

SCHOOL DISTRICT  
OF  
GREEN TOWNSHIP

Green Township School District  
Board of Education  
Green Township, New Jersey

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

# Comprehensive Annual Financial Report

of the

Green Township School District  
Board of Education

Green Township, New Jersey

For the Fiscal Year Ended June 30, 2020

Prepared by

Green Township School District  
Board of Education

GREEN TOWNSHIP SCHOOL DISTRICT  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2020

INTRODUCTORY SECTION (Unaudited)

Letter of Transmittal .....	1
Organizational Chart .....	4
Roster of Officials .....	5
Consultants and Advisors.....	6

FINANCIAL SECTION.....7

Independent Auditors’ Report.....	8
-----------------------------------	---

Required Supplementary Information .....	11
Management’s Discussion and Analysis .....	12

Basic Financial Statements (Sections A. and B.).....	20
--	----

A. District-Wide Financial Statements .....	21
A-1 Statement of Net Position .....	22
A-2 Statement of Activities.....	23

B. Fund Financial Statements.....	25
B-1 Balance Sheet – Governmental Funds .....	26
B-2 Statement of Revenue, Expenditures and Changes in Fund Balance – Governmental Funds.....	28
B-3 Reconciliation of the Statement of Revenue, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	29
B-4 Statement of Net Position – Proprietary Funds.....	30
B-5 Statement of Revenue, Expenses and Changes in Fund Net Position – Proprietary Funds .....	31
B-6 Statement of Cash Flows – Proprietary Funds.....	32
B-7 Statement of Fiduciary Net Position – Fiduciary Funds .....	33
B-8 Statement of Changes in Fiduciary Net Position – Fiduciary Funds .....	34

Notes to the Basic Financial Statements.....	35
--	----

Required Supplementary Information.....73

L. Schedules Related to Accounting and Reporting for Pensions and Postemployment Benefits Other than Pensions .....	74
L-1 Schedule of District’s Proportionate Share of the Net Pension Liability- Public Employees Retirement System.....	74
L-2 Schedule of District Contributions – Public Employees Retirement System .....	75
L-3 Schedule of State’s Proportionate Share of the Net Pension Liability associated with the District - Teachers’ Pension and Annuity Fund.....	76
L-4 Schedule of State Contributions – Teachers’ Pension and Annuity Fund .....	77
L-5 Schedule of Changes in the State’s Proportionate Share of the Total OPEB Liability Associated with the District and Related Ratios.....	78
Notes to Required Supplementary Information .....	79

GREEN TOWNSHIP SCHOOL DISTRICT  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

FINANCIAL SECTION (Cont'd)

Other Supplementary Schedules (D.-I.)

C.	Budgetary Comparison Schedules.....	82
C-1	Budgetary Comparison Schedule – General Fund.....	83
C-2	Combining Budgetary Schedule – Special Revenue Fund.....	93
C-3	Budgetary Comparison Schedule – Note to Required Supplementary Information.....	94
D.	School Level Schedules (Not Applicable).....	96
E.	Special Revenue Fund.....	97
E-1	Combining Schedule of Revenue and Expenditures Special Revenue Fund – Budgetary Basis.....	98
E-2	Preschool Education Aid Schedule of Expenditures – Budgetary Basis (Not Applicable)	
F.	Capital Projects Fund (Not Applicable)	
G.	Proprietary Funds.....	101
Enterprise Fund:		
G-1	Combining Statement of Net Position.....	102
G-2	Combining Statement of Revenue, Expenses and Changes in Fund Net Position.....	103
G-3	Combining Statement of Cash Flows.....	104
H.	Fiduciary Funds.....	105
H-1	Combining Statement of Fiduciary Net Position.....	106
H-2	Statement of Changes in Fiduciary Net Position.....	107
H-3	Student Activity Agency Fund Schedule of Receipts and Disbursements.....	108
H-4	Student Activity Agency Fund Statement of Activity.....	109
H-5	Payroll Agency Fund Schedule of Receipts and Disbursements (Not Applicable)	
I.	Long-Term Debt.....	110
I-1	Schedule of Serial Bonds.....	111
I-2	Schedule of Obligations Under Capital Leases.....	112
I-3	Debt Service Fund Budgetary Comparison Schedule.....	113
J.	Statistical Section (Unaudited).....	114
J-1	Net Position by Component.....	115
J-2	Changes in Net Position.....	116
J-3	Fund Balances – Governmental Funds.....	118
J-4	Changes in Fund Balance, Governmental Funds.....	119
J-5	General Fund Other Local Revenue by Source.....	121
J-6	Assessed Value and Estimated Actual Value of Taxable Property.....	122
J-7	Direct and Overlapping Property Tax Rates.....	123
J-8	Principal Property Taxpayers (Current Year and Nine Years Ago).....	124
J-9	Property Tax Levies and Collections.....	125
J-10	Ratios of Outstanding Debt by Type.....	126
J-11	Ratios of Net General Bonded Debt Outstanding.....	127
J-12	Ratios of Direct and Overlapping Governmental Activities Debt.....	128

GREEN TOWNSHIP SCHOOL DISTRICT  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

J.	Statistical Section (Unaudited) (Cont'd)	
	J-13 Legal Debt Margin Information.....	129
	J-14 Demographic and Economic Statistics .....	130
	J-15 Principal Employers in the County of Sussex, Current and Nine Years Ago.....	131
	J-16 Full-time Equivalent District Employees by Function/Program.....	132
	J-17 Operating Statistics.....	133
	J-18 School Building Information .....	134
	J-19 Schedule of Required Maintenance Expenditures by School Facility .....	135
	J-20 Insurance Schedule.....	136
K.	Single Audit Section.....	137
	K-1 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 <i>Government Auditing Standards</i> .....	138
	K-2 Independent Auditors' Report on Compliance For Each Major State Program; Report on Internal Control Over Compliance.....	140
	K-3 Schedule of Expenditures of Federal Awards.....	142
	K-4 Schedule of Expenditures of State Awards.....	143
	K-5 Notes to the Schedules of Expenditures of Federal and State Awards .....	145
	K-6 Schedule of Findings and Questioned Costs.....	147
	K-7 Summary Schedule of Prior Audit Findings .....	149

INTRODUCTORY SECTION  
(UNAUDITED)

**Green Township Board of Education**  
69 Mackerley Road • P.O. Box 14, Greendell, NJ 07839  
973-300-3800 / Fax 973-383-0594

---

<b>Mrs. Jennifer Thompson</b> Principal- Coordinator of Instruction	<b>Dr. Lydia Furnari</b> Interim- Superintendent	<b>Dr. Vincent Occhino</b> Interim Business Administrator- Board Secretary
--	---	--

December 14, 2020

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

Dear Honorable President and Board Members:

The Comprehensive Annual Financial Report of the Green Township School District (the "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 Green Township Board of Education (the "Board"). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the basic financial statements and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

1. **REPORTING ENTITY AND ITS SERVICES:** The Green Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board ("GASB") in codification section 2100. All funds of the District are included in this report. The Green Township School District's elementary school constitutes the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels K through 8. These include regular, as well as special education, for handicapped youngsters. The District also sends its high school students to Newton High School.

2. MAJOR INITIATIVES: The Board of Education is committed to student excellence. The District Objectives for the 2019-2020 school year were indicative of this commitment. The District committed funds for continued staff growth both through course reimbursement and professional development monies. Funds were allotted for a Literacy coach, Think STEM coach, basic skills instruction, Gifted and Talented instruction, and Special Education and support.
3. 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 financial assistance, the District also is responsible for ensuring that an adequate internal control system is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control system is also subject to periodic evaluation by the District's management.

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

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

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

5. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (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.
6. 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.

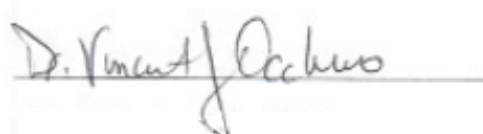


7. RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property, contents, and fidelity bonds. The Board oversees risk management for the District. A schedule of insurance coverage is found on J-20.
8. OTHER INFORMATION: Independent Audit – State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, CPAs, was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The Auditors’ Report on the basic financial statements and specific required supplementary information are 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.
9. ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Green Township School Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

Respectfully submitted,

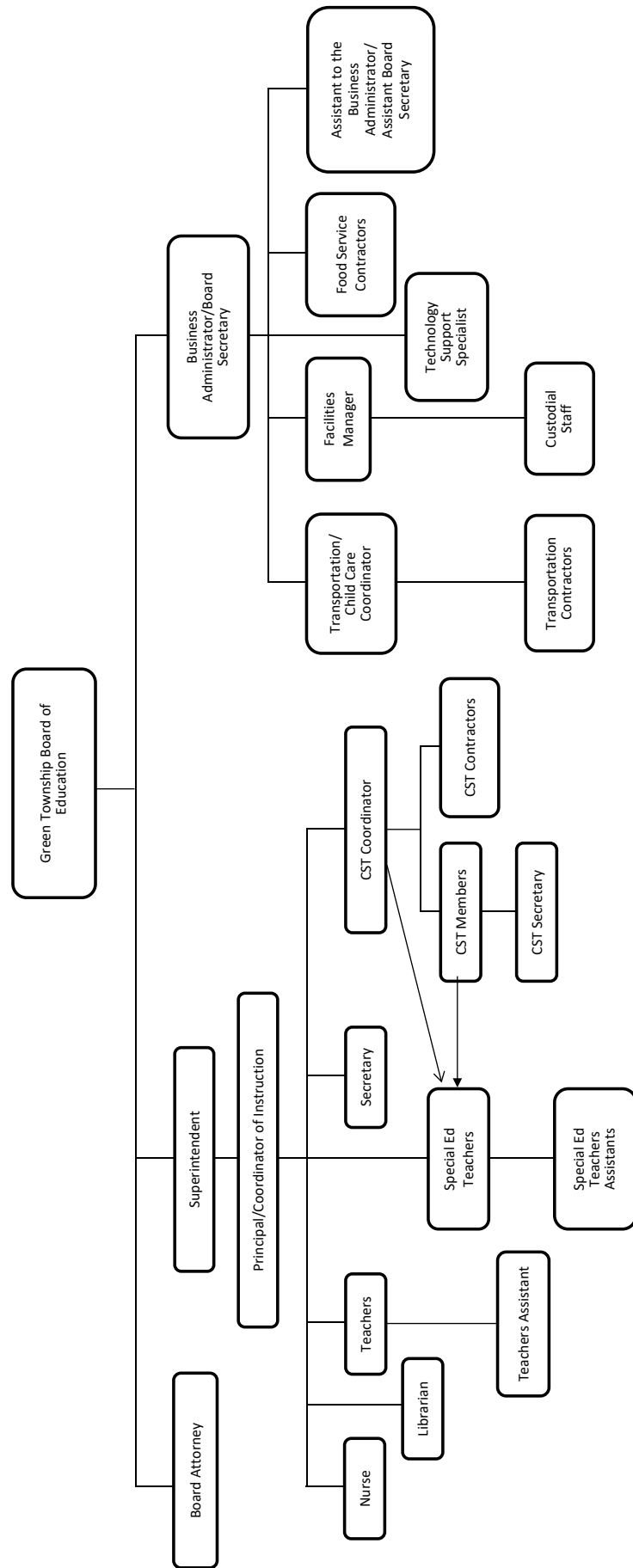


Dr. Lydia Furnari  
Interim Superintendent



Dr. Vincent Occhino  
Interim Business Administrator/Board Secretary

Green Township Board of Education  
Organizational Chart  
2019/2020



GREEN TOWNSHIP SCHOOL DISTRICT  
ROSTER OF OFFICIALS  
JUNE 30, 2020

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Marie Bilik - President	2020
Ann Marie Cooke - Vice President	2021
Matthew Fox	2020
Scott Guzzo	2022
Noah Haiduc-Dale	2022
Denise Kelly-Jones	2020
Kristin Plet	2021
Michael Rose	2021
Robert Strasser	2022

<u>Other Officials</u>	<u>Title</u>
Lydia Furnari	Interim - Superintendent
Sallyann G. McCarty	Business Administrator / Board Secretary (Until 1/10/20) Interim
Vincent Occhino	Business Administrator / Board Secretary (From 1/10/20)
Jon Paul Bollette	Principal
Linda Padula	Treasurer of School Monies

# **GREEN TOWNSHIP SCHOOL DISTRICT**

Consultants and Advisors  
Year Ended June 30, 2020

## **Audit Firm**

Nisivoccia LLP  
Mount Arlington Corporate Center  
200 Valley Road Suite 300  
Mount Arlington, New Jersey 07856  
and  
Lawrence Business Park  
11 Lawrence Road  
Newton, New Jersey 07860

## **Attorneys**

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

## **Official Depositories**

Lakeland State Bank  
Oak Ridge, New Jersey 07438

TD Bank  
Hackettstown, New Jersey 07840

## **Bond Attorney**

McManimon, Scotland and Baumann, L.L.C.  
75 Livingston Avenue  
Roseland, New Jersey 07068

## **Architect**

DMR.  
Heights Plaza  
777 Terrace Avenue, 6<sup>th</sup> Floor  
Hasbrouck Heights, New Jersey 07604

FINANCIAL SECTION

## Independent Auditors' Report

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

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Green Township School District (the "District") in the County of Sussex, 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 Board of Education of the Green Township School District, in the County of Sussex, 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 post-employment benefits 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  
Green Township School District  
Page 3

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 14, 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 14, 2020  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Man C Lee*

---

Man C. Lee  
Licensed Public School Accountant #2527  
Certified Public Accountant



REQUIRED SUPPLEMENTARY INFORMATION -  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR FISCAL YEAR ENDED JUNE 30, 2020**

The discussion and analysis of the Green Township School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2020. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the School District's financial performance.

**Overview of the Financial Statements**

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

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

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

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

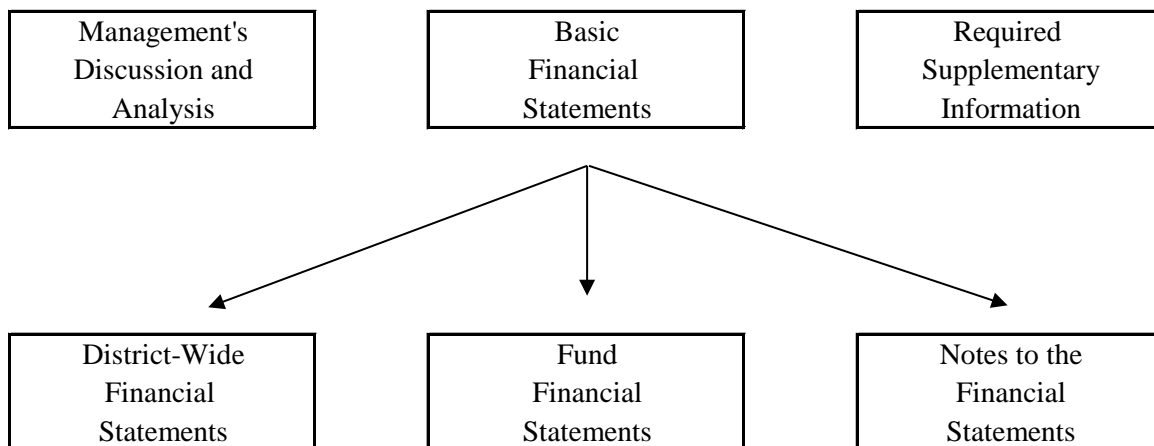


Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and contents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

**Figure A-2**  
**Major Features of the District-Wide and Fund Financial Statements**

	District-Wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire district (except fiduciary funds)	The activities of the district that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses; food services and child care	Instances in which the district administers resources on behalf of someone else, such as scholarship programs and student activities monies.
Required Financial Statements	<ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance Sheet</li> <li>• Statement of Revenue, Expenditures, and Changes in Fund Balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of Net Position</li> <li>• Statement of Revenue, Expenses, and Changes in Net Position</li> <li>• Statement of Cash Flows</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of Fiduciary Net Position</li> <li>• Statement of Changes in Fiduciary Net Position</li> </ul>
Accounting basis and measurement focus	Accrual Accounting and Economic Resources focus	Modified Accrual Accounting and Current Financial 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; 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 liabilities 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

## Using this Comparative Annual Financial Report (CAFR)

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

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

### Reporting the School District as a Whole

***Statement of Net Position and the Statement of Activities:*** While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all the financial transactions and asks the question, "How did we do financially during 2019-2020". The Statement of Net Position and the Statement of Activities answer this question. These schedules 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*. This change in net position is important because it tells the reader that, for the School District as a whole, the financial position of the School district has improved or diminished. The cause of this change may be the result of many factors, some financial and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

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

- ❖ Governmental Activities - Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- ❖ Business- Type Activities - These services are provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service and Child Care enterprise funds are reported as business-type activities.

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

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

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

governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

*Proprietary Funds:* Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. *Internal service funds* (the other kind of proprietary fund) report activities that provide supplies and services for its other programs and activities. The District does not utilize an internal service fund.

*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 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:* The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements. The notes to the basic financial statements can be found immediately following the fund financial statements.

### **Financial Analysis of the District as a Whole**

The Statement of Net Position provides the perspective of the School District as a whole. Net position may serve over time as a useful indicator of a school's financial position. The District's financial position is the product of financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

*Net Position.* The District's combined net position decreased by \$602,832. Net position from governmental activities decreased by \$597,156 and net position from business-type activities decreased by \$5,676. Net investment in capital assets decreased by \$465,436, restricted net position increased by \$216,660 and unrestricted net position increased by \$354,056.

