,750 *	N/A

*- Latest Passaic County per capita personal income available (2018) was used for calculation purposes.

** - Latest population data available (2019) was used for calculation purposes

*** - Latest personal income data calculated using latest Passaic County per capita personal income data (2018) and latest Borough Population data (2019)

N/A - Information Unavailable

Source:

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

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

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

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
PRINCIPAL EMPLOYERS - COUNTY OF PASSAIC
CURRENT YEAR AND NINE YEARS AGO
UNAUDITED

	2019	2010	
Employer	Employees	Employer	Percentage of Total Employment
			Employees
			Employment

Not available

Not available

Source: Passaic County Treasurer's Office.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM,
LAST TEN FISCAL YEARS
UNAUDITED

<u>Function/Program</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Instruction	45	45	46	48	50	48	46	47	46	46
Regular	35	19	23	23	20	19	14	14	15	15
Special education	6	13	10	11	16	16	16	15	16	16
Other special education										
Support Services:										
Student & instruction related services		3	3	3	3	3	3	3	5	5
General and business administrative services	2	2	2	2	2	2	2	2	2	2
School administrative services	4	5	5	5	4	4	4	4	5	5
Business administrative services	3	3	3	3	3	3	3	3	3	3
Plant operations and maintenance	4	8	8	7	5	5	2	2	9	9
Pupil transportation	3	3	3	3	2					
Total	102	101	103	105	105	100	90	90	101	101

Source: District Personnel Records

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil ^d	Percentage Change	Teaching Staff	Pupil/Teacher Ratio		Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School				
2011	627	\$ 16,676,667	\$ 26,598	-3.13%	57	1:11.7	1:10.2	628.0	601.0	2.11%	95.70%
2012	616	17,123,064	27,797	4.51%	58	1:8.9	1:10.2	611.0	586.0	-2.71%	95.91%
2013	618	17,341,293	28,060	0.95%	57	1:8.8	1:9.1	614.0	584.0	0.49%	95.11%
2014	612	18,098,325	29,572	5.39%	59	1:11	1:11	607.0	579.0	-1.14%	95.39%
2015	600	19,226,346	32,044	8.36%	59	1:13	1:12	592.0	573.0	-2.47%	96.79%
2016	605	17,794,672	29,413	-8.21%	56	1:10.9	1:10.6	582.0	561.0	-1.69%	96.39%
2017	551	20,456,140	37,125	26.22%	57	1:9.5	1:12	527.5	513.2	-9.36%	97.29%
2018	532	20,259,218	38,081	2.57%	57	1:9.1	1:10	530.1	521.9	0.49%	98.45%
2019	546	21,560,872	39,489	3.70%	61	1:7.2	1:7	539.1	521.9	1.69%	96.82%
2020	549	21,368,956	38,923	-1.43%	61	1:9	1:9	547.3	527.7	1.53%	96.42%

Sources: Bloomingdale Borough School District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d Cost per pupil is the sum of operating expenditures divided by enrollment. This cost per pupil may be different from the State's cost per pupil calculations.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
UNAUDITED

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<u>District Building</u>										
<u>Elementary</u>										
Martha B. Day	28,198	28,198	28,198	28,198	28,198	28,198	28,198	28,198	28,198	28,198
Square Feet	216	216	216	216	216	216	216	216	216	216
Capacity (students)	152	139	139	154	154	154	154	117	123	123
Enrollment										
<u>Elementary</u>										
Samuel R. Donald	36,588	36,588	36,588	36,588	36,588	36,588	36,588	36,588	36,588	36,588
Square Feet	257	257	257	257	257	257	257	257	257	257
Capacity (students)	210	199	199	189	189	189	189	172	170	170
Enrollment										
<u>Middle School</u>										
Walter T. Bergen	55,965	55,965	55,965	55,965	55,965	55,965	55,965	55,965	55,965	55,965
Square Feet	257	257	257	257	257	257	257	257	257	257
Capacity (students)	248	278	278	269	269	269	269	246	247	247
Enrollment										

Number of Schools at June 30, 2020

Elementary = 2

Middle School = 1

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of additions

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS
UNAUDITED

School Facilities*	Projects #	Fiscal Year Ended June 30,									
		2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Martha B. Day School	N/A	\$ 26,186	\$ 27,685	\$ 34,484	\$ 8,994	\$ 17,798	\$ 19,656	\$ 14,587	\$ 41,376	\$ 45,876	\$ 36,160
Samuel R. Donald School	N/A	33,838	31,529	36,142	15,558	44,612	15,902	19,277	46,638	51,710	40,759
Walter T. Bergen School	N/A	52,749	43,403	33,590	39,609	88,033	9,994	15,203	74,809	82,945	65,378
Total School Facilities		\$ 112,773	\$ 102,617	\$ 104,216	\$ 64,161	\$ 150,443	\$ 45,552	\$ 49,067	\$ 162,823	\$ 180,531	\$ 142,297