**Figure A-3**  
**Condensed Statement of Net Position**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2020	2019	2020	2019	2020	2019	2019-2020
Current and Other Assets	\$1,098,825	\$1,344,801	\$ 47,498	\$ 58,332	\$1,146,323	\$1,403,133	
Capital Assets, Net	5,682,767	6,287,564	35,480	32,351	5,718,247	6,319,915	
Total Assets	<u>6,781,592</u>	<u>7,632,365</u>	<u>82,978</u>	<u>90,683</u>	<u>6,864,570</u>	<u>7,723,048</u>	-11.12%
Deferred Outflows of Resources	<u>437,332</u>	<u>626,093</u>			<u>437,332</u>	<u>626,093</u>	-30.15%
Other Liabilities	147,407	302,651	9,166	11,195	156,573	313,846	
Long-Term Liabilities	3,425,416	3,703,394			3,425,416	3,703,394	
Total Liabilities	<u>3,572,823</u>	<u>4,006,045</u>	<u>9,166</u>	<u>11,195</u>	<u>3,581,989</u>	<u>4,017,240</u>	-10.83%
Deferred Inflows of Resources	<u>668,014</u>	<u>677,170</u>			<u>668,014</u>	<u>677,170</u>	-1.35%
Net Position:							
Net Investment in Capital							
Assets	4,150,248	4,618,813	35,480	32,351	4,185,728	4,651,164	
Restricted	880,717	664,057			880,717	664,057	
Unrestricted/(Deficit)	(2,052,878)	(1,707,627)	38,332	47,137	(2,014,546)	(1,660,490)	
Total Net Position	<u>\$2,978,087</u>	<u>\$3,575,243</u>	<u>\$ 73,812</u>	<u>\$ 79,488</u>	<u>\$3,051,899</u>	<u>\$3,654,731</u>	-16.49%

*Changes in Net Position.* The District's combined net position was \$3,051,899 on June 30, 2020, \$602,832 or 16.49% less than the previous year (See Figure A-3). Net investment in capital assets decreased due to the disposals of capital assets of \$370,014 and \$364,987 in depreciation expense; offset by the maturity of \$120,000 in serial bonds payable and \$16,232 in capital lease principal and \$133,333 in capital assets additions. Restricted net position increased primarily due to the increase in capital and maintenance reserves and excess surplus; offset by the decrease in tuition reserve. Unrestricted net position decreased primarily due to a decrease in fund balance designated for subsequent year's expenditures and the changes in net pension liability and related deferred outflows and inflows.

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

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2020	2019	2020	2019	2020	2019	
Revenue:							
Program Revenue:							
Charges for Services			\$ 119,021	\$ 192,016	\$ 119,021	\$ 192,016	
Operating Grants and Contributions	\$ 2,880,820	\$ 3,166,882	14,932	21,824	2,895,752	3,188,706	
General Revenue:							
Property Taxes	9,559,453	9,566,114			9,559,453	9,566,114	
Unrestricted Federal and State Aid	1,918,433	1,802,683			1,918,433	1,802,683	
Other	109,853	95,526	28	29	109,881	95,555	
Total Revenue	<u>14,468,559</u>	<u>14,631,205</u>	<u>133,981</u>	<u>213,869</u>	<u>14,602,540</u>	<u>14,845,074</u>	-1.63%
Expenses:							
Instruction	6,845,147	6,603,185			6,845,147	6,603,185	
Tuition	4,034,337	3,936,076			4,034,337	3,936,076	
Pupil and Instruction Services	1,063,563	1,100,971			1,063,563	1,100,971	
Administrative and Business	1,005,768	964,092			1,005,768	964,092	
Maintenance and Operations	1,318,682	1,024,281			1,318,682	1,024,281	
Transportation	680,988	616,590			680,988	616,590	
Other	112,280	336,196	144,607	225,594	256,887	561,790	
Total Expenses	<u>15,060,765</u>	<u>14,581,391</u>	<u>144,607</u>	<u>225,594</u>	<u>15,205,372</u>	<u>14,806,985</u>	2.69%
Other Items	<u>(4,950)</u>		<u>4,950</u>				100.00%
Change in Net Position	<u>\$ (597,156)</u>	<u>\$ 49,814</u>	<u>\$ (5,676)</u>	<u>\$ (11,725)</u>	<u>\$ (602,832)</u>	<u>\$ 38,089</u>	-1682.69%

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular activities.

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

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

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State law.

“Other” includes unallocated depreciation, interest on debt, transfer of funds to charter school and the District’s food service and child care operations.

## Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Figure A-5 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of those functions.

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

	Total Cost of Services		Net Cost of Services	
	2020	2019	2020	2019
Instruction	\$ 6,845,147	\$ 6,603,185	\$ (4,506,039)	\$ (3,981,897)
Tuition	4,034,337	3,936,076	(4,034,337)	(3,936,076)
Pupil & Instruction Services	1,063,563	1,100,971	(1,063,563)	(999,809)
Administrative and Business	1,005,768	964,092	(874,891)	(934,544)
Maintenance & Operations	1,318,682	1,024,281	(1,318,682)	(1,024,281)
Transportation	680,988	616,590	(270,153)	(201,706)
Other	112,280	336,196	(112,280)	(336,196)
Total	<u>\$ 15,060,765</u>	<u>\$ 14,581,391</u>	<u>\$ (12,179,945)</u>	<u>\$ (11,414,509)</u>

## Business-Type Activities

Net position from the District's business-type activities decreased by \$5,676. (Refer to Figure A-4). Factors contributing to these results included:

- ❖ Food services net position decreased by \$4,005 due to operating expenses exceeding revenue as a result of the mandated school closure for COVID-19.
- ❖ Child care net position decreased by \$1,671 due to the decrease in revenue as the program was not operating during the school closure due to COVID-19.

## The School District's Funds

The District's financial position in the General Fund remained relatively stable in spite of difficult economic conditions. Tuition costs increased from the prior year. The ability to generate fund balance and to have increased ratables is essential since there is not a guaranteed state aid increase.

## General Fund Budgetary Highlights

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

Over the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to recognize revenues that were not anticipated and to prevent over-expenditures in specific line item accounts. Several of these revisions bear notation:

- ❖ The District received Extraordinary Aid, which is state aid for special education students whose individual program cost exceeds \$40,000 per year. The District did not budget for this revenue and the final amount was not anticipated, as there is no guarantee from the Department of Education that these funds would be available.



final amount was not anticipated, as there is no guarantee from the Department of Education that these funds would be available.

- ❖ Tuition costs for out-of-district special education students are budgeted based upon actual students known when the budget is completed. Transfers are made between the tuition line items based on the actual placements during the year.

## Capital Assets

**Figure A-6**

### Capital Assets (net of depreciation)

	Governmental Activities		Business-Type Activities		Total School District		Percentage Change 2019-2020
	2020	2019	2020	2019	2020	2019	
Land	\$ 20,000	\$ 20,000			\$ 20,000	\$ 20,000	
Buildings & Building Improvements	5,500,116	6,001,469			5,500,116	6,001,469	
Furniture, Machinery and Equipment	162,651	266,095	\$ 35,480	\$ 32,351	198,131	298,446	
<b>Total</b>	<b>\$ 5,682,767</b>	<b>\$ 6,287,564</b>	<b>\$ 35,480</b>	<b>\$ 32,351</b>	<b>\$ 5,718,247</b>	<b>\$ 6,319,915</b>	<b>-9.52%</b>

## Long Term Liabilities

**Figure A-7**

### Outstanding Long-Term Liabilities

	Total School District		Percentage Change 2019-2020
	2020	2019	
General Obligation Bonds (Financed with Property Taxes)	\$ 1,515,800	\$ 1,635,800	
Net Pension Liability	1,740,209	1,881,879	
Compensated Absences	152,688	152,764	
Capital Leases	16,719	32,951	
<b>Total</b>	<b>\$ 3,425,416</b>	<b>\$ 3,703,394</b>	<b>-7.51%</b>

## For the Future

At the time these financial statements were prepared and audited, the District was in a good financial position. However, the State imposed tax levy cap limit of 2% leaves the District with little protection in the event of costly emergencies and there is a possibility of increased costs due to COVID-19.

## Contacting the School 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 money it receives. If you have questions about this report or need additional information, contact the Board of Education Office, P.O. Box 14, Greendell, New Jersey 07839.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

GREEN TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2020

	Governmental Activities	Business-Type Activities	Total
<u>ASSETS:</u>			
Cash and Cash Equivalents	\$ 393,663	\$ 32,929	\$ 426,592
Internal Balances	(3,149)	3,149	
Receivable from State Government	78,738	18	78,756
Receivable from Federal Government	15,497	1,138	16,635
Prepaid Expenses	111,763		111,763
Inventories		10,264	10,264
Restricted Cash and Cash Equivalents	502,313		502,313
Capital Assets:			
Sites (Land)	20,000		20,000
Depreciable Site Improvements, Buildings and Building Improvements and Furniture, Machinery and Equipment	5,662,767	35,480	5,698,247
Total Assets	<u>6,781,592</u>	<u>82,978</u>	<u>6,864,570</u>
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Deferred Outflows Related to Pensions	437,332		437,332
Total Deferred Outflows of Resources	<u>437,332</u>		<u>437,332</u>
<u>LIABILITIES:</u>			
Accrued Interest Payable	8,387		8,387
Accounts Payable	130,187		130,187
Payable to State Government	8,314		8,314
Unearned Revenue	519	9,166	9,685
Noncurrent Liabilities:			
Due Within One Year	137,519		137,519
Due Beyond One Year	3,287,897		3,287,897
Total Liabilities	<u>3,572,823</u>	<u>9,166</u>	<u>3,581,989</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Inflows Related to Pensions	668,014		668,014
Total Deferred Inflows of Resources	<u>668,014</u>		<u>668,014</u>
<u>NET POSITION:</u>			
Net Investment in Capital Assets	4,150,248	35,480	4,185,728
Restricted for:			
Capital Projects	234,823		234,823
Maintenance	115,752		115,752
Debt Service	128,404		128,404
Tuition	151,738		151,738
Excess Surplus	250,000		250,000
Unrestricted/(Deficit)	<u>(2,052,878)</u>	<u>38,332</u>	<u>(2,014,546)</u>
Total Net Position	<u>\$ 2,978,087</u>	<u>\$ 73,812</u>	<u>\$ 3,051,899</u>

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

GREEN TOWNSHIP 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	Governmental Activities	Business-Type Activities	Total
Governmental Activities:						
Instruction:						
Regular	\$ 5,160,215	\$	1,369,825	\$ (3,790,390)	\$	(3,790,390)
Special Education	995,982		781,014	(214,968)		(214,968)
Other Special Instruction	567,975		155,813	(412,162)		(412,162)
School-Sponsored /Other Instruction	120,975		32,456	(88,519)		(88,519)
Support Services:						
Tuition	4,034,337			(4,034,337)		(4,034,337)
Student & Instruction Related Services	1,063,563			(1,063,563)		(1,063,563)
General Administrative Services	581,147		104,819	(476,328)		(476,328)
School Administrative Services	135,042		26,058	(108,984)		(108,984)
Central Services	248,066			(248,066)		(248,066)
Administrative Information Technology	41,513			(41,513)		(41,513)
Plant Operations and Maintenance	1,318,682			(1,318,682)		(1,318,682)
Pupil Transportation	680,988		410,835	(270,153)		(270,153)
Interest on Long-term Debt	51,812			(51,812)		(51,812)
Capital Outlay	35,567			(35,567)		(35,567)
Transfer to Charter School	24,901			(24,901)		(24,901)
Total Governmental Activities	15,060,765		2,880,820	(12,179,945)		(12,179,945)

GREEN TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

Functions/Programs	Program Revenue		Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Business-Type Activities:						
Food Service	\$ 61,376	\$ 37,461	\$ 14,932	\$ (8,983)	\$ (8,983)	
Child Care	83,231	81,560		(1,671)	(1,671)	
Total Business-Type Activities	144,607	119,021	14,932	(10,654)	(10,654)	
Total Primary Government	\$ 15,205,372	\$ 119,021	\$ 2,895,752	\$ (12,179,945)	\$ (12,190,599)	
General Revenue and Other Item:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				\$ 9,559,453	\$ 9,559,453	
Federal and State Aid not Restricted				1,918,433	1,918,433	
Interest				1,167	28	
Miscellaneous Income				108,686	108,686	
Other Items:						
Capital Contribution				(4,950)	4,950	
Total General Revenue and Other Item				11,582,789	4,978	
Change in Net Position				(597,156)	(5,676)	
Net Position - Beginning				3,575,243	79,488	
Net Position - Ending				\$ 2,978,087	\$ 73,812	
					\$ 3,051,899	

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

FUND FINANCIAL STATEMENTS

GREEN TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 263,479	\$ 1,780	\$ 128,404	\$ 393,663
Interfund Receivable	1,218			1,218
Receivables From Federal Government		15,497		15,497
Receivables From State Government	78,036	702		78,738
Prepaid Expenses	111,763			111,763
Restricted Cash and Cash Equivalents	502,313			502,313
<b>Total Assets</b>	<b>\$ 956,809</b>	<b>\$ 17,979</b>	<b>\$ 128,404</b>	<b>\$ 1,103,192</b>
<b>LIABILITIES AND FUND BALANCES:</b>				
<b>Liabilities:</b>				
Payable to State Government		\$ 8,314		\$ 8,314
Accounts Payable	\$ 33,444	9,146		42,590
Interfund Payable	4,367			4,367
Unearned Revenue		519		519
<b>Total Liabilities</b>	<b>37,811</b>	<b>17,979</b>		<b>55,790</b>
<b>Fund Balances:</b>				
<b>Restricted:</b>				
Excess Surplus for 2021-2022	250,000			250,000
Capital Reserve	234,823			234,823
Maintenance Reserve	115,752			115,752
Tuition Reserve for 2020-2021	151,738			151,738
Debt Service			128,404	128,404
<b>Assigned:</b>				
Designated for Subsequent Year's Expenditures	66,227			66,227
Other Purposes	32,651			32,651
Unassigned	67,807			67,807
<b>Total Fund Balances</b>	<b>918,998</b>		<b>128,404</b>	<b>1,047,402</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 956,809</b>	<b>\$ 17,979</b>	<b>\$ 128,404</b>	<b>\$ 1,103,192</b>



GREEN TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020

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

Total Fund Balances - Governmental Funds (Above)	\$ 1,047,402
Capital assets used in Governmental Activities are not financial resources and therefore are not reported in the Funds.	5,682,767
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.	(1,685,207)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	(8,387)
The Net Pension Liability for PERS is not due and payable in the current period and is not reported in the Governmental Funds.	(1,740,209)
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	349,735
Deferred Inflows	(668,014)
	\$ 2,978,087
Net Position of Governmental Activities	\$ 2,978,087

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

GREEN TOWNSHIP 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	Debt Service Fund	Total Governmental Funds
REVENUE:				
Local Sources:				
Local Tax Levy	\$ 9,559,453			\$ 9,559,453
Interest on Capital Reserve Funds	1,167			1,167
Miscellaneous	108,686			108,686
Total - Local Sources	9,669,306			9,669,306
State Sources	4,043,664	\$ 1,061	\$ 93,472	4,138,197
Federal Sources		222,770		222,770
Total Revenue	13,712,970	223,831	93,472	14,030,273
EXPENDITURES				
Current:				
Regular Instruction	2,858,152	102,229		2,960,381
Special Education Instruction	523,073	121,602		644,675
Other Special Instruction	318,481			318,481
School Sponsored/Other Instruction	70,064			70,064
Support Services and Undistributed Costs:				
Tuition	4,034,337			4,034,337
Student & Instruction Related Services	828,675			828,675
General Administrative Services	394,120			394,120
School Administrative Services	92,616			92,616
Central Services	211,957			211,957
Administration Information Technology	36,725			36,725
Plant Operations and Maintenance	821,210			821,210
Pupil Transportation	641,534			641,534
Allocated and Unallocated Benefits	2,678,367			2,678,367
Debt Service:				
Principal			120,000	120,000
Interest and Other Charges			52,606	52,606
Capital Outlay	192,546			192,546
Transfer of Funds to Charter Schools	24,901			24,901
Total Expenditures	13,726,758	223,831	172,606	14,123,195
Excess/(Deficit) of Revenue over/(under) Expenditures	(13,788)		(79,134)	(92,922)
OTHER FINANCING SOURCES/(USES)				
Capital Contribution - Food Service Fund	(4,950)			(4,950)
Total Other Financing Sources/(Uses)	(4,950)			(4,950)
Net Change in Fund Balances	(18,738)		(79,134)	(97,872)
Fund Balance —July 1	937,736		207,538	1,145,274
Fund Balance —June 30	\$ 918,998	\$ -0-	\$ 128,404	\$ 1,047,402

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

GREEN TOWNSHIP 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 B-2) \$ (97,872)

Amounts Reported for Governmental Activities in the Statement of Activities (A-2) are Different Because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation and deletions, net of accumulated depreciation differs from the capital asset additions in the period.

	Depreciation expense	\$ (363,166)	
	Deletions, net of accumulated depreciation	(370,014)	
	Capital assets additions	<u>128,383</u>	
			(604,797)

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. (+)

76

Repayment of 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. (+)

16,232

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. (+)

120,000

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. When the interest paid exceeds the accrued interest the difference is an addition in the reconciliation (+); When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-).