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

Source: District records

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2020
UNAUDITED

	Coverage	Deductible
Pooled Insurance Program of New Jersey		
Property & Casualty:		
Building & Contents including Equipment Breakdown	\$ 26,230,625	\$ 5,000
Commercial General Liability:		
Per occurrence	1,000,000	
Personal and Advertising Injury Limit	1,000,000	
Damage to Rented Premises	1,000,000	
Product/Completed Operations Aggregate	3,000,000	
General Aggregate - Policy Limit	3,000,000	
Medical Expenses	10,000	
Employee Benefits Liability = Each Employee	1,000,000	
Employee Benefits Liability = Aggregate	2,000,000	
Business Income	25,000	5,000
Extra Expense	5,000,000	5,000
Limited Pollution Liability Extension	1,000,000	
Employee Dishonesty including Faithful Performance	500,000	5,000
Forgery or Alteration	250,000	5,000
	\$1,000,000 or 100%	
Ordinance or Law Coverage B&C	of amount paid for damage to Building, whichever is greater	5,000
Form C Loss (Inside) Money & Securities	250,000	5,000
EDP Equipment Coverage	121,358,108	5,000
Earthquake- Blanket Coverage	5,000,000	
Flood (Outside Zones A,V or B)	5,000,000	50,000
(Zone B)	2,000,000	100,000
(Zones A, N or V)	1,000,000	500,000
Commercial Automobile Liability	1,000,000	
Towing & Labor	Symbol 2 & 8	1,000
Comprehensive & Collision	5,000	
	Limit	Retention
American Alternative Insurance Corp		
Commercial Umbrella	9,000,000	10,000
Greenwich Insurance Company		
School Board Legal Liability	1,000,000	
Insurance Agreement A & C		25,000
Insurance Agreement B		500,003
Public Official Bonds		
Western Surety Company		
Sherry Lisa Gallagher - Treasurer	300,000	
Selective Insurance Company		
Eulalia Gillis - Interim Business Administrator	150,000	
Indian Harbor Insurance Company		
Technology E&O	4,000,000	25,000
Safety National Casualty Corporation		
Excess Workers Compensation & Employer's Liability		
Employer's Liability Maximum Limit of Indemnity - Per Occurrence	1,000,000	
Self-Insured Retention Per Occurrence		500,000

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
INSURANCE SCHEDULE
UNAUDITED

	Limit	Retention
Ace American Insurance Company		
Environmental Impairment Liability		
Per Pollution Condition	\$ 1,000,000	
Per Named Insurance Sublimit	3,000,000	
Self-Insured - Retention		\$ 25,000
Program Aggregate	10,000,000	
Life Insurance Company of North America		
Group Travel Accident		
Accident Medical Expense Benefit	2,000	
QBC Insurance Corporation		
Volunteer Accident		
Medical Maximum	10,000	

SINGLE AUDIT SECTION



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BKR International

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

The Honorable President and Members
of the Board of Education
Borough of Bloomingdale School District
County of Passaic, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Borough of Bloomingdale School District, in the County of Passaic (the "District") as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 15, 2020.

Internal Control Over Financial Reporting

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

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

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

The Honorable President and Members
of the Board of Education
Borough of Bloomingdale School District
Page 2

Compliance and Other Matters

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

Purpose of this Report

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

December 15, 2020
Mount Arlington, New Jersey

NISIVOCCIA LLP

Raymond Sarinelli

Raymond Sarinelli
Licensed Public School Accountant #2549
Certified Public Accountant



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Report on Compliance For Each Major State Program;
Report on Internal Control Over Compliance

Independent Auditors' Report

The Honorable President and Members
of the Board of Education
Borough of Bloomingdale School District
County of Passaic, New Jersey

Report on Compliance for Each Major State Program

We have audited the Borough of Bloomingdale School District (the "District's") compliance with the types of compliance requirements described in the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major state programs for the fiscal year ended June 30, 2020. The District's major state programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditors' Responsibility

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

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

The Honorable President and Members
of the Board of Education
Borough of Bloomingdale School District
Page 2

Opinion on Each Major State Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the fiscal year ended June 30, 2020.