794

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		141,670	
Changes in Deferred Outflows		(182,415)	
Changes in Deferred Inflows		<u>9,156</u>	

Change in Net Position of Governmental Activities (A-2) \$ (597,156)

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

GREEN TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2020

	Business-Type Activities:		
	Enterprise Funds		
	<u>Major Fund</u>		
	<u>Food</u>	<u>Non-Major</u>	<u>Total</u>
	<u>Service</u>	<u>Fund</u>	
<b>ASSETS:</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 14,722	\$ 18,207	\$ 32,929
Intergovernmental Accounts Receivable:			
State	18		18
Federal	1,138		1,138
Interfund Receivable	4,367		4,367
Inventories	10,264		10,264
<b>Total Current Assets</b>	<b>30,509</b>	<b>18,207</b>	<b>48,716</b>
Non-Current Assets:			
Capital Assets	108,085	17,404	125,489
Accumulated Depreciation	(83,678)	(6,331)	(90,009)
<b>Total Non-Current Assets</b>	<b>24,407</b>	<b>11,073</b>	<b>35,480</b>
<b>Total Assets</b>	<b>54,916</b>	<b>29,280</b>	<b>84,196</b>
<b>LIABILITIES:</b>			
Current Liabilities:			
Interfund Payable		1,218	1,218
Unearned Revenue - Prepaid Sales	4,378		4,378
Unearned Revenue - Donated Commodities	4,788		4,788
<b>Total Liabilities</b>	<b>9,166</b>	<b>1,218</b>	<b>10,384</b>
<b>NET POSITION:</b>			
Investment in Capital Assets	24,407	11,073	35,480
Unrestricted	21,343	16,989	38,332
<b>Total Net Position</b>	<b>\$ 45,750</b>	<b>\$ 28,062</b>	<b>\$ 73,812</b>

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

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

	Business-Type Activities: Enterprise Funds		
	Major Fund		
	Food Service	Non-Major Fund	Total
Operating Revenue:			
Local Sources:			
Daily Sales - Reimbursable Programs	\$ 23,662		\$ 23,662
Daily Sales - Non-Reimbursable Programs	13,799		13,799
Child Care Registration Fees		\$ 81,560	81,560
Total Operating Revenue	<u>37,461</u>	<u>81,560</u>	<u>119,021</u>
Operating Expenses:			
Cost of Sales - Reimbursable Programs	18,638		18,638
Cost of Sales - Non-Reimbursable Programs	10,869		10,869
Salaries, Benefits & Payroll Taxes	18,967	74,576	93,543
Purchased Services	7,091		7,091
Supplies, Insurance & Other Costs		4,445	4,445
Depreciation Expense	718	1,103	1,821
Utilities		1,578	1,578
Other	5,093	1,529	6,622
Total Operating Expenses	<u>61,376</u>	<u>83,231</u>	<u>144,607</u>
Operating Loss	<u>(23,915)</u>	<u>(1,671)</u>	<u>(25,586)</u>
Non-Operating Revenue:			
State Sources:			
State School Lunch Program	492		492
Seamless Summer Option	32		32
Federal Sources:			
National School Lunch Program	9,034		9,034
Seamless Summer Option	1,994		1,994
Food Distribution Program	3,380		3,380
Local Source:			
Interest Revenue	28		28
Total Non-Operating Revenue	<u>14,960</u>		<u>14,960</u>
Change in Net Position Before Other Items	(8,955)	(1,671)	(10,626)
Other Items:			
Capital Contribution	4,950		4,950
Change in Net Position	(4,005)	(1,671)	(5,676)
Net Position - Beginning of Year	49,755	29,733	79,488
Net Position - End of Year	<u>\$ 45,750</u>	<u>\$ 28,062</u>	<u>\$ 73,812</u>

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

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

	Business-Type Activities: Enterprise Funds		
	Major Fund		
	Food Service	Non-Major Fund	Total
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 39,153	\$ 81,560	\$ 120,713
Payments to Food Service Vendor	(57,340)		(57,340)
Payments to Employees		(74,576)	(74,576)
Payments to Suppliers	(3,135)	(8,927)	(12,062)
Net Cash Used for Operating Activities	(21,322)	(1,943)	(23,265)
Cash Flows from Noncapital Financing Activities:			
Federal and State Sources - Turnover from General Fund	6,917		6,917
Net Cash Provided by Noncapital Financing Activities	6,917		6,917
Cash Flows from Investing Activities:			
Interest Income	28		28
Net Cash Provided by Investing Activities	28		28
Net Decrease in Cash and Cash Equivalents	(14,377)	(1,943)	(16,320)
Cash and Cash Equivalents, July 1	29,099	20,150	49,249
Cash and Cash Equivalents, June 30	\$ 14,722	\$ 18,207	\$ 32,929
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:			
Operating Loss	\$ (23,915)	\$ (1,671)	\$ (25,586)
Adjustment to Reconcile Operating Loss to Cash Used for Operating Activities:			
Depreciation	718	1,103	1,821
Food Distribution Program	3,380		3,380
Changes in Assets and Liabilities:			
(Increase) in Inventory	(3,851)		(3,851)
Decrease in Accounts Receivable - Other	41		41
Increase in Interfund Payable		1,218	1,218
(Decrease) in Accounts Payable	(1,307)	(2,593)	(3,900)
Increase in Unearned Revenue - Prepaid Sales	1,651		1,651
Increase in Unearned Revenue - Donated Commodities	1,961		1,961
Net Cash Used for Operating Activities	\$ (21,322)	\$ (1,943)	\$ (23,265)

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund received \$5,341 from the Federal Food Distribution Program and utilized commodities valued at \$3,380 for the fiscal year ended June 30, 2020.

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

GREEN TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
JUNE 30, 2020

	<u>Agency</u>	<u>Unemployment Compensation Trust</u>	<u>Total</u>
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 48,038	\$ 64,018	\$ 112,056
Total Assets	48,038	64,018	112,056
<b>LIABILITIES:</b>			
Due to Student Groups	47,885		47,885
Payroll Deductions and Withholdings	153		153
Total Liabilities	48,038		48,038
<b>NET POSITION:</b>			
Held in Trust for Unemployment Claims		64,018	64,018
Total Net Position	\$ -0-	\$ 64,018	\$ 64,018

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

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

	<u>Unemployment Compensation Trust</u>
Additions:	
Contributions:	
Plan Member Contributions	\$ 8,874
Total Contributions	<u>8,874</u>
Investment Earnings:	
Interest	<u>678</u>
Net Investment Earnings	<u>678</u>
Total Additions	<u>9,552</u>
 Deductions	
Unemployment Compensation Claims	<u>74,802</u>
Total Deductions	<u>74,802</u>
Change in Net Position	(65,250)
Net Position - Beginning of the Year	<u>129,268</u>
Net Position - End of the Year	<u><u>\$ 64,018</u></u>

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



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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall 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 non-exchange transactions. Business-type activities are financed in part by fees charged to external parties.

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

GREEN TOWNSHIP 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)

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

Fund Financial Statements:

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

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for 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 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 expenses by board resolution.

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

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

GREEN TOWNSHIP 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)

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

The District reports the following proprietary fund:

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

Additionally, the District reports the following fund type:

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

C. Measurement Focus and Basis of Accounting:

The district-wide financial statements and the proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. 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 general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

GREEN TOWNSHIP 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)

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 budgeting 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.

GREEN TOWNSHIP 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)

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 13,716,044	\$ 221,000
Differences - Budgetary to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis recognizes Encumbrances as Expenditures and Revenue while the GAAP basis does not:		
Current Year Encumbrances		11,581
Prior Year Encumbrances		(8,750)
Prior Year State Aid Payments Recognized for GAAP Statements	257,155	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(260,229)	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 13,712,970	\$ 223,831
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 13,726,758	\$ 221,000
Differences - Budgetary to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Current Year Encumbrances		11,581
Prior Year Encumbrances		(8,750)
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 13,726,758	\$ 223,831

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.

GREEN TOWNSHIP 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 market value of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions:

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

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

GREEN TOWNSHIP 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:

Inventories, 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 charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. The District has reviewed capital assets for impairment.

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

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

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

L. Long Term Liabilities:

In the District-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond premium and discounts, are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization.

GREEN TOWNSHIP 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)

L. Long Term Liabilities: (Cont'd)

In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

M. Accrued Salaries and Wages:

The District does not allow employees who provide services over the ten-month academic year the option to have their salaries evenly distributed during the entire twelve-month year, therefore, there are no accrued salaries and wages as of June 30, 2020.

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 \$918,998 fund balance at June 30, 2020, \$234,823 is restricted in the capital reserve; \$115,752 is restricted in the maintenance reserve; \$151,738 is restricted in the tuition reserve and has been appropriated and included in the budget for the fiscal year ending June 30, 2021; \$250,000 is restricted as excess surplus and will be appropriated and included in the budget for the fiscal year ending June 30, 2022; \$32,651 is assigned for encumbrances; \$66,227 is assigned fund balance designated for subsequent year's expenditures; and \$67,807 is unassigned which is \$260,229 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.

Debt Service Fund: Of the total restricted fund balance of \$128,404 at June 30, 2020, \$128,403 has been appropriated and included in the fiscal year June 30, 2021 budget.

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 balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District has excess surplus at June 30, 2020 as detailed above.



GREEN TOWNSHIP 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)

P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the last state aid payment 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 the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

Q. 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 have been restricted, committed or assigned.

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

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 for amounts designated for subsequent year's expenditures in the General Fund at June 30, 2020.

R. Deficit Net Position:

The \$2,052,878 deficit in the unrestricted net position of the District's governmental activities is primarily due to net pension liability and the related deferred inflows and outflows of resources. This deficit does not indicate that the District is having financial difficulties and is a permitted practice under generally accepted accounting principles.

GREEN TOWNSHIP 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)

S. 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 has deferred outflows and inflows of resources at June 30, 2020 related to pensions.

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

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

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

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

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.

GREEN TOWNSHIP 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)

U. Operating Revenue and Expenses:

Operating revenue is revenue that is generated directly from the primary activity of the Enterprise Funds. For the School District, this revenue is sales for food service and child care fees. Operating expenses are necessary costs incurred to provide the services that are the primary activities of the Enterprise Funds.

V. Management Estimates:

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

W. Pensions

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

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

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

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

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 government's deposits may not be returned.

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

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

GREEN TOWNSHIP 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)

Custodial Credit Risk – The District does not have a policy with respect to custodial credit risk. However, the District ensures that District funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, 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.

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;

GREEN TOWNSHIP 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)

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

GREEN TOWNSHIP 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)

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	Tuition Reserve	
Checking & Savings Accounts	\$ 314,454	\$ 234,823	\$ 115,752	\$ 151,738	\$ 816,767
New Jersey Cash Management Fund	224,194				224,194
	<u>\$ 538,648</u>	<u>\$ 234,823</u>	<u>\$ 115,752</u>	<u>\$ 151,738</u>	<u>\$ 1,040,961</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 \$1,040,961 and the bank balance was \$1,176,934. The \$224,194 in the New Jersey Cash Management Fund is unsecured and uninsured.

NOTE 4. CAPITAL RESERVE ACCOUNT

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

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the State Department of Education, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts, or both.

A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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	\$ 100,101
Increased by:	
Board Resolution June 17, 2020	200,000
Interest Earned	1,167
Decreased by:	
Withdrawal by Board Resolution	<u>(66,445)</u>
Balance at June 30, 2020	<u>\$ 234,823</u>

The June 30, 2020 LRFP balance of local support of uncompleted capital project costs exceeds the balance in the capital reserve account at June 30, 2020. The withdrawal from the capital reserve was for use in DOE approved facilities projects, consistent with the District's LRFP.

GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

(Continued)

NOTE 5: TUITION RESERVE ACCOUNT

A tuition reserve account may be established in accordance with N.J.A.C. 6A:23-3.1(f) for tuition between two Boards of Education that are in a formal sending/receiving relationship. The maximum amount that may be restricted at year end is 10% of the estimated contract year tuition. Upon certification of tuition rates in the second year following the contract year, full appropriation of the applicable year's reserve must be liquidated and any remaining balance related to that year must be restricted and budgeted for tax relief.

The District has \$151,738 in the tuition reserve account which has been appropriated and included in the budget for the fiscal year ending June 30, 2021.

NOTE 6: TRANSFERS TO CAPITAL OUTLAY

During the year ended June 30, 2020, the District made transfers of \$16,615 to the capital outlay accounts for equipment, which did not require approval from the County Superintendent. The District transferred \$69,877 to facilities acquisition and construction services, of which \$66,445 was from the Capital Reserve through an approved Board Resolution. The remaining \$3,432 required approval from the County Superintendent.

NOTE 7. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2020 were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets not being Depreciated:				
Sites (Land)	\$ 20,000			\$ 20,000
Total Capital Assets not Being Depreciated	<u>20,000</u>			<u>20,000</u>
Capital Assets Being Depreciated				
Site Improvements	134,184			134,184
Buildings and Building Improvements	12,501,555	\$ 69,877	\$ (233,520)	12,337,912
Machinery and Equipment	1,259,046	58,506	(167,295)	1,150,257
Total Capital Assets Being Depreciated	<u>13,894,785</u>	<u>128,383</u>	<u>(400,815)</u>	<u>13,622,353</u>
Governmental Activities Capital Assets	<u>13,914,785</u>	<u>128,383</u>	<u>(400,815)</u>	<u>13,642,353</u>
Less Accumulated Depreciation for:				
Site Improvements	(134,184)			(134,184)
Buildings and Building Improvements	(6,500,086)	(337,710)		(6,837,796)
Machinery and Equipment	(992,951)	(25,456)	30,801	(987,606)
Total Accumulated Depreciation	<u>(7,627,221)</u>	<u>(363,166)</u>	<u>30,801</u>	<u>(7,959,586)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 6,287,564</u>	<u>\$ (234,783)</u>	<u>\$ (370,014)</u>	<u>\$ 5,682,767</u>

GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

NOTE 7. CAPITAL ASSETS (Cont'd)

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Furniture and Equipment	\$ 137,221	\$ 4,950	\$ (16,682)	\$ 125,489
Less Accumulated Depreciation	<u>(104,870)</u>	<u>(1,821)</u>	<u>16,682</u>	<u>(90,009)</u>
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 32,351</u>	<u>\$ 3,129</u>	<u>\$ -0-</u>	<u>\$ 35,480</u>

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 148,898
Special Education	32,685
Other Special Instruction	10,895
Other Instruction	3,632
Support Services	43,580
General Administration	21,790
School Administration	7,263
Central Services	10,895
Operations and Maintenance of Plant	50,843
Pupil Transportation	32,685
	<u>\$ 363,166</u>

NOTE 8. LONG-TERM DEBT LIABILITIES

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

	<u>Balance 6/30/2019</u>	<u>Accrued</u>	<u>Retired</u>	<u>Balance 6/30/2020</u>
Serial Bonds Payable	\$ 1,635,800		\$ 120,000	\$ 1,515,800
Net Pension Liability	1,881,879		141,670	1,740,209
Compensated Absences Payable	152,764	\$ 24,345	24,421	152,688
Capital Leases	<u>32,951</u>		<u>16,232</u>	<u>16,719</u>
	<u>\$ 3,703,394</u>	<u>\$ 24,345</u>	<u>\$ 302,323</u>	<u>\$ 3,425,416</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. Debt service on bonds is liquidated through the debt service fund.



GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

(Continued)

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

A. Bonds Payable: (Cont'd)

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

Purpose	Final Maturity Date	Interest Rate	Amount
ADA Upgrades	8/15/2020	2.73%	\$ 30,800
2018 Referendum	5/1/2033	3.250% - 3.375%	1,485,000
			\$ 1,515,800

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

Fiscal Year Ending June 30,	Bonds		Total
	Principal	Interest	
2021	\$ 120,800	\$ 48,431	\$ 169,231
2022	95,000	45,506	140,506
2023	100,000	42,419	142,419
2024	100,000	39,169	139,169
2025	105,000	35,919	140,919
2026-2030	595,000	125,156	720,156
2031-2033	400,000	26,669	426,669
	\$ 1,515,800	\$ 363,269	\$ 1,879,069

On February 24, 2016, the District issued \$145,800 in school bonds which were authorized by voter referendum for ADA upgrades and new vents in the classrooms. The bonds mature in serial installments due August 15, 2016 through August 15, 2020 at an interest rate of 2.73% over the life of the issue.

On June 1, 2018, the District issued \$1,659,000 in school bonds which were authorized by voter referendum for roof replacement and building improvements. The bonds mature in serial installments due May 1, 2019 through May 1, 2033 at an interest rate of 3.250%-3.375% over the life of the issue.

B. Bonds Authorized But Not Issued:

As of June 30, 2020, the District had no bonds authorized but not issued.

C. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded as a long-term liability. There is no current portion of the compensated absences balance of the governmental funds in the current year. The long-term liability balance of compensated absences is \$152,688.

The liability for vested compensated balances of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2020, no liability existed for compensated absences in the proprietary funds. Compensated absences will be liquidated by the General Fund.

GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

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

D. Net Pension Liability

The Public Employee’s Retirement System (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 \$1,740,209. See Note 9 for further information on the PERS.

E. Capital Leases Payable

The District is leasing various equipment under capital leases. The capital lease is for a term of four years. The district has entered into the capital lease totaling \$60,000 of which \$43,281 has been liquidated. The following is a schedule of the future minimum lease payments under the capital lease, and the present value of the net minimum lease payments at June 30, 2020.

<u>Year Ending</u>	<u>Amount</u>
2021	\$ 17,220
Less: amount representing interest	<u>(501)</u>
Present value of future minimum lease payments	<u>\$ 16,719</u>

The current portion of Capital Leases payable at June 30, 2020 is \$16,719. Capital leases will be liquidated through the General 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 Teachers’ Pension and Annuity Fund (TPAF) or the Public Employee’s Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401 (a).

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](http://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.

GREEN TOWNSHIP 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)

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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 \$94,655 for fiscal year 2020.

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

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

At June 30, 2020, the District reported a liability of \$1,740,209 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 0.00966%, which was an increase of 0.0001% from its proportion measured as of June 30, 2018.

GREEN TOWNSHIP 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 and Inflows of Resources Related to Pensions (Cont'd)

For the fiscal year ended June 30, 2020, the District recognized pension expense of \$125,532. At June 30, 2020, the District reported 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	6.44	\$ 4,599	
	2015	5.72	28,437	
	2016	5.57	140,730	
	2017	5.48		\$ 249,813
	2018	5.63		201,872
	2019	5.21		152,336
			<u>173,766</u>	<u>604,021</u>
Difference Between Expected and Actual Experience	2015	5.72	7,889	
	2016	5.57	4,271	
	2017	5.48	7,429	
	2018	5.63		7,687
	2019	5.21	11,645	
			<u>31,234</u>	<u>7,687</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2016	5.00		(32,119)
	2017	5.00		38,545
	2018	5.00		26,811
	2019	5.00		(5,767)
			<u>-0-</u>	<u>27,470</u>
Changes in Proportion	2014	6.44	10,721	
	2015	5.72		1,180
	2016	5.57		27,656
	2017	5.48	27,519	
	2018	5.63	88,167	
	2019	5.21	18,328	
			<u>144,735</u>	<u>28,836</u>
District Contribution Subsequent to the Measurement Date	2019	1.00	87,597	
			<u>\$ 437,332</u>	<u>\$ 668,014</u>

GREEN TOWNSHIP 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 and Inflows of Resources Related to Pensions (Cont'd)

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

Fiscal Year Ending June 30,	Total
2020	\$ (50,250)
2021	(163,008)
2022	(145,556)
2023	(68,346)
2024	(7,018)
	\$ (434,178)

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.

GREEN TOWNSHIP 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 on 100% of actuarially determined contributions for the local employees. 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.

GREEN TOWNSHIP 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	\$ 2,213,458	\$ 1,740,209	\$ 1,363,736

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](http://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:

GREEN TOWNSHIP 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)

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. 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 \$755,170 to the TPAF for normal pension benefits on behalf of the District, which is less than the contractually required contribution of \$1,195,571.

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



GREEN TOWNSHIP 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 and 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 \$20,269,865. 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 0.0330%, which was a decrease of 0.0007% from its proportion measured as of June 30, 2018.

District's Proportionate Share of the Net Pension Liability	\$ -0-
State's Proportionate Share of the Net Pension Liability Associated with the District	20,269,865
Total	<u>\$ 20,269,865</u>

For the fiscal year ended June 30, 2020, the State recognized pension expense on behalf of the District in the amount of \$1,195,571 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 and inflows of resources (excluding employer specific amounts) related to pensions from the following sources:

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2014	8.50	\$ 768,874,621	
	2015	8.30	2,351,172,865	
	2016	8.30	5,609,216,856	
	2017	8.30		\$ 8,483,527,374
	2018	8.29		5,172,258,445
	2019	8.04		3,507,345,617
				<u>8,729,264,342</u>
Difference Between Expected and Actual Experience	2014	8.50		7,323,009
	2015	8.30	145,211,243	
	2016	8.30		69,755,412
	2017	8.30	150,939,884	
	2018	8.29	907,352,137	
	2019	8.04		136,265,890
				<u>1,203,503,264</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2016	5.00		(431,855,192)
	2017	5.00		452,016,524
	2018	5.00		288,091,115
	2019	5.00		(144,882,771)
				<u>163,369,676</u>
			<u>\$ 9,932,767,606</u>	<u>\$ 17,539,845,423</u>

GREEN TOWNSHIP 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 and 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)
2024	(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.

GREEN TOWNSHIP 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.

GREEN TOWNSHIP 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	\$ 23,902,657	\$ 20,269,865	\$ 17,255,794

Pension Plan Fiduciary Net Position - TPAF

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

C. Defined Contribution Retirement Program (DCRP)

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

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

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

For DCRP, the District recognized pension expense of \$8,653 for the fiscal year ended June 30, 2020. Employee contributions to DCRP amounted to \$15,704 for the fiscal year ended June 30, 2020.

GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

NOTE 10. DEFERRED COMPENSATION

The Board offers its employees 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:

AXA – Equitable  
Lincoln Financial

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. Health benefits are provided to the employees through the State of New Jersey Health Benefits Plan.

Property and Liability

The District maintains insurance coverage for property, liability, student accident, and surety bonds. A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

The Board is a member of the School Alliance Insurance Fund (“SAIF”). The SAIF provides its members with Workers’ Compensation, Comprehensive General Liability and Automobile Liability, Property, Boiler and Machinery, and School Board Legal Liability Insurance. The SAIF is a risk-sharing fund that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the SAIF are elected.

As a member of the SAIF, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the SAIF were to be exhausted, members would become responsible for their respective shares of the SAIF’s liabilities.

The SAIF can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with Statement No. 10 of the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

Selected financial information for the SAIF as of June 30, 2020 is as follows:

GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

Property and Liability (Cont'd)

Total Assets	\$ 51,526,293
Net Position	\$ 20,539,909
Total Revenue	\$ 43,264,716
Total Expenses	\$ 41,642,794
Change in Net Position	\$ 1,621,922
Members Dividends	\$ -0-

Financial Statements for the Fund are available at the Fund's Executive Director's Office:

Risk and Loss Managers Inc.  
51 Everett Drive Suite B40  
West Windsor, NJ 08550  
(609) 275-1155

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 the District's contributions, employee contributions and interest, reimbursements to the State for benefits paid and the ending balance of the District's Unemployment Trust Fiduciary Fund for the current and previous two years:

Fiscal Year	District Contributions	Employee Contributions and Interest	Amount Reimbursed	Ending Balance
2019-2020	\$ -0-	\$ 9,552	\$ 74,802	\$ 64,018
2018-2019	-0-	10,162	11,305	129,268
2017-2018	-0-	9,359	11,470	130,411

NOTE 12. 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.

GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

NOTE 13. INTERFUND RECEIVABLES AND PAYABLES

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

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 1,218	\$ 4,367
Proprietary Fund:		
Food Service	4,367	
Child Care		1,218
	\$ 5,585	\$ 5,585

The interfund receivable in the Proprietary Fund due from the General Fund is for subsidy reimbursements received in the General Fund due to the Food Service Fund. The interfund payable in the Proprietary Fund is Child Care expenses paid out of the General Fund on behalf of the Child Care Fund..

NOTE 14. 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.

NOTE 15. COMMITMENTS AND CONTINGENCIES

Grant Programs

The school district participates in Federal and State 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.

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 statements of the District.

GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

NOTE 15. COMMITMENTS AND CONTINGENCIES (Cont'd)

Encumbrances

At June 30, 2020, there were encumbrances in the General Fund of \$32,651 and the Special Revenue Fund of \$8,750. 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, which is \$8,750 less than the actual year-end encumbrances on a budgetary basis. On a GAAP basis, encumbrances are not recognized until paid and this is non-recognition of encumbrances on a GAAP basis is also reflected as either a reduction in grants receivable or an increase in unearned revenue in the Special Revenue Fund.

NOTE 16. ACCOUNTS PAYABLE

Payables as of June 30, 2020 were:

	<u>Governmental Funds</u>		Total Governmental Funds	District	Total Governmental Activities
	General Fund	Special Revenue Fund		Contribution Subsequent to the Measurement Date	
Vendors and Salaries	\$ 33,444	\$ 9,146	\$ 42,590		\$ 42,590
State of New Jersey				\$ 87,597	87,597
	<u>\$ 33,444</u>	<u>\$ 9,146</u>	<u>\$ 42,590</u>	<u>\$ 87,597</u>	<u>\$ 130,187</u>

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).



GREEN TOWNSHIP 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)

General Information about the OPEB Plan (Cont'd)

Plan Description and Benefits Provided (Cont'd)

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:

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

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, 2017 was determined by an actuarial valuation as of June 30, 2016 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%
----------------	-------

GREEN TOWNSHIP 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)

Actuarial Assumptions and Other Inputs (Cont'd)

	TPAF/ABP	PERS
Salary Increases:		
Through 2026	1.55 - 3.05%	2.00 - 6.00%
	based on service years	based on service years
Thereafter	1.55 - 3.05%	3.00 - 7.00%
	based on service years	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.

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%.

GREEN TOWNSHIP 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)

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	\$ 14,247,062
Changes for Year:	
Service Cost	503,819
Interest on the Total OPEB Liability	563,487
Changes of Assumptions	192,527
Differences between Expected and Actual Experience	(2,209,737)
Gross Benefit Payments by the State	(396,376)
Contributions from Members	11,750
Net Changes in Total OPEB Liability	(1,334,530)
Balance at June 30, 2019	\$ 12,912,532

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	\$ 15,254,803	\$ 12,912,532	\$ 11,051,960

GREEN TOWNSHIP 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 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	\$ 10,639,351	\$ 12,912,532	\$ 15,921,757

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 \$283,060 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:

	Year of Deferral	Original Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ 1,503,280
	2018	9.51		1,293,024
	2019	9.29	\$ 171,803	
			171,803	2,796,304
Differences Between Expected and Actual Experience	2018	9.51		1,222,310
	2019	9.29		2,022,129
				3,244,439
Changes in Proportion	N/A	N/A	62,923	48,391
			\$ 234,726	\$ 6,089,134

GREEN TOWNSHIP 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)

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

Fiscal Year Ending June 30,	Total
2020	\$ (787,990)
2021	(787,990)
2022	(787,990)
2023	(787,990)
2024	(787,990)
Thereafter	(1,928,988)
	\$ (5,868,940)

NOTE 18. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$115,752 was established by the Green Township School District on June 16, 2020. 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. 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 at 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.

GREEN TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
 (Continued)

NOTE 18. MAINTENANCE RESERVE ACCOUNT (Cont'd)

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

Balance at June 30, 2019	\$	-0-
Increased by Board Resolution June 16, 2020		115,752
Balance at June 30, 2020	\$	115,752

NOTE 19: 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. 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.

The District's Food Service Enterprise Fund likely will be impacted by COVID-19 for the fiscal year ending June 30, 2021.

SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

GREEN TOWNSHIP 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	0.0092152267%	0.0091665796%	0.0086725843%	0.0089514906%	0.0095577800%	0.0096579084%
District's proportionate share of the net pension liability	\$ 1,725,342	\$ 2,057,713	\$ 2,568,571	\$ 2,083,764	\$ 1,881,879	\$ 1,740,209
District's covered employee payroll	\$ 634,958	\$ 573,992	\$ 626,422	\$ 656,582	\$ 678,438	\$ 585,102
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	271.73%	358.49%	410.04%	317.37%	277.38%	297.42%
Plan fiduciary net position as a percentage of the total pension liability	47.93%	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.



GREEN TOWNSHIP 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	\$ 63,248	\$ 77,046	\$ 87,633	\$ 92,652	\$ 95,366	\$ 94,655
Contributions in relation to the contractually required contribution	(63,248)	(77,046)	(87,633)	(92,652)	(95,366)	(94,655)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 573,992	\$ 626,422	\$ 656,582	\$ 678,438	\$ 585,102	\$ 608,112
Contributions as a percentage of covered employee payroll	11.02%	12.30%	13.35%	13.66%	16.30%	15.57%

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

GREEN TOWNSHIP 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	0.0313480591%	0.0325960173%	0.0336044551%	0.0323657408%	0.0322734958%	0.0330284390%
State's proportionate share of the net pension liability attributable to the District	\$ 16,754,517	\$ 20,602,075	\$ 26,435,404	\$ 21,822,149	\$ 20,531,705	\$ 20,269,865
District's covered employee payroll	\$ 3,362,844	\$ 3,370,233	\$ 3,313,487	\$ 3,505,916	\$ 3,686,634	\$ 3,540,314
State's proportionate share of the net pension liability as a percentage of the District's covered employee payroll	498.22%	611.30%	797.81%	622.44%	556.92%	572.54%
Plan fiduciary net position as a percentage of the total pension liability	28.71%	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.

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

	Fiscal Year Ending June 30,					
	2015	2016	2017	2018	2019	2020
Contractually required contribution	\$ 901,550	\$ 1,257,942	\$ 1,986,253	\$ 1,511,728	\$ 1,196,927	\$ 1,195,571
Contributions in relation to the contractually required contribution	(133,163)	(175,180)	(351,322)	(475,274)	(649,589)	(755,170)
Contribution deficiency/(excess)	<u>\$ 768,387</u>	<u>\$ 1,082,762</u>	<u>\$ 1,634,931</u>	<u>\$ 1,036,454</u>	<u>\$ 547,338</u>	<u>\$ 440,401</u>
District's covered employee payroll	3,370,233	\$ 3,313,487	\$ 3,505,916	\$ 3,686,634	\$ 3,540,314	\$ 3,640,602
Contributions as a percentage of covered employee payroll	26.75%	5.29%	10.02%	12.89%	18.35%	20.74%

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

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

	Fiscal Years Ending		
	2017	2018	2019
Total OPEB Liability			
Service Cost	\$ 648,505	\$ 541,290	\$ 503,819
Interest Cost	523,181	604,647	563,487
Changes in Assumptions	(2,164,126)	(1,634,922)	192,527
Differences between Expected and Actual Experience		(1,426,738)	(2,209,737)
Member Contributions	14,099	13,167	11,750
Gross Benefit Payments	(382,883)	(380,961)	(396,376)
Net Change in Total OPEB Liability	(1,361,224)	(2,283,517)	(1,334,530)
Total OPEB Liability - Beginning	17,891,803	16,530,579	14,247,062
Total OPEB Liability - Ending	<u>\$ 16,530,579</u>	<u>\$ 14,247,062</u>	<u>\$ 12,912,532</u>
District's Covered Employee Payroll *	\$ 3,939,909	\$ 4,162,498	\$ 4,365,072
Total OPEB Liability as a Percentage of Covered Employee Payroll	420%	342%	296%

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

GREEN TOWNSHIP 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.

GREEN TOWNSHIP 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:

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.

GREEN TOWNSHIP 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)

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



GREEN TOWNSHIP 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
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 9,559,453		\$ 9,559,453	9,559,453	\$ 10,712
Interest on Investments				1,167	1,167
Interest on Capital Reserve	7,983		7,983	97,974	89,991
Unrestricted Miscellaneous Revenue				9,669,306	101,870
<b>Total - Local Sources</b>	<u>9,567,436</u>		<u>9,567,436</u>		
State Sources:					
Special Education Categorical Aid	424,190		424,190	424,190	
Equalization Aid	756,693		756,693	756,693	
Security Aid	50,903		50,903	50,903	
Adjustment Aid	421,916		421,916	421,916	
Transportation Aid	403,787		403,787	403,787	
School Choice Aid	598,365		598,365	598,365	
Extraordinary Special Education Costs Aid				70,911	70,911
Nonpublic Transportation Aid				7,125	7,125
TPAF Pension Contributions (On-Behalf - Non-Budgeted)				755,170	755,170
TPAF Non-Contributory Insurance (On-Behalf - Non-Budgeted)				13,536	13,536
TPAF Long-Term Disability Insurance (On-Behalf - Non-Budgeted)				389	389
TPAF Post Retirement Medical Benefits (On-Behalf - Non-Budgeted)				285,175	285,175
Reimbursed Social Security Contributions (Reimbursed - Non-Budgeted)				258,578	258,578
<b>Total State Sources</b>	<u>2,655,854</u>		<u>2,655,854</u>	<u>4,046,738</u>	<u>1,390,884</u>
<b>TOTAL REVENUES</b>	<u>12,223,290</u>		<u>12,223,290</u>	<u>13,716,044</u>	<u>1,492,754</u>

GREEN TOWNSHIP 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
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
Regular Programs - Instruction:					
Kindergarten - Salaries of Teachers	\$ 157,393	\$ 128,612	\$ 286,005	\$ 286,005	
Grades 1-5 - Salaries of Teachers	1,417,066	(80,402)	1,336,664	1,336,664	
Grades 6-8 - Salaries of Teachers	1,011,714	(59,887)	951,827	951,827	
Regular Programs - Home Instruction:					
Salaries of Teachers	6,114	(4,024)	2,090	2,090	
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	71,323	(24,021)	47,302	47,302	
Purchased Professional - Educational Services	4,012	(2,105)	1,907	1,354	\$ 553
Purchased Technical Services	4,700	(1,186)	3,514	3,514	
Other Purchased Services (400-500 Series)		238	238	237	1
General Supplies	176,349	46,300	222,649	188,982	33,667
Textbooks		31,879	31,879	31,879	
Other Objects	4,900	3,398	8,298	8,298	
Total Regular Programs - Instruction	<u>2,853,571</u>	<u>38,802</u>	<u>2,892,373</u>	<u>2,858,152</u>	<u>34,221</u>
Special Education:					
Resource Room/Resource Center:					
Salaries of Teachers	318,773	15,381	334,154	334,152	
Other Salaries for Instruction	172,717	14,534	187,251	187,251	
Purchased Professional-Educational Services		780	780	780	
General Supplies	2,117	(780)	1,337	890	447
Total Resource Room/Resource Center	<u>493,607</u>	<u>29,915</u>	<u>523,522</u>	<u>523,073</u>	<u>449</u>
Total Special Education Instruction	<u>493,607</u>	<u>29,915</u>	<u>523,522</u>	<u>523,073</u>	<u>449</u>
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	227,915	88,998	316,913	316,713	200
Other Salaries for Instruction		85	85	85	
General Supplies		1,683	1,683	1,683	
Total Basic Skills/Remedial - Instruction	<u>227,915</u>	<u>90,766</u>	<u>318,681</u>	<u>318,481</u>	<u>200</u>