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance or NJOMB 15-08. Accordingly, this report is not suitable for any other purpose.

December 15, 2020
Mount Arlington, New Jersey

NISIVOCCIA LLP

Raymond Sarinelli

Raymond Sarinelli
Licensed Public School Accountant #2549
Certified Public Accountant

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Federal Grantor/Pass Through Grantor Program/Cluster Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2019			Balance at June 30, 2020				
					Budgetary Accounts Receivable	Unearned Revenue	Cash Received	Budgetary Expenditures	Budgetary Accounts Receivable	Unearned Revenue	Amount Provided to Subrecipients	
U.S. Department of Education: Passed-through State Department of Education: General Fund:												
Medicaid Reimbursement	93.778	N/A	7/1/19 - 6/30/20	\$ 25,326			\$ 25,326	\$ (25,326)				
Total General Fund							25,326	(25,326)				
Special Education Cluster:												
I.D.E.A. Part B, Basic	84.027	IDEA338020	7/1/19-9/30/20	\$ 190,028			187,033	(190,028)	\$ (2,995)			
I.D.E.A. Part B, Basic	84.027	IDEA338019	7/1/18-9/30/19	188,337		\$ (7,343)	7,343					
I.D.E.A. Part B, Preschool	84.173	IDEA338020	7/1/19-9/30/20	11,103			11,065	(11,103)	(38)			
I.D.E.A. Part B, Preschool	84.173	IDEA338019	7/1/18-9/30/19	7,024		(3,023)	3,023					
Total Special Education Cluster						(10,366)	208,464	(201,131)	(3,033)			
Elementary and Secondary Education Act:												
Title I	84.010	ESEA338020	7/1/19-9/30/20	234,382			152,320	(234,382)	(82,062)			
Title I	84.010	ESEA338019	7/1/18-9/30/19	244,987		(88,154)	88,154					
Title II, Part A	84.367	ESEA338020	7/1/19-9/30/20	35,733			16,644	(35,733)	(19,089)			
Title II, Part A	84.367	ESEA338019	7/1/18-9/30/19	46,288		(9,504)	9,504					
Title IV	84.424	ESEA338020	7/1/19-9/30/20	13,686			1,505	(13,686)	(12,181)			
Title IV	84.424	ESEA338019	7/1/18-9/30/19	10,000		(4,206)	4,206					
Total Elementary and Secondary Education Act						(101,864)	272,333	(283,801)	(113,332)			
Total Special Revenue Fund						(112,230)	480,797	(484,932)	(116,365)			
Total U.S. Department of Education						(112,230)	506,123	(510,258)	(116,365)			
U.S. Department of Agriculture: Passed-through State Department of Agriculture: Child Nutrition Cluster:												
Food Distribution Program	10.555	N/A	7/1/18-6/30/19	9,083				(2,220)				
Food Distribution Program	10.555	N/A	7/1/19-6/30/20	18,486			18,486	(15,013)		\$ 3,473		
National School Lunch Program	10.555	N/A	7/1/19-6/30/20	41,162			41,094	(41,162)	(68)			
Summer Seamless Option - National School Lunch Program	10.555	N/A	3/1/20-6/30/20	10,448			7,167	(10,448)	(3,281)			
National School Lunch Program	10.555	N/A	7/1/18-6/30/19	67,409		\$ (11,537)	5,102	(6,435)	(6,435)			
National School Breakfast Program	10.553	N/A	7/1/18-6/30/19	3,123		(631)	274		(357)			
National School Breakfast Program	10.553	N/A	7/1/19-6/30/20	2,019			2,019	(2,019)				
Summer Seamless Option - National School Breakfast Program	10.553	N/A	3/1/20-6/30/20	5,012			3,292	(5,012)	(1,720)			
Total Child Nutrition Cluster - Total U.S. Department of Agriculture						(12,168)	77,434	(75,874)	(11,861)	3,473		
Total Federal Awards						\$ (124,398)	\$ 2,220	\$ (586,132)	\$ (128,226)	\$ 3,473	\$ -0-	
N/A - Not Available/Applicable												