GREEN TOWNSHIP 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
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
School-Sponsored Cocurricular Activities - Instruction:					
Salaries	\$ 27,500	\$ 30,872	\$ 58,372	\$ 58,372	
Total School-Sponsored Cocurricular Activities - Instruction	<u>27,500</u>	<u>30,872</u>	<u>58,372</u>	<u>58,372</u>	
School-Sponsored Athletics - Instruction:					
Salaries	21,450	(13,850)	7,600	7,600	
Supplies and Materials	1,100	522	1,622	1,622	
Other Objects	4,500	(292)	4,208	2,470	\$ 1,738
Total School-Sponsored Athletics - Instruction	<u>27,050</u>	<u>(13,620)</u>	<u>13,430</u>	<u>11,692</u>	<u>1,738</u>
<b>Total Instruction</b>	<u>3,629,643</u>	<u>176,735</u>	<u>3,806,378</u>	<u>3,769,770</u>	<u>36,608</u>
<b>Undistributed Expenditures:</b>					
<b>Instruction:</b>					
Tuition to Other LEAs Within the State - Regular	3,374,339		3,374,339	3,374,339	
Tuition to Other LEAs Within the State - Special	541,104	(65,617)	475,487	439,887	35,600
Tuition to County Voc. School District - Regular	50,859		50,859	46,405	4,454
Tuition to Private Schools for the Handicapped - Within State	277,170	(111,153)	166,017	165,639	378
Tuition - Other	280	7,787	8,067	8,067	
Total Undistributed Expenditures - Instruction	<u>4,243,752</u>	<u>(168,983)</u>	<u>4,074,769</u>	<u>4,034,337</u>	<u>40,432</u>
Attendance & Social Work:					
Salaries	17,861		17,861	2,844	15,017
Total Attendance & Social Work	<u>17,861</u>		<u>17,861</u>	<u>2,844</u>	<u>15,017</u>
Health Services:					
Salaries	64,953	6,836	71,789	71,788	1
Purchased Professional and Technical Services	1,250	541	1,791	1,790	1
Supplies and Materials	2,200	1,613	3,813	3,442	371
Other Objects	512		512	234	278
Total Health Services	<u>68,915</u>	<u>8,990</u>	<u>77,905</u>	<u>77,254</u>	<u>651</u>

GREEN TOWNSHIP 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
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
Speech, OT, PT and Other Related Services:					
Salaries	\$ 70,438	\$ 1,604	\$ 72,042	\$ 72,041	\$ 1
Purchased Professional - Educational Services	12,222	(7,225)	4,997	4,977	20
Supplies and Materials	2,781		2,781	679	2,102
Total Speech, OT, PT and Other Related Services	<u>85,441</u>	<u>(5,621)</u>	<u>79,820</u>	<u>77,697</u>	<u>2,123</u>
Other Support Services - Students - Extraordinary Services:					
Salaries	44,107	(4,500)	39,607	36,071	3,536
Purchased Professional - Educational Services	76,157	(36,501)	39,656	39,655	1
Supplies and Materials		401	401	310	91
Total Other Support Services - Students - Extraordinary Services	<u>120,264</u>	<u>(40,600)</u>	<u>79,664</u>	<u>76,036</u>	<u>3,628</u>
Guidance:					
Salaries of Other Professional Staff	64,318	2,540	66,858	66,857	1
Supplies and Materials	3,769	(3,609)	160	160	
Total Guidance	<u>68,087</u>	<u>(1,069)</u>	<u>67,018</u>	<u>67,017</u>	<u>1</u>
Child Study Teams:					
Salaries of Other Professional Staff	214,226	(28,828)	185,398	185,090	308
Salaries of Secretarial and Clerical Assistants	69,037	46,354	115,391	115,391	
Purchased Professional - Educational Services	15,971	(352)	15,619	11,995	3,624
Other Purchased Services (400-500 series)		83	83	82	1
Supplies and Materials	2,068	2,707	4,775	4,775	
Other Objects		123	123	123	
Total Child Study Teams	<u>301,302</u>	<u>20,087</u>	<u>321,389</u>	<u>317,456</u>	<u>3,933</u>
Improvement of Instructional Services:					
Salaries of Other Professional Staff	59,111	(8,000)	51,111	50,598	513
Purchased Professional - Educational Services	5,604	(5,500)	104	104	104
Total Improvement of Instructional Services	<u>64,715</u>	<u>(13,500)</u>	<u>51,215</u>	<u>50,598</u>	<u>617</u>

GREEN TOWNSHIP 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
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
Educational Media Services/School Library:					
Salaries	\$ 91,580	\$ 4,977	\$ 96,557	\$ 96,557	
Supplies and Materials	55,432	(6,032)	49,400	47,452	\$ 1,948
Total Educational Media Services/School Library	<u>147,012</u>	<u>(1,055)</u>	<u>145,957</u>	<u>144,009</u>	<u>1,948</u>
Instructional Staff Training Services:					
Purchased Professional - Educational Services	23,716	(21,760)	1,956	1,391	565
Other Purchased Services (400-500 series)	13,336	2,561	15,897	14,373	1,524
Total Instructional Staff Training Services	<u>37,052</u>	<u>(19,199)</u>	<u>17,853</u>	<u>15,764</u>	<u>2,089</u>
Support Services - General Administration:					
Salaries	238,990	(23,372)	215,618	213,059	2,559
Legal Services	34,000	19,157	53,157	53,080	77
Audit Fee	30,049	1	30,050	30,050	
Architectural/Engineering Services	15,730	(6,179)	9,551	9,551	
Other Purchased Professional Services	1,010	525	1,535	400	1,135
Purchased Technical Services	11,683	2,045	13,728	9,420	4,308
Communications/Telephone	28,050		28,050	19,901	8,149
BOE Other Purchased Services	625	(77)	548	548	
Misc. Purchased Services (400-500 series)	25,650	16,485	42,135	39,070	3,065
General Supplies	5,712	(2,394)	3,318	2,079	1,239
BOE In-House Training/ Meeting Supplies		17,607	17,607	17,510	97
Miscellaneous Expenditures	8,433	(8,433)			
Total Support Services - General Administration	<u>399,932</u>	<u>15,365</u>	<u>415,297</u>	<u>394,120</u>	<u>21,177</u>
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	50,116	2,850	52,966	52,966	
Salaries of Secretarial and Clerical Assistants	46,490	(45,872)	618	173	445
Purchased Professional and Technical Services	11,328	16,192	27,520	27,520	
Other Purchased Services (400-500 series)	267	5,610	5,877	5,609	268

GREEN TOWNSHIP 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
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
Support Services - School Administration: (Cont'd)					
Supplies and Materials	\$ 6,004	\$ 463	\$ 6,467	\$ 4,648	\$ 1,819
Other Objects	2,825	1,690	4,515	1,700	2,815
Total Support Services - School Administration	<u>117,030</u>	<u>(19,067)</u>	<u>97,963</u>	<u>92,616</u>	<u>5,347</u>
Central Services:					
Salaries	182,336	12,339	194,675	134,021	60,654
Unused Sick Payment to Terminated/Retired Staff	4,063	4,063	4,063	4,063	
Purchased Professional Services	2,555	2,056	4,611	4,611	
Purchased Technical Services	14,473	37,652	52,125	52,124	1
Miscellaneous Purchased Services (400-500 series)	2,529	5,107	7,636	6,102	1,534
Supplies and Materials	4,897	553	5,450	5,416	34
General Supplies		385	385	384	1
Interest on Lease Purchase Agreements	1,783		1,783	1,408	375
Miscellaneous Expenditures	3,003	826	3,829	3,828	1
Total Central Services	<u>211,576</u>	<u>62,981</u>	<u>274,557</u>	<u>211,957</u>	<u>62,600</u>
Administration Information Technology:					
Salaries	33,000	(15,887)	17,113	17,113	
Purchased Technical Services	18,836	777	19,613	19,612	1
Total Administration Information Technology	<u>51,836</u>	<u>(15,110)</u>	<u>36,726</u>	<u>36,725</u>	<u>1</u>
Required Maintenance of School Facilities:					
Salaries	64,632	(34,085)	30,547	30,427	120
Cleaning, Repair and Maintenance Services	44,343	(15,834)	28,509	27,935	574
Purchased Professional and Technical Services		2,435	2,435	2,435	
General Supplies	957	2,750	3,707	3,706	1
Total Required Maintenance of School Facilities	<u>109,932</u>	<u>(44,734)</u>	<u>65,198</u>	<u>64,503</u>	<u>695</u>

GREEN TOWNSHIP 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
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
Custodial Services:					
Salaries	\$ 256,505	\$ 27,299	\$ 283,804	\$ 266,581	\$ 17,223
Purchased Professional and Technical Services	12,053	7,675	19,728	14,347	5,381
Cleaning, Repair and Maintenance Services	169,250	(24,929)	144,321	144,321	
Other Purchased Property Services	4,548	(86)	4,462	2,352	2,110
Insurance	43,506	10,705	54,211	54,211	
Miscellaneous Purchased Services	11,355		11,355	7,281	4,074
General Supplies	51,055	12,086	63,141	62,808	333
Energy (Electricity)	102,816	4,702	107,518	107,518	
Energy (Natural Gas)	2,041		2,041	1,952	89
Energy (Oil)	95,000	(40,000)	55,000	48,658	6,342
Other Objects	7,639	4,544	12,183	12,182	1
Total Custodial Services	<u>755,768</u>	<u>1,996</u>	<u>757,764</u>	<u>722,211</u>	<u>35,553</u>
Care and Upkeep of Grounds:					
Salaries	20,373	10,055	30,428	30,427	1
General Supplies	5,202	26,000	31,202	4,069	27,133
Total Care and Upkeep of Grounds	<u>25,575</u>	<u>36,055</u>	<u>61,630</u>	<u>34,496</u>	<u>27,134</u>
Student Transportation Services:					
Salary for Pupil Transportation (Between Home & School) - Regular	26,586		26,586	24,197	2,389
Unused Vacation Payment to Terminated/Retired Staff		5,231	5,231	5,231	
Management Fee - ESC & CTSA Transportation Program	6,033	1,471	7,504	7,504	
Contracted Services:					
Between Home and School - Vendors	379,523	529	380,052	379,706	346
Other Between Home and School - Vendors	17,247	(1,870)	15,377	10,403	4,974
Other Between Home and School- Joint Agreements	3,544		3,544	558	2,986
Special Education Students - Vendors	300,022	(90,197)	209,825	201,929	7,896
Aid in Lieu Payments - Nonpublic School	25,000		25,000	12,006	12,994
Total Student Transportation Services	<u>757,955</u>	<u>(84,836)</u>	<u>673,119</u>	<u>641,534</u>	<u>31,585</u>

GREEN TOWNSHIP 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
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE</b>					
Unallocated Benefits:					
Social Security Contributions	\$ 150,885	\$ (35,991)	\$ 114,894	\$ 112,568	\$ 2,326
Other Retirement Contributions - PERS	115,000		115,000	94,655	20,345
Other Retirement Contributions - Regular		8,653	8,653	8,653	
Workmen's Compensation	58,700	(1,773)	56,927	49,678	7,249
Health Benefits	1,049,095	118,679	1,167,774	1,028,891	138,883
Tuition Reimbursement	27,000	3,000	30,000	30,000	
Other Employee Benefits	95,000	(26,000)	69,000	41,074	27,926
Total Unallocated Benefits	<u>1,495,680</u>	<u>66,568</u>	<u>1,562,248</u>	<u>1,365,519</u>	<u>196,729</u>
On-Behalf Contributions:					
TPAF Pension Contributions (On-Behalf - Non-Budgeted)				755,170	(755,170)
TPAF Non-Contributory Insurance (On-Behalf - Non-Budgeted)				13,536	(13,536)
TPAF Long-Term Disability Insurance (On-Behalf - Non-Budgeted)				389	(389)
TPAF Post Retirement Medical Benefits (On-Behalf - Non-Budgeted)				285,175	(285,175)
Reimbursed Social Security Contributions (Reimbursed - Non-Budgeted)				258,578	(258,578)
Total On-Behalf and Reimbursed TPAF Contributions				<u>1,312,848</u>	<u>(1,312,848)</u>
Total Undistributed Expenses	9,079,685	(201,732)	8,877,953	9,739,541	(861,588)
<b>TOTAL GENERAL CURRENT EXPENSE</b>	<u>12,709,328</u>	<u>(24,997)</u>	<u>12,684,331</u>	<u>13,509,311</u>	<u>(824,980)</u>
<b>CAPITAL OUTLAY:</b>					
Equipment:					
Undistributed Expenditures - Instruction		4,275	4,275	4,275	
Undistributed Expenditures - Administration Information Technology	50,000	(26,452)	23,548	23,548	
Undistributed Expenditures - Non-Instructional Services	4,500	38,792	43,292	43,047	245
Total Equipment	<u>54,500</u>	<u>16,615</u>	<u>71,115</u>	<u>70,870</u>	<u>245</u>



GREEN TOWNSHIP 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>
<b>EXPENDITURES:</b>					
<b>CAPITAL OUTLAY:</b>					
Facilities Acquisition and Construction Services:					
Construction Services	\$ 35,567		\$ 69,877	\$ 69,877	
Assessment for Debt Service on SDA Funding	16,232		35,567	35,567	
Lease Purchase Agreements- Principal	51,799	69,877	16,232	16,232	
Total Facilities Acquisition and Construction Services	<u>106,299</u>	<u>86,492</u>	<u>192,791</u>	<u>192,546</u>	<u>\$ 245</u>
<b>TOTAL CAPITAL OUTLAY</b>	<u>106,299</u>	<u>86,492</u>	<u>192,791</u>	<u>192,546</u>	<u>\$ 245</u>
Transfer of Funds to Charter Schools	25,828		25,828	24,901	927
<b>TOTAL EXPENDITURES</b>	<u>12,841,455</u>	<u>61,495</u>	<u>12,902,950</u>	<u>13,726,758</u>	<u>(823,808)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(618,165)</u>	<u>(61,495)</u>	<u>(679,660)</u>	<u>(10,714)</u>	<u>668,946</u>
Other Financing Uses:					
Capital Contribution - Food Service Fund		(4,950)	(4,950)	(4,950)	
Total Other Financing Uses		<u>(4,950)</u>	<u>(4,950)</u>	<u>(4,950)</u>	
Excess (Deficiency) of Revenues Over (Under) Expenditures		(66,445)	(684,610)	(15,664)	668,946
Fund Balance, July 1	<u>1,194,891</u>		<u>1,194,891</u>	<u>1,194,891</u>	
Fund Balance, June 30	<u>\$ 576,726</u>	<u>\$ (66,445)</u>	<u>\$ 510,281</u>	<u>\$ 1,179,227</u>	<u>\$ 668,946</u>

GREEN TOWNSHIP 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>
<u>Recapitulation:</u>					
<u>Restricted:</u>					
Excess Surplus for 2021-2022	\$			250,000	
Capital Reserve				234,823	
Maintenance Reserve				115,752	
Tuition Reserve for 2020-2021				151,738	
<u>Assigned:</u>					
Year-End Encumbrances				32,651	
Designated for Subsequent Year's Expenditures				66,227	
Unassigned				<u>328,036</u>	
				<u>1,179,227</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Last State Aid Payments not Recognized on GAAP Basis				<u>(260,229)</u>	
Fund Balance per Governmental Funds (GAAP)	\$			<u><u>918,998</u></u>	

GREEN TOWNSHIP 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
<b>Revenue:</b>					
Local Sources		\$ 31,828	\$ 31,828		\$ (31,828)
State Sources	8,243	1,132	9,375	1,061	(8,314)
Federal Sources	174,932	66,760	241,692	219,939	(21,753)
<b>Total Revenue</b>	<b>183,175</b>	<b>99,720</b>	<b>282,895</b>	<b>221,000</b>	<b>(61,895)</b>
<b>Expenditures:</b>					
<b>Instruction:</b>					
Tuition	110,925	10,677	121,602	121,602	
Purchased Professional and Technical Services	14,272	(7,276)	6,996	6,818	178
General Supplies		50,743	50,743	11,669	39,074
Textbooks	528	(159)	369		369
<b>Total Instruction</b>	<b>125,725</b>	<b>53,985</b>	<b>179,710</b>	<b>140,089</b>	<b>39,621</b>
<b>Support Services:</b>					
Salaries of Other Professional Staff		35,187	35,187	35,187	
Purchased Professional - Educational Services	13,606	(2,722)	10,884	1,061	9,823
Other Purchased Professional Services	743	33,213	33,956	22,239	11,717
Supplies and Materials	43,101	(19,943)	23,158	22,424	734
<b>Total Support Services</b>	<b>57,450</b>	<b>45,735</b>	<b>103,185</b>	<b>80,911</b>	<b>22,274</b>
<b>Total Expenditures</b>	<b>\$ 183,175</b>	<b>\$ 99,720</b>	<b>\$ 282,895</b>	<b>\$ 221,000</b>	<b>\$ 61,895</b>

GREEN TOWNSHIP 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	\$ 13,716,044	\$ 221,000
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis recognizes Encumbrances as Revenue and Expenditures, while the GAAP Basis does not.		
Prior Year Encumbrances		11,581
Current Year Encumbrances		(8,750)
Prior Year State Aid Payments Recognized for GAAP Statements	257,155	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(260,229)	
	\$ 13,712,970	\$ 223,831
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds		
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 13,726,758	\$ 221,000
Differences - Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Prior Year Encumbrances		11,581
Current Year Encumbrances		(8,750)
	\$ 13,726,758	\$ 223,831
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds		

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

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 by the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds, there are 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 the 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

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

	CARES Emergency Relief Grant	<u>I.D.E.A., Part B</u>		Small Rural Education Achievement Program (REAP)
	<u>          </u>	<u>Basic</u>	<u>Preschool</u>	<u>          </u>
REVENUE:				
State Sources				
Federal Sources	\$ 18,019	\$ 116,968	\$ 4,634	\$ 35,187
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Revenue	18,019	116,968	4,634	35,187
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
EXPENDITURES:				
Instruction:				
Tuition		116,968	4,634	
Purchased Professional and Technical Services				
General Supplies				
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Instruction		116,968	4,634	
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Support Services:				
Salaries of Other Professional Staff				35,187
Purchased Professional - Educational Services				
Other Purchased Professional Services				
Supplies and Materials	18,019			
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Support Services	18,019			35,187
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Expenditures	\$ 18,019	\$ 116,968	\$ 4,634	\$ 35,187
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>



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

	Elementary and Secondary Education Act			Nonpublic
	Title I	Title IIA	Title IV	Nursing
REVENUE:				
State Sources				\$ 332
Federal Sources	\$ 27,155	\$ 10,990	\$ 6,986	
Total Revenue	<u>27,155</u>	<u>10,990</u>	<u>6,986</u>	<u>332</u>
EXPENDITURES:				
Instruction:				
Tuition				
Purchased Professional and Technical Services			6,818	
General Supplies	11,501		168	
Total Instruction	<u>11,501</u>		<u>6,986</u>	
Support Services:				
Salaries of Other Professional Staff				
Purchased Professional - Educational Services				332
Other Purchased Professional Services	15,654	6,585		
Supplies and Materials		4,405		
Total Support Services	<u>15,654</u>	<u>10,990</u>		<u>332</u>
Total Expenditures	<u>\$ 27,155</u>	<u>\$ 10,990</u>	<u>\$ 6,986</u>	<u>\$ 332</u>

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

	Nonpublic Handicapped Supplementary Instruction	Total
REVENUE:		
State Sources	\$ 729	\$ 1,061
Federal Sources		219,939
Total Revenue	729	221,000
EXPENDITURES:		
Instruction:		
Tuition		121,602
Purchased Professional and Technical Services		6,818
General Supplies		11,669
Total Instruction		140,089
Support Services:		
Salaries of Other Professional Staff		35,187
Purchased Professional - Educational Services	729	1,061
Other Purchased Professional Services		22,239
Supplies and Materials		22,424
Total Support Services	729	80,911
Total Expenditures	\$ 729	\$ 221,000

PROPRIETARY FUNDS

GREEN TOWNSHIP SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2020

	Business-Type Activities:		
	Enterprise Funds		
	<u>Major Fund</u>	<u>Non-Major Fund</u>	
	Food Service	Child Care	Total
<b>ASSETS:</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 14,722	\$ 18,207	\$ 32,929
Intergovernmental Accounts Receivable:			
State	18		18
Federal	1,138		1,138
Interfund Receivable	4,367		4,367
Inventories	10,264		10,264
Total Current Assets	<u>30,509</u>	<u>18,207</u>	<u>48,716</u>
Non-Current Assets:			
Capital Assets	108,085	17,404	125,489
Accumulated Depreciation	<u>(83,678)</u>	<u>(6,331)</u>	<u>(90,009)</u>
Total Non-Current Assets	<u>24,407</u>	<u>11,073</u>	<u>35,480</u>
Total Assets	<u>54,916</u>	<u>29,280</u>	<u>84,196</u>
<b>LIABILITIES:</b>			
Current Liabilities:			
Interfund Payable		1,218	1,218
Unearned Revenue - Prepaid Sales	4,378		4,378
Unearned Revenue - Donated Commodities	4,788		4,788
Total Current Liabilities	<u>9,166</u>	<u>1,218</u>	<u>10,384</u>
<b>NET POSITION:</b>			
Investment in Capital Assets	24,407	11,073	35,480
Unrestricted	<u>21,343</u>	<u>16,989</u>	<u>38,332</u>
Total Net Position	<u>\$ 45,750</u>	<u>\$ 28,062</u>	<u>\$ 73,812</u>

GREEN TOWNSHIP SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Business-Type Activities:		
	Enterprise Funds		
	Major Fund	Non-Major Fund	
	Food Service	Child Care	Total
Operating Revenue:			
Local Sources:			
Daily Sales - Reimbursable Programs	\$ 23,662		\$ 23,662
Daily Sales - Non-Reimbursable Programs	13,799		13,799
Child Care Registration Fees		\$ 81,560	81,560
Total Operating Revenue	37,461	81,560	119,021
Operating Expenses:			
Cost of Sales - Reimbursable Programs	18,638		18,638
Cost of Sales - Non-Reimbursable Programs	10,869		10,869
Salaries and Benefits	18,967	74,576	93,543
Purchased Services	7,091		7,091
Supplies and Materials		4,445	4,445
Depreciation	718	1,103	1,821
Utilities		1,578	1,578
Other	5,093	1,529	6,622
Total Operating Expenses	61,376	83,231	144,607
Operating Loss	(23,915)	(1,671)	(25,586)
Non-Operating Revenue:			
State Sources:			
State School Lunch Program	492		492
Seamless Summer Option	32		32
Federal Sources:			
National School Lunch Program	9,034		9,034
Seamless Summer Option	1,994		1,994
Food Distribution Program	3,380		3,380
Local Source:			
Interest Revenue	28		28
Total Non-Operating Revenue	14,960		14,960
Change in Net Position Before Other Items	(8,955)	(1,671)	(10,626)
Other Items:			
Capital Contribution	4,950		4,950
Change in Net Position	(4,005)	(1,671)	(5,676)
Net Position - Beginning of Year	49,755	29,733	79,488
Net Position - End of Year	\$ 45,750	\$ 28,062	\$ 73,812

GREEN TOWNSHIP SCHOOL DISTRICT  
ENTERPRISE FUND  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Business-Type Activities:		
	Enterprise Funds		
	Major Fund	Non-Major Fund	
	Food Service	Child Care	Total
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 39,153	\$ 81,560	\$ 120,713
Payments to Food Service Vendor	(57,340)		(57,340)
Payments for Employees and Benefits		(74,576)	(74,576)
Payments to Suppliers	(3,135)	(8,927)	(12,062)
Net Cash Used for Operating Activities	(21,322)	(1,943)	(23,265)
Cash Flows from Noncapital Financing Activities:			
Federal and State Sources - Turnover from General Fund	6,917		6,917
Net Cash Provided by Noncapital Financing Activities	6,917		6,917
Cash Flows from Investing Activities:			
Interest on Investments	28		28
Net Cash Provided by Investing Activities	28		28
Net Decrease in Cash and Cash Equivalents	(14,377)	(1,943)	(16,320)
Cash and Cash Equivalents, July 1	29,099	20,150	49,249
Cash and Cash Equivalents, June 30	\$ 14,722	\$ 18,207	\$ 32,929
Reconciliation of Operating Loss to Net			
Cash Used for Operating Activities:			
Operating Loss	\$ (23,915)	\$ (1,671)	\$ (25,586)
Adjustment to Reconcile Operating Loss to Cash			
Used for Operating Activities:			
Depreciation	718	1,103	1,821
Federal Food Distribution Program	3,380		3,380
Changes in Assets and Liabilities:			
(Increase) in Inventory	(3,851)		(3,851)
Decrease in Accounts Receivable - Other	41		41
Increase in Interfund Payable		1,218	1,218
(Decrease) in Accounts Payable	(1,307)	(2,593)	(3,900)
Increase in Unearned Revenue - Prepaid Sales	1,651		1,651
Increase in Unearned Revenue - Donated Commodities	1,961		1,961
Net Cash Used for Operating Activities	\$ (21,322)	\$ (1,943)	\$ (23,265)

Non-Cash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received \$5,341 from the Federal Food Distribution Program and utilized commodities valued at \$3,380 for the fiscal year ended June 30, 2020.

FIDUCIARY FUNDS

GREEN TOWNSHIP SCHOOL DISTRICT  
FIDUCIARY FUNDS  
COMBINING STATEMENT OF NET POSITION  
JUNE 30,2020

	<u>Payroll</u>	<u>Agency Student Activities</u>	<u>Total Agency</u>	<u>Unemployment Compensation Trust</u>	<u>Totals</u>
<b>ASSETS:</b>					
Cash and Cash Equivalents	\$ 153	\$ 47,885	\$ 48,038	\$ 64,018	\$ 112,056
Total Assets	<u>153</u>	<u>47,885</u>	<u>48,038</u>	<u>64,018</u>	<u>112,056</u>
<b>LIABILITIES:</b>					
Due to Student Groups		47,885	47,885		47,885
Payroll Deductions and Withholdings	153		153		153
Total Liabilities	<u>153</u>	<u>47,885</u>	<u>48,038</u>		<u>48,038</u>
<b>NET POSITION:</b>					
Held in Trust for Unemployment Claims				64,018	64,018
Total Net Position	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 64,018</u>	<u>\$ 64,018</u>



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

	<u>Unemployment Compensation Trust</u>
Additions:	
Contributions:	
Plan Member Contributions	\$ 8,874
Total Contributions	<u>8,874</u>
Investment Earnings:	
Interest	<u>678</u>
Net Investment Earnings	<u>678</u>
Total Additions	<u>9,552</u>
Deductions:	
Unemployment Compensation Claims	<u>74,802</u>
Total Deductions	<u>74,802</u>
Change in Net Position	(65,250)
Net Position - Beginning of the Year	<u>129,268</u>
Net Position - End of the Year	<u><u>\$ 64,018</u></u>

GREEN TOWNSHIP 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	\$ 55,256	\$ 27,233	\$ 34,604	\$ 47,885
Total Assets	<u>\$ 55,256</u>	<u>\$ 27,233</u>	<u>\$ 34,604</u>	<u>\$ 47,885</u>
 <u>LIABILITIES:</u>				
Liabilities:				
Due to Student Groups	\$ 55,256	\$ 27,233	\$ 34,604	\$ 47,885
Total Liabilities	<u>\$ 55,256</u>	<u>\$ 27,233</u>	<u>\$ 34,604</u>	<u>\$ 47,885</u>

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

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 4,364	\$ 5,733,841	\$ 5,738,052	\$ 153
Interfund Receivable	<u>2</u>		<u>2</u>	
Total Assets	<u>\$ 4,366</u>	<u>\$ 5,733,841</u>	<u>\$ 5,738,054</u>	<u>\$ 153</u>
<u>LIABILITIES:</u>				
Interfund Payable - General Fund	\$ 4,366		\$ 4,366	
Payroll Deduction and Withholdings		<u>5,733,841</u>	<u>5,733,688</u>	<u>\$ 153</u>
Total Liabilities	<u>\$ 4,366</u>	<u>\$ 5,733,841</u>	<u>\$ 5,738,054</u>	<u>\$ 153</u>

LONG-TERM DEBT

GREEN TOWNSHIP SCHOOL DISTRICT  
LONG-TERM DEBT  
STATEMENT OF SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds				Retired or Matured	Balance July 1, 2019	Balance June 30, 2020
			Date	Outstanding June 30, 2020 Amount	Interest Rate	Amount			
ADA Upgrades	02/24/16	\$ 145,800	08/15/20	\$ 30,800	2.730%	\$ 30,000	\$ 60,800	\$ 30,800	
2018 Referendum	06/01/18	1,659,000	05/01/21	90,000	3.250%				
			05/01/22	95,000	3.250%				
			05/01/23	100,000	3.250%				
			05/01/24	100,000	3.250%				
			05/01/25	105,000	3.250%				
			05/01/26	110,000	3.250%				
			05/01/27	115,000	3.250%				
			05/01/28	120,000	3.250%				
			05/01/29	125,000	3.250%				
			05/01/30	125,000	3.250%				
			05/01/31	130,000	3.250%				
05/01/32	135,000	3.250%							
05/01/33	135,000	3.375%							
				1,575,000		90,000	1,485,000		
				\$ 1,635,800		\$ 120,000	\$ 1,515,800		

GREEN TOWNSHIP SCHOOL DISTRICT  
LONG-TERM DEBT  
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES

<u>Purpose</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance June 30, 2019</u>	<u>Matured</u>	<u>Balance June 30, 2020</u>
Unit Ventilators/Gym Smoke Detectors	3.00%	\$ 60,000	\$ 32,951	\$ 16,232	\$ 16,719
			<u>\$ 32,951</u>	<u>\$ 16,232</u>	<u>\$ 16,719</u>

GREEN TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE 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>
<b>REVENUE:</b>					
State Sources:					
Debt Service Aid Type II	\$ 93,472		\$ 93,472	\$ 93,472	\$ -0-
Total Revenue	<u>93,472</u>		<u>93,472</u>	<u>93,472</u>	
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest	52,607		52,607	52,606	1
Redemption of Principal	120,000		120,000	120,000	
Total Regular Debt Service	<u>172,607</u>		<u>172,607</u>	<u>172,606</u>	<u>1</u>
Total Expenditures	<u>172,607</u>		<u>172,607</u>	<u>172,606</u>	<u>1</u>
Deficit of Revenue Under Expenditures	<u>(79,135)</u>		<u>(79,135)</u>	<u>(79,134)</u>	<u>(1)</u>
Fund Balance, July 1	207,538	-0-	207,538	207,538	-0-
Fund Balance, June 30	<u>\$ 128,403</u>	<u>\$ -0-</u>	<u>\$ 128,403</u>	<u>\$ 128,404</u>	<u>\$ (1)</u>

Recapitulation:  
 Restricted for Subsequent Year's Expenditures  
 Restricted

\$ 128,403
<u>1</u>
<u>\$ 128,404</u>

## **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**

### **Exhibit**

#### **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.



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

	June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 4,339,184	\$ 2,255,296	\$ 2,627,158	\$ 3,043,552	\$ 3,460,465	\$ 3,597,636	\$ 4,431,202	\$ 4,854,311	\$ 4,618,813	\$ 4,150,248
Restricted	722,345	535,067	341,335	259,269	191,384	182,488	64,265	248,965	664,057	880,717
Unrestricted/(Deficit)	534,744	543,794	557,425	(1,187,482)	(1,392,730)	(1,448,962)	(1,531,020)	(1,577,847)	(1,707,627)	(2,052,878)
<b>Total Governmental Activities Net Position</b>	<b>\$ 5,596,273</b>	<b>\$ 3,334,157</b>	<b>\$ 3,525,918</b>	<b>\$ 2,115,339</b>	<b>\$ 2,259,119</b>	<b>\$ 2,331,162</b>	<b>\$ 2,964,447</b>	<b>\$ 3,525,429</b>	<b>\$ 3,575,243</b>	<b>\$ 2,978,087</b>
<b>Business-Type Activities:</b>										
Investment in Capital Assets	\$ 463	\$ 28,063	\$ 26,920	\$ 25,777	\$ 34,273	\$ 35,800	\$ 38,831	\$ 35,591	\$ 32,351	\$ 35,480
Unrestricted	54,187	41,911	42,621	53,896	47,655	57,661	51,353	55,622	47,137	38,332
<b>Total Business-Type Activities Net Position</b>	<b>\$ 54,650</b>	<b>\$ 69,974</b>	<b>\$ 69,541</b>	<b>\$ 79,673</b>	<b>\$ 81,928</b>	<b>\$ 93,461</b>	<b>\$ 90,184</b>	<b>\$ 91,213</b>	<b>\$ 79,488</b>	<b>\$ 73,812</b>
<b>District-Wide:</b>										
Net Investment in Capital Assets	\$ 4,339,647	\$ 2,283,359	\$ 2,654,078	\$ 3,069,329	\$ 3,494,738	\$ 3,633,436	\$ 4,470,033	\$ 4,889,902	\$ 4,651,164	\$ 4,185,728
Restricted	722,345	535,067	341,335	259,269	191,384	182,488	64,265	248,965	664,057	880,717
Unrestricted/(Deficit)	588,931	585,705	600,046	(1,133,586)	(1,345,075)	(1,391,301)	(1,479,667)	(1,522,225)	(1,660,490)	(2,014,546)
<b>Total District Net Position</b>	<b>\$ 5,650,923</b>	<b>\$ 3,404,131</b>	<b>\$ 3,595,459</b>	<b>\$ 2,195,012</b>	<b>\$ 2,341,047</b>	<b>\$ 2,424,623</b>	<b>\$ 3,054,631</b>	<b>\$ 3,616,642</b>	<b>\$ 3,654,731</b>	<b>\$ 3,051,899</b>