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

**BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

State Grantor/Program Title	Project Number	Grant or State Period	Award Amount	Balance at June 30, 2019			Balance at June 30, 2020			MEMO	
				Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received	GAAP Accounts Receivable	Budgetary Unearned Revenue	Budgetary Accounts Receivable	Budgetary Total	Cumulative Total
New Jersey Department of Education											
General Fund:											
Transportation Aid	19-495-034-5120-014	7/1/18-6/30/19	102,123	\$ (9,569)	\$	9,569					\$ 102,123
Special Education Aid	19-495-034-5120-089	7/1/18-6/30/19	557,300	(52,219)		52,219					557,300
Security Aid	19-495-034-5120-084	7/1/18-6/30/19	16,458	(1,542)		1,542					16,458
Equalization Aid	19-495-034-5120-078	7/1/18-6/30/19	1,258,651	(117,935)		117,935					1,258,651
Extraordinary Aid	19-495-034-5120-044	7/1/18-6/30/19	628,121	(628,121)		628,121					628,121
Non Public Transportation	19-495-034-5120-014	7/1/18-6/30/19	25,810	(25,810)		25,810					25,810
Reimbursed TPAF Social Security Contributions	19-495-034-5094-003	7/1/18-6/30/19	305,302	(15,407)		15,407					305,302
Transportation Aid	20-495-034-5120-014	7/1/19-6/30/20	102,123			92,507	\$ (102,123)	\$	(9,616)		102,123
Special Education Aid	20-495-034-5120-089	7/1/19-6/30/20	557,300			504,822	(557,300)		(52,478)		557,300
Security Aid	20-495-034-5120-084	7/1/19-6/30/20	16,458			14,908	(16,458)		(1,550)		16,458
Equalization Aid	20-495-034-5120-078	7/1/19-6/30/20	1,152,238			1,043,739	(1,152,238)		(108,499)		1,152,238
Extraordinary Aid	19-495-034-5120-044	7/1/19-6/30/20	737,569				(737,569)	\$ (737,569)	(737,569)		737,569
Reimbursed TPAF Social Security Contributions	20-495-034-5094-003	7/1/19-6/30/20	334,073			317,750	(334,073)		(16,323)		334,073
On-Behalf TPAF Pension Contributions	20-495-034-5094-002	7/1/19-6/30/20	929,496			929,496	(929,496)				929,496
On-Behalf TPAF Non-Contributory Insurance	20-495-034-5094-004	7/1/19-6/30/20	16,660			16,660	(16,660)				16,660
On-Behalf TPAF Post Retirement Contributions	20-495-034-5094-001	7/1/19-6/30/20	351,007			351,007	(351,007)				351,007
On-Behalf TPAF Long-Term Disability Insurance	20-495-034-5094-004	7/1/19-6/30/20	560			560	(560)				560
Total General Fund State Aid				(850,603)		4,122,052	(4,197,484)	(753,892)	(926,035)		7,091,249
Capital Projects Fund											
N. J. School Development Auth.	0420-020-13-7001	7/1/15-6/30/21	16,597	(16,597)		11,441			(5,156)		16,597
N. J. School Development Auth.	0420-020-13-7002	7/1/15-6/30/21	4,129	(4,129)					(4,129)		4,129
N. J. School Development Auth.	0420-020-13-7003	7/1/15-6/30/21	30,431	(30,431)		14,920			(15,511)		30,431
N. J. School Development Auth.	0420-020-13-7004	7/1/15-6/30/21	237,820	(237,820)		193,715			(44,105)		237,820
N. J. School Development Auth.	0420-050-13-1005	7/1/15-6/30/21	243,133	(243,133)		230,018			(13,115)		243,133
N. J. School Development Auth.	0420-050-13-1006	7/1/15-6/30/21	29,118			29,118	(29,118)				29,118
N. J. School Development Auth.	0420-050-13-1007	7/1/15-6/30/21	4,670	(4,670)		479,212	(29,118)		(4,670)		4,670
Total Capital Projects Fund				(536,780)		479,212	(29,118)	(86,686)	(86,686)		565,898

**BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2019			Balance at June 30, 2020			MEMO	
				Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received	Budgetary Expenditures	GAAP Accounts Receivable	Budgetary Unearned Revenue	Budgetary Accounts Receivable	Cumulative Total Expenditures
Enterprise Fund:											
State School Lunch Program	19-100-010-3350-023	7/1/18-6/30/19	\$ 2,334	\$ (409)	\$ 184	\$ (225)	\$ (225)	\$ (225)	\$ (225)	\$ 2,334	
Summer Seamless Option - State School Lunch Program	20-100-010-3350-023	7/1/19-6/30/20	168		116	(168)	(52)	(52)	(52)	168	
State School Lunch Program	20-100-010-3350-023	7/1/19-6/30/20	1,495		1,495	(1,495)				1,495	
Total Enterprise Fund				(409)	1,795	(1,663)	(277)	(277)	(277)	3,829	
Total State Awards Subject to Single Audit Determination				\$ (1,387,792)	\$ -0-	\$ 4,603,059	\$ (4,228,265)	\$ (840,855)	\$ -0-	\$ 7,660,976	
Less: State Awards Not Subject to Single Audit Major Program Determination											
On-Behalf TPAF Contributions:											
On-Behalf TPAF Pension Contributions	20-495-034-5094-002	7/1/19-6/30/20	\$ (929,496)			\$ 929,496					
On-Behalf TPAF Non-Contributory Insurance	20-495-034-5094-004	7/1/19-6/30/20	(16,660)			16,660					
On-Behalf TPAF Post Retirement Contributions	20-495-034-5094-001	7/1/19-6/30/20	(351,007)			351,007					
On-Behalf TPAF Long-Term Disability Insurance	20-495-034-5094-004	7/1/19-6/30/20	(560)			560					
Subtotal - On-Behalf TPAF Pension System Contributions:						351,567					
Total State Awards Subject to Single Audit Major Program Determination						\$ (3,876,698)					

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

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards includes the federal and state grant activity of the Board of Education, Borough of Bloomingdale School District under programs of the federal and state governments for the fiscal year ended June 30, 2020. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last two state aid payments for the prior year and for the last two payments of the current budget year, which is mandated pursuant to P.L. 2003, C.97. For GAAP purposes, the current year payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two state aid payments in the subsequent year and the final two state aid payments for the prior year which are recognized in the current year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not. Grant revenue in the capital projects fund is recognized on the budgetary basis in the fiscal year of the award but is not recognized on the GAAP basis until expended and submitted for reimbursement.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$9,122 for the general fund, (\$39,214) for the special revenue fund. See Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general, and special revenue funds.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 25,326	\$ 4,206,606	\$ 4,231,932
Special Revenue Fund	445,718		445,718
Capital Projects Fund		29,118	29,118
Food Service Fund	75,874	1,663	77,537
	<u>\$ 546,918</u>	<u>\$ 4,237,387</u>	<u>\$ 4,784,305</u>

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. FEDERAL AND STATE LOANS OUTSTANDING

The Borough of Bloomingdale School District had no loan balances outstanding at June 30, 2020.

NOTE 7. OTHER

TPAF Social Security contributions represent the amount reimbursed by the State for the employers' share of social security contributions for TPAF members for the fiscal year ended June 30, 2020. Revenue and expenditures reported under the Federal Food Distribution Program represent current year value received and current year distributions, respectively.

NOTE 8. NJ SCHOOLS DEVELOPMENT AUTHORITY (SDA) GRANTS

The District has active grants awarded in the amount of \$565,898 from the Schools Development Authority (SDA) under the Educational Facilities Construction and Financing Act as of June 30, 2020. As of June 30, 2020, \$565,898 has been expended and submitted for reimbursement and \$479,212 has been received. The District realizes grant revenue in the Capital Projects Fund on the GAAP basis as it is expended and submitted for reimbursement.

BOROUGH OF BLOOMINGDALE SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the financial statements of the District.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in the *Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over major state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major State Program; Report on Internal Control Over Compliance*.
- The auditor's report on compliance for the major state programs for the District expresses an unmodified opinion on all major state programs.
- The District was not subject to the single audit provisions of the Uniform Guidance for the fiscal year ended June 30, 2020 as federal grant expenditures were less than the single audit threshold of \$750,000 identified in the Uniform Guidance.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.
- The District's programs tested as major state programs for the current fiscal year consisted of the following state aid:

	State		Award	Budgetary
	<u>Grant Number</u>	<u>Grant Period</u>	<u>Amount</u>	<u>Expenditures</u>
<u>State:</u>				
Special Education Aid	20-495-034-5120-089	7/1/19-6/30/20	\$ 557,300	\$ 557,300
Security Aid	20-495-034-5120-084	7/1/19-6/30/20	16,458	16,458
Equalization Aid	20-495-034-5120-078	7/1/19-6/30/20	1,152,238	1,152,238

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

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

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

Findings and Questioned Costs for Federal Awards:

- Not Applicable since federal expenditures were below the single audit threshold.

Findings and Questioned Costs for State Awards:

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

BLOOMINGDALE BOROUGH SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Status of Prior Year Findings:

There were no prior year audit findings.