Source: School District Financial Reports

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

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses:										
Governmental Activities:										
Instruction:										
Regular	\$ 3,021,928	\$ 3,423,279	\$ 3,389,110	\$ 3,466,876	\$ 4,032,605	\$ 4,455,637	\$ 5,241,013	\$ 5,441,216	\$ 5,343,854	\$ 5,160,215
Special Education	1,181,568	840,624	981,253	950,904	1,119,365	1,130,280	1,296,266	1,256,595	1,017,785	995,982
Other Special Education	142,637	229,627	401,781	412,852	380,830	487,118	547,877	619,848	463,812	567,975
Other Instruction	40,342	55,831	55,403	68,388	76,533	88,130	102,393	104,260	94,759	120,975
Support Services:										
Tuition	2,734,597	2,574,660	2,705,287	3,238,432	3,670,664	4,184,839	3,916,892	3,768,725	3,936,076	4,034,337
Student and Instruction Related Services	933,144	914,442	900,629	836,578	907,645	894,438	1,071,910	1,037,519	1,117,659	1,063,563
General Administrative Services	256,108	276,075	281,580	297,102	410,911	448,654	446,671	465,515	521,236	581,147
School Administrative Services	287,176	278,437	283,864	292,679	211,359	207,182	210,785	172,751	165,809	135,042
Central Services	272,540	269,344	271,019	276,633	288,090	281,302	248,378	264,429	259,656	248,066
Administrative Information Technology	22,685	27,025	40,049	29,467	39,687	28,114	60,727	21,664	22,266	41,513
Plant Operations and Maintenance	628,107	746,412	654,718	668,681	610,865	729,776	547,075	825,334	1,024,281	1,318,682
Pupil Transportation	546,535	563,462	619,490	640,458	572,565	531,781	537,531	534,040	616,590	680,988
Capital Outlay						63,475	35,567	35,567	35,567	35,567
Appraisal Revaluation	42,616	2,667,474	29,849	30,366	23,702	30,614	31,614	30,593	23,398	24,901
Charter Schools	183,023	38,926	118,713	89,454	72,100	51,573	32,449	12,065	54,493	51,812
Interest on Long-Term Debt	551,860	229,816	229,816	229,816	229,099	225,402	225,437	230,304	222,738	
Unallocated Depreciation	10,844,866	13,225,811	10,962,561	11,528,686	12,646,020	13,838,315	14,552,585	14,820,425	14,919,979	15,060,765
Total Governmental Activities Expenses										
Business-Type Activities:										
Food Service	124,759	116,724	103,439	95,374	97,649	87,948	91,920	83,738	86,193	61,376
Child Care	68,639	87,276	117,550	126,204	129,781	148,758	157,807	149,978	139,401	83,231
Total Business-Type Activities Expense	193,398	204,000	220,989	221,578	227,430	236,706	249,727	233,716	225,594	144,607
Total District Expenses	\$ 11,038,264	\$ 13,429,811	\$ 11,183,550	\$ 11,750,264	\$ 12,873,450	\$ 14,075,021	\$ 14,802,312	\$ 15,054,141	\$ 15,145,573	\$ 15,205,372
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Regular Instruction	\$ 1,608,066	\$ 1,533,653	\$ 1,775,914	\$ 1,684,694	\$ 1,716,777	\$ 1,855,008	\$ 1,971,240	\$ 2,098,354	\$ 2,335,658	\$ 2,880,820
Operating Grants and Contributions	48,576	32,234								
Capital Grants and Contributions	1,656,642	1,565,887	1,779,707	1,684,694	1,716,777	1,855,008	1,971,240	2,098,354	2,335,658	2,880,820
Total Governmental Activities Program Revenues										

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

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Program Revenues: (Cont'd)</b>										
<b>Business-Type Activities:</b>										
Charges for Services:										
Food Service	\$ 100,576	\$ 93,491	\$ 77,330	\$ 73,512	\$ 72,334	\$ 75,857	\$ 66,588	\$ 65,116	\$ 61,494	\$ 37,461
Child Care	90,031	100,559	119,997	135,275	135,049	150,475	156,321	150,752	130,522	81,560
Operating Grants and Contributions	21,336	25,196	23,188	22,904	22,282	21,884	23,512	18,851	21,824	14,932
Total Business-Type Activities Program Revenues	<u>211,943</u>	<u>219,246</u>	<u>220,515</u>	<u>231,691</u>	<u>229,665</u>	<u>248,216</u>	<u>246,421</u>	<u>234,719</u>	<u>213,840</u>	<u>133,953</u>
Total District Program Revenues	\$ 1,868,585	\$ 1,785,133	\$ 2,000,222	\$ 1,916,385	\$ 1,946,442	\$ 2,103,224	\$ 2,217,661	\$ 2,333,073	\$ 2,549,498	\$ 3,014,773
<b>Net (Expense)/Revenue:</b>										
Governmental Activities	\$ (9,188,224)	\$ (11,659,924)	\$ (9,182,854)	\$ (9,843,992)	\$ (10,929,243)	\$ (11,983,307)	\$ (12,581,345)	\$ (12,722,071)	\$ (12,584,321)	\$ (12,179,945)
Business-Type Activities	18,545	15,246	(474)	10,113	2,235	11,510	(3,306)	1,003	(11,754)	(10,654)
Total District-Wide Net Expense	<u>\$ (9,169,679)</u>	<u>\$ (11,644,678)</u>	<u>\$ (9,183,328)</u>	<u>\$ (9,833,879)</u>	<u>\$ (10,927,008)</u>	<u>\$ (11,971,797)</u>	<u>\$ (12,584,651)</u>	<u>\$ (12,721,068)</u>	<u>\$ (12,596,075)</u>	<u>\$ (12,190,599)</u>
<b>General Revenues and Other Changes in Net Position:</b>										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 7,363,305	\$ 7,510,571	\$ 7,660,782	\$ 7,813,998	\$ 8,204,698	\$ 8,657,422	\$ 9,051,513	\$ 9,188,248	\$ 9,372,013	\$ 9,559,453
Taxes Levied for Debt Service	616,483	557,363	591,280	619,657	607,682	631,841	667,936	643,592	194,101	1,918,433
Federal and State Aid not Restricted	1,097,941	1,217,371	1,134,050	1,529,572	2,208,496	2,675,522	3,374,797	2,935,271	2,972,495	1,167
Investment Earnings				2,480	2,178	371				
Transportation Fees from Other LEAs	19,477	112,503	66,178	71,990	49,969	90,194	120,384	54,323	95,526	108,686
Miscellaneous Income										(4,950)
Other Item										11,582,789
Total Governmental Activities	<u>9,097,206</u>	<u>9,397,808</u>	<u>9,452,290</u>	<u>10,037,697</u>	<u>11,073,023</u>	<u>12,053,350</u>	<u>13,214,630</u>	<u>12,821,434</u>	<u>12,634,135</u>	<u>11,582,789</u>
Business-Type Activities:										
Investment Earnings	76	78	41	19	20	23	29	26	29	28
Other Item										4,950
Total Business-Type Activities	<u>76</u>	<u>78</u>	<u>41</u>	<u>19</u>	<u>20</u>	<u>23</u>	<u>29</u>	<u>26</u>	<u>29</u>	<u>4,978</u>
Total District-Wide	\$ 9,097,282	\$ 9,397,886	\$ 9,452,331	\$ 10,037,716	\$ 11,073,043	\$ 12,053,373	\$ 13,214,659	\$ 12,821,460	\$ 12,634,164	\$ 11,587,767
<b>Change in Net Position:</b>										
Governmental Activities	\$ (91,018)	\$ (2,262,116)	\$ 269,436	\$ 193,705	\$ 143,780	\$ 72,043	\$ 633,285	\$ 560,982	\$ 49,814	\$ (597,156)
Business-Type Activities	18,621	15,324	(433)	10,132	2,255	11,533	(3,277)	1,029	(11,725)	(5,676)
Total District	<u>\$ (72,397)</u>	<u>\$ (2,246,792)</u>	<u>\$ 269,003</u>	<u>\$ 203,837</u>	<u>\$ 146,035</u>	<u>\$ 83,576</u>	<u>\$ 630,008</u>	<u>\$ 562,011</u>	<u>\$ 38,089</u>	<u>\$ (602,832)</u>

Source: School District Financial Reports

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

	June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund:										
Restricted	\$ 514,397	\$ 502,017	\$ 310,812	\$ 233,465	\$ 191,384	\$ 61,554	\$ 64,188	\$ 248,350	\$ 456,519	\$ 752,313
Assigned	444,685	654,167	692,521	593,380	429,142	513,939	593,370	619,668	413,485	98,878
Unassigned	207,457	123,681	181,208	126,226	99,994	10,302	89,656		67,732	67,807
Total General Fund	\$ 1,166,539	\$ 1,279,865	\$ 1,184,541	\$ 953,071	\$ 720,520	\$ 585,795	\$ 747,214	\$ 868,018	\$ 937,736	\$ 918,998
All Other Governmental Funds:										
Unassigned / (Deficit)							\$ (97,197)			
Restricted	\$ 84,052	\$ 33,050	\$ 30,523	\$ 25,804		\$ 120,934		1,481,506	\$ 207,538	\$ 128,404
Committed	74,136	25,784					5,182			
Total All Other Governmental Funds	\$ 158,188	\$ 58,834	\$ 30,523	\$ 25,804	\$ -0-	\$ 120,934	\$ (92,015)	\$ 1,481,506	\$ 207,538	\$ 128,404

Source: School District Financial Reports

GREEN TOWNSHIP SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

UNAUDITED

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Revenues:</b>										
Tax Levy	\$ 7,979,788	\$ 8,067,934	\$ 8,252,062	\$ 8,433,655	\$ 8,812,380	\$ 9,289,263	\$ 9,719,449	\$ 9,831,840	\$ 9,566,114	\$ 9,559,453
Tuition Charges			3,793							
Transportation Charges				2,480	2,178	371				
Miscellaneous	27,907	114,073	66,178	71,990	49,969	90,194	120,384	54,323	95,526	109,853
State Sources	2,433,283	2,471,968	2,681,186	2,994,215	3,012,438	3,338,465	3,508,252	3,800,025	3,921,979	4,138,197
Federal Sources	312,870	309,720	228,778	220,051	187,511	203,173	202,854	197,146	227,945	222,770
<b>Total Revenue</b>	<b>10,753,848</b>	<b>10,963,695</b>	<b>11,231,997</b>	<b>11,722,391</b>	<b>12,064,476</b>	<b>12,921,466</b>	<b>13,550,939</b>	<b>13,883,334</b>	<b>13,811,564</b>	<b>14,030,273</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	2,253,974	2,609,301	2,435,338	2,574,341	2,539,706	2,644,071	2,783,974	2,916,164	2,881,181	2,960,381
Special Education Instruction	918,532	660,817	742,214	735,824	749,456	713,168	720,057	707,830	600,805	644,675
Other Special Instruction	1,03,459	170,662	275,452	303,628	236,640	286,236	278,500	316,312	235,656	318,481
Other Instruction	29,502	42,496	40,231	51,232	49,126	52,747	54,262	56,692	50,274	70,064
<b>Support Services:</b>										
Tuition	2,734,597	2,574,660	2,705,287	3,238,432	3,670,664	4,184,839	3,916,892	3,768,725	3,936,076	4,034,337
Student and Instruction Related Services	745,310	753,224	725,884	676,688	706,744	675,361	782,674	737,877	815,782	828,675
General Administrative Services	212,161	220,515	209,576	225,958	322,009	356,225	359,787	388,758	446,994	394,120
School Administrative Services	186,734	184,185	175,446	181,294	107,107	110,461	113,960	108,082	108,688	92,616
Central Services	171,873	179,394	182,221	181,684	183,188	193,135	197,459	206,933	209,450	211,957
Administration Information Technology	17,834	22,852	32,520	24,460	35,937	23,160	48,067	19,478	20,115	36,725
Plant Operations and Maintenance	573,773	691,774	601,675	582,903	654,554	661,981	667,164	769,546	937,819	821,210
Pupil Transportation	546,704	570,725	627,291	648,855	568,095	526,985	531,185	527,513	609,645	641,534
Unallocated Benefits	1,526,250	1,482,794	1,785,432	1,684,624	1,796,711	1,926,758	2,121,887	2,387,890	2,556,070	2,678,367
<b>Debt Service:</b>										
Principal	445,000	505,000	495,000	515,000	540,000	560,000	615,000	615,000	170,000	120,000
Interest and Other Charges	190,283	108,081	124,611	109,376	93,486	71,841	52,936	28,634	53,945	52,606
Capital Outlay	164,320	134,317	167,605	193,915	45,706	63,475	326,974	262,059	1,359,916	192,546
Transfer of Funds to Charter Schools	42,616	38,926	29,849	30,366	23,702	30,614	31,614	30,593	23,398	24,901
<b>Total Expenditures</b>	<b>10,862,922</b>	<b>10,949,723</b>	<b>11,355,632</b>	<b>11,958,580</b>	<b>12,322,831</b>	<b>13,081,057</b>	<b>13,602,392</b>	<b>13,848,086</b>	<b>15,015,814</b>	<b>14,123,195</b>
<b>Excess (Deficiency) of revenues over (under) expenditures</b>	<b>(109,074)</b>	<b>13,972</b>	<b>(123,635)</b>	<b>(236,189)</b>	<b>(258,355)</b>	<b>(159,591)</b>	<b>(51,453)</b>	<b>35,248</b>	<b>(1,204,250)</b>	<b>(92,922)</b>

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

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Other Financing sources (uses)										
Proceeds from Bonds						\$ 145,800		\$ 1,659,000		
Bonds Defeased		\$ 3,055,000								
Refunded Bonds Issued		(3,055,000)								
Bond Costs		82,838								
Bond Premium		(221,080)								
Deferred Amount on Refunding		138,242								
Capital Contribution - Food Service Fund			\$ 25,804					577	\$ 232,839	(4,950)
Transfers in	\$ 147,000		(25,804)					(577)	(232,839)	
Transfers out	(147,000)					145,800		1,659,000		(4,950)
Total other financing sources (uses)	\$ (109,074)	\$ 13,972	\$ (123,635)	\$ (236,189)	\$ (258,355)	\$ (13,791)	\$ (51,453)	\$ 1,694,248	\$ (1,204,250)	\$ (97,872)
Net Change in Fund Balances										
Debt Service as a Percentage of Noncapital Expenditures	5.94 %	5.67 %	5.54 %	5.31 %	5.16 %	4.85 %	5.03 %	4.74 %	1.64 %	1.24 %

Source: School District Financial Reports

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

Fiscal Year	Tuition	Transportation	Interest on Investments	Rental Income	Prior Year Refunds	Miscellaneous	Total
2011			\$ 3,632			\$ 15,845	\$ 19,477
2012			2,109		\$ 442	105,236	107,787
2013	\$ 3,793		1,938		3,500	60,720	69,951
2014		\$ 2,480	1,836	\$ 25,000		45,154	74,470
2015		2,178	2,368	19,840	2,851	24,910	52,147
2016		371	1,966	35,000	596	52,590	90,523
2017			8,810	40,000	2,502	9,037	60,349
2018			9,647	25,000		19,099	53,746
2019			16,220	30,000	3,667	41,708	91,595
2020			11,879			97,974	109,853

Source: Green Township School District records

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

Year Ended December 31,	Vacant Land	Residential	Farm Regular	Qualified Farm	Commercial	Industrial	Total Assessed Value	Tax-Exempt Property	Public Utilities <sup>a</sup>	Net Valuation Taxable	Total Direct School Tax Rate <sup>b</sup>	Estimated Actual (County Equalized Value)
2010	\$ 10,607,200	\$ 475,641,700	\$ 40,357,100	\$ 1,653,200	\$ 17,598,100	\$ 8,587,100	\$ 554,444,400	\$ 44,125,900	\$ 691,024	\$ 555,135,424	\$ 1.42	\$ 569,716,075
2011	9,950,100	472,382,900	43,173,500	1,653,400	19,317,700	8,587,100	555,064,700	44,424,000	633,063	555,697,763	1.45	544,502,374
2012	9,708,800	472,928,000	42,179,500	1,648,200	19,782,700	8,587,100	554,834,300	44,177,600	660,983	555,495,283	1.46	509,667,498
2013	* 5,752,000	353,640,700	32,591,400	1,630,300	17,180,500	7,771,100	418,566,000	40,754,200	616,930	419,182,930	1.99	445,936,535
2014	5,176,300	355,526,900	31,275,000	1,633,100	16,341,000	7,771,100	417,723,400	41,079,900	476,549	418,199,949	2.06	464,134,730
2015	5,175,900	357,107,400	30,861,700	1,590,400	16,341,000	7,150,000	418,226,400	41,034,500	476,549	418,702,949	2.16	465,554,626
2016	4,561,300	359,110,900	30,869,300	1,592,600	16,341,000	7,150,000	419,625,100	41,176,400	476,549	420,101,649	2.26	454,977,399
2017	4,437,400	360,624,500	30,542,700	1,570,900	16,066,900	7,150,000	420,392,400	42,552,200	-0-	420,392,400	2.33	464,335,551
2018	3,649,800	363,734,800	29,098,700	1,609,800	17,021,900	7,150,000	422,265,000	43,040,200	-0-	422,265,000	2.40	461,967,426
2019	3,155,000	366,194,900	28,813,000	1,618,000	17,449,300	7,150,000	424,380,200	43,430,000	-0-	424,380,200	2.40	470,410,160

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

<sup>a</sup> Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

<sup>b</sup> Tax rates are per \$100

\* Revaluation Year

Source: Municipal Tax Assessor



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

Year Ended December 31,	Green Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rate <sup>a</sup>	General Obligation Debt Service <sup>b</sup>	Total Direct	Green Township	Sussex County	
2010	\$ 1.308	\$ 0.110	\$ 1.418	\$ 0.463	\$ 0.414	\$ 2.295
2011	1.348	0.100	1.448	0.463	0.424	2.335
2012	1.357	0.105	1.462	0.463	0.425	2.350
2013	* 1.839	0.146	1.985	0.612	0.522	3.119
2014	1.915	0.146	2.061	0.612	0.580	3.254
2015	2.012	0.147	2.159	0.597	0.574	3.330
2016	2.103	0.155	2.258	0.612	0.598	3.468
2017	2.180	0.153	2.333	0.596	0.629	3.558
2018	2.352	0.049	2.401	0.610	0.636	3.647
2019	2.401	0.000	2.401	0.607	0.642	3.650

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.

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

<sup>b</sup> Rates for debt service are based on each year's requirements.

\* Revaluation Year.

Source: Municipal Tax Collector and School Business Administrator

GREEN TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAX PAYERS  
LAST YEAR AND NINE YEARS AGO  
UNAUDITED

<u>Taxpayer</u>	2019	
	<u>Taxable Assessed Value</u>	<u>% of Total District Net Assessed Value</u>
Individual Taxpayer #1	\$ 7,150,400	1.69 %
Reilly Realty, LLC	3,498,700	0.83 %
Sonick Realty, LLC	1,996,900	0.47 %
Brighton Realty	1,738,500	0.41 %
TAB Microfilm Services, Inc	1,703,900	0.40 %
Pequest Road, LLC	1,527,500	0.36 %
Individual Taxpayer #2	1,273,400	0.30 %
Individual Taxpayer #3	1,031,500	0.24 %
Individual Taxpayer #4	972,800	0.23 %
Individual Taxpayer #5	946,100	0.22 %
Total	<u>\$ 21,839,700</u>	<u>5.15 %</u>

<u>Taxpayer</u>	2010	
	<u>Taxable Assessed Value</u>	<u>% of Total District Net Assessed Value</u>
Individual Taxpayer #1	\$ 8,587,400	1.58 %
Forest Knoll, LLC	4,530,300	0.83 %
Reilly Realty, LLC	4,031,000	0.74 %
TAB Microfilm Services, Inc.	2,008,600	0.37 %
Brighton Realty	1,990,900	0.37 %
Sohick Realty, LLC	1,719,600	0.32 %
Individual Taxpayer #2	1,700,000	0.31 %
Individual Taxpayer #3	1,518,100	0.28 %
Individual Taxpayer #4	1,373,700	0.25 %
Individual Taxpayer #5	1,320,900	0.24 %
Total	<u>\$ 28,780,500</u>	<u>5.29 %</u>

Note: Individual taxpayers may be different in 2019 and 2010.

Source: Municipal Tax Assessor

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

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2011	\$ 7,979,788	\$ 7,979,788	100.00 %	\$ -0-
2012	8,067,934	8,067,934	100.00 %	-0-
2013	8,252,062	8,252,062	100.00 %	-0-
2014	8,433,655	8,433,655	100.00 %	-0-
2015	8,812,380	8,812,380	100.00 %	-0-
2016	9,289,263	9,289,263	100.00 %	-0-
2017	9,719,449	9,719,449	100.00 %	-0-
2018	9,831,840	9,831,840	100.00 %	-0-
2019	9,566,114	9,566,114	100.00 %	-0-
2020	9,559,453	9,559,453	100.00 %	-0-

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

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

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

Fiscal Year Ended June 30,	Governmental Activities General Obligation Bonds	Capital Leases	Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
2011	\$ 3,846,000	\$ 36,593	\$ 3,882,593	2.20 %	\$ 1,080
2012	3,341,000	25,031	3,366,031	1.86 %	943
2013	2,846,000	12,186	2,858,186	1.57 %	805
2014	2,331,000	-0-	2,331,000	1.23 %	661
2015	1,791,000	-0-	1,791,000	0.92 %	512
2016	1,376,800	-0-	1,376,800	0.70 %	395
2017	761,800	57,000	818,800	0.40 %	235
2018	1,805,800	48,710	1,854,510	0.86 %	533
2019	1,635,800	32,951	1,668,751	0.78 %	481
2020	1,515,800	16,719	1,532,519	0.71 %	441

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

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

Source: School District Financial Reports

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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2011	\$ 3,846,000	\$ -0-	\$ 3,846,000	0.69 %	\$ 1,070
2012	3,341,000	-0-	3,341,000	0.60 %	936
2013	2,846,000	-0-	2,846,000	0.51 %	801
2014	2,331,000	-0-	2,331,000	0.56 %	661
2015	1,791,000	-0-	1,791,000	0.43 %	512
2016	1,376,800	-0-	1,376,800	0.33 %	395
2017	761,800	-0-	761,800	0.18 %	219
2018	1,805,800	-0-	1,805,800	0.43 %	519
2019	1,635,800	-0-	1,635,800	0.39 %	471
2020	1,515,800	-0-	1,515,800	0.36 %	436

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

<sup>a</sup> See J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

<sup>b</sup> Population data can be found in J-14. This ratio is calculated using valuation data for the prior calendar year.

Source: School District Financial Reports

GREEN TOWNSHIP 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 <sup>a</sup></u>	<u>Estimated Share of Overlapping Debt</u>
Debt Repaid with Property Taxes			
Green Township	\$ 2,076,053	100.00 %	\$ 2,076,053
Sussex County General Obligation Debt	99,441,765	2.59 %	<u>2,571,272</u>
Subtotal, Overlapping Debt			4,647,325
Green Township School District Direct Debt			<u>1,515,800</u>
Total Direct and Overlapping Debt			<u><u>\$ 6,163,125</u></u>

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 Green. 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.

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

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

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

Legal Debt Margin Calculation for Fiscal Year 2020

	Equalized Valuation Basis
	2019     \$ 463,600,830
	2018            467,314,077
	2017            459,144,168
	\$1,390,059,075
Average Equalized Valuation of Taxable Property	\$ 463,353,025
Debt Limit (3% of Average Equalization Value)	\$ 13,900,591 <sup>a</sup>
Net Bonded School Debt	1,515,800
Legal Debt Margin	\$ 12,384,791

	Fiscal Year				
	2011	2012	2013	2014	2015
Debt Limit	\$ 16,767,216	\$ 16,161,230	\$ 15,189,093	\$ 14,569,398	\$ 14,142,720
Total Net Debt Applicable to Limit	3,846,000	3,341,000	2,846,000	2,331,000	1,791,000
Legal Debt Margin	\$ 12,921,216	\$ 12,820,230	\$ 12,343,093	\$ 12,238,398	\$ 12,351,720
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	22.94 %	20.67 %	18.74 %	16.00 %	12.66 %

	Fiscal Year				
	2016	2017	2018	2019	2020
Debt Limit	\$ 14,058,276	\$ 13,794,658	\$ 13,809,911	\$ 13,891,620	\$ 13,900,591
Total Net Debt Applicable to Limit	1,376,800	761,800	1,805,800	1,635,800	1,515,800
Legal Debt Margin	\$ 12,681,476	\$ 13,032,858	\$ 12,004,111	\$ 12,255,820	\$ 12,384,791
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	9.79 %	5.52 %	13.08 %	11.78 %	10.90 %

<sup>a</sup> Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts

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

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

Year Ended	Population <sup>a</sup>	Per Capita Personal Income <sup>b</sup>	Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2011	3,595	\$ 49,072	\$ 176,413,840	8.10 %
2012	3,570	50,809	181,388,130	8.00 %
2013	3,551	51,392	182,492,992	5.60 %
2014	3,526	53,709	189,377,934	5.70 %
2015	3,499	55,528	194,292,472	4.20 %
2016	3,485	56,711	197,637,835	4.30 %
2017	3,482	59,193	206,110,026	4.00 %
2018	3,479	61,757	214,852,603	3.60 %
2019	3,471	61,757 **	214,358,547 ***	3.40 %
2020	3,476 *	61,757 **	214,667,332 ***	N/A

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

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

\*\*\* - Latest Sussex County personal income (2019) was used for calculation purposes.

N/A - Information unavailable.

Source:

- <sup>a</sup> Population information provided by the US Bureau of the Census, Population Division
- <sup>b</sup> Per Capita Personal Income provided by the NJ Dept of Labor and Workforce Development
- <sup>c</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented
- <sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development



GREEN TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS - COUNTY OF SUSSEX  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

	2019		2010		Percentage of Total Employment	
	Employer	Employees	Percentage of Total Employment	Employer		Employees
Selective Insurance Group Inc.		1,000-4,999	1.43%-7.17%	Crystal Springs Golf and Spa Resort	2,000	2.61%
Crystal Springs Resort		1,000-4,999	1.43%-7.17%	Newton Memorial Hospital	1,490	1.94%
Newton Medical Center		500-999	0.72%-1.43%	Selective Insurance	900	1.17%
Sussex County Offices		500-999	0.72%-1.43%	County of Sussex	830	1.08%
Thortlabs		500-999	0.72%-1.43%	Mountain Creek Resort	800	1.04%
Mountain Creek Resort		500-999	0.72%-1.43%	Shop Rite (Ronetco)	697	0.91%
Shop Rite		250-499	0.36%-0.72%	Ames Rubber Corp	445	0.58%
Sussex County Community College		250-499	0.36%-0.72%	Walmart	412	0.54%
United Methodist Community Bristol Glen		250-499	0.36%-0.72%	Andover Subacute & Rehab Center	300	0.39%
Andover Subacute & Rehab Center		100-249	0.14%-0.36%	Sussex County Community College	300	0.39%
Total		<u>4,850-15,740</u>	<u>6.79%-22.04%</u>		<u>8,174</u>	<u>10.66%</u>
Total Employment		<u>71,425</u>		Total Employment	<u>76,713</u>	

Source: Sussex County Area Chamber of Commerce

GREEN TOWNSHIP 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										
Regular	33.6	35.4	34.7	34.7	36.2	36.0	38.4	39.0	36.2	36.2
Special Education	4.4	8.2	8.3	8.3	8.2	8.0	7.9	5.9	6.4	6.4
Support Services:										
Student & Instruction Related Services	15.9	15.5	17.8	16.8	19.8	15.3	15.0	11.9	11.7	11.7
School Administrative Services	3.0	1.0	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
General Administrative Services	1.5	2.0	1.5	1.5	1.0	1.0	1.0	1.0	1.0	1.0
Plant Operations and Maintenance	4.5	5.1	5.0	5.0	5.2	5.2	5.2	6.0	5.6	5.6
Pupil Transportation	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Business and Other Support Services	3.0	4.6	4.6	4.6	4.4	4.4	4.4	4.4	4.5	4.5
Enterprise Fund	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
<b>Total</b>	<b>66.9</b>	<b>72.8</b>	<b>74.4</b>	<b>73.4</b>	<b>77.3</b>	<b>72.4</b>	<b>74.4</b>	<b>70.7</b>	<b>67.9</b>	<b>67.9</b>

Source: District Personnel Records

GREEN TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil <sup>d</sup>	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Elementary				
2011	493	\$ 10,063,319	\$ 20,412	3.15 %	42	1:12	490	471	-0.20 %	96.12 %	
2012	481	10,202,325	21,211	3.91 %	42	1:11	475	459	-3.06 %	96.63 %	
2013	489	10,568,416	21,612	1.89 %	40	1:12	484	465	1.91 %	96.15 %	
2014	478	11,140,289	23,306	7.84 %	41	1:12	481	464	-0.63 %	96.51 %	
2015	473	11,643,639	24,617	5.62 %	43	1:11	466	449	-3.12 %	96.35 %	
2016	473	12,385,741	26,185	6.37 %	44	1:11	469	448	0.69 %	95.48 %	
2017	435	12,607,482	28,983	10.68 %	44	1:11	432	410	-7.93 %	94.91 %	
2018	409	12,942,393	31,644	9.18 %	44	1:11	409	408	-5.32 %	99.76 %	
2019	406	13,431,953	33,084	4.55 %	44	1:11	408	388	-0.26 %	95.12 %	
2020	406	13,758,043	33,887	2.43 %	44	1:11	401	389	-1.70 %	97.01 %	

Note: Enrollment based on annual October District count.

<sup>a</sup> Operating expenditures equal total expenditures less debt service and capital outlay.

<sup>b</sup> Teaching staff includes only full-time equivalents of certificated staff.

<sup>c</sup> Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

<sup>d</sup> The cost per pupil calculated above is the sum of operating expenditures divided by enrollment. This cost per pupil may be different from other cost per pupil calculations.

Source: Green Township School District records

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

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<u>District Buildings</u>										
Green Hills Elementary School (1964)										
Square Feet	106,501	106,501	106,501	106,501	106,501	106,501	106,501	106,501	106,501	106,501
Capacity (students)	713	713	713	713	713	713	713	713	713	713
Enrollment	493	481	489	478	473	473	435	409	406	406

Number of Schools at June 30, 2020  
 Elementary = 1

Note: Year of original construction is shown in parentheses. Enrollment is based on the annual October district count.

Source: Green Township School District Facilities Office

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

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

School Facilities	Fiscal Year Ended June 30,				
	2011	2012	2013	2014	2015
Green Hills Elementary School	\$ 47,850	\$ 78,375	\$ 45,686	\$ 82,118	\$ 60,506

School Facilities	Fiscal Year Ended June 30,				
	2016	2017	2018	2019	2020
Green Hills Elementary School	\$ 64,758	\$ 73,241	\$ 89,167	\$ 85,724	\$ 64,503

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

Source: Green Township School District records

GREEN TOWNSHIP SCHOOL DISTRICT  
INSURANCE SCHEDULE  
AS OF JUNE 30, 2020  
UNAUDITED

	<u>Coverage</u>		<u>Deductible</u>
School Alliance Insurance Fund (SAIF):			
Property - Blanket Building and Contents Including Boiler and Building and Personal Property	\$ 500,000,000		\$ 2,500
Inland Marine - Auto Physical Damage			1,000
General Liability including Auto, Employee Benefits Each Occurance	5,000,000		
General Aggregate	Agreed upon based on membership		
Product Completed Ops			
Personal Injury			
Fire Damage	2,500,000		
Medical Expenses	10,000		
(Excluding Students Taking Part in Athletics)			
Automobile Coverage			
Combined Single Limit			
Hired/Non Owned			
Environmental Impairment Liability	1,000,000/25,000,000	Fund Aggregate	10,000
First Party Cleanup	100,000	Fungi & Legionella	100,000
Crime Coverage	50,000	Inside/Outside	1,000
Blanket Dishonesty Bond	500,000		1,000
Boiler and Machinery	100,000,000		2,500
Excess Liability (AL/GL)	5,000,000		
School Board Legal	5,000,000/5,000,000		5,000
Workers' Compensation	Statutory		
Employer's Liability	5,000,000		
Supplemental Indemnity	Statutory		
Bond for School Business Administrator	250,000	Selective Insurance	
Bond for Treasurer of School Monies	250,000	Selective Insurance	
Student Accident	Bollinger Voluntary Coverage Only 5,000,000		

Source: Township of Green School District records.

SINGLE AUDIT SECTION

200 Valley Road, Suite 300  
Mt. Arlington, NJ 07856  
973.298.8500

11 Lawrence Road  
Newton, NJ 07860  
973.383.6699

[nisivoccia.com](http://nisivoccia.com)

Independent Member  
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*

Independent Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department", the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Green Township School District, in the County of Sussex (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 14, 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  
Green Township School District  
Page 2

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District’s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 14, 2020  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Man C Lee*  
\_\_\_\_\_  
Man C. Lee  
Licensed Public School Accountant #2527  
Certified Public Accountant

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  
Green Township School District  
County of Sussex, New Jersey

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

We have audited the Board of Education of the Green Township School District's (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  
Green Township 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 14, 2020  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Man C Lee*

---

Man C. Lee  
Licensed Public School Accountant #2527  
Certified Public Accountant

**GREEN TOWNSHIP SCHOOL DISTRICT**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Federal Grantor/Pass Through Grantor Program Title/Cluster Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2019		Cash Received	Budgetary Expenditures	Adjustment	Balance at June 30, 2020		
					Budgetary Accounts Receivable	Budgetary Unearned Revenue				Budgetary Accounts Receivable	Budgetary Unearned Revenue	
U.S. Department of Education Passed-through State Department of Education:												
Special Revenue Fund:												
Special Education Cluster:												
I.D.E.A. Part B, Basic	84.027	IDEA180020	7/1/19-9/30/20	\$ 116,968			\$ 116,968	\$ (116,968)				
I.D.E.A. Part B, Preschool	84.173	IDEA180019	7/1/18-9/30/19	4,626	\$ (364)	364						
I.D.E.A. Part B, Preschool	84.173	IDEA180020	7/1/19-9/30/20	4,634		4,634	(4,634)					
Total Special Education Cluster					(364)	121,966	(121,602)					
Elementary and Secondary Education Act:												
Title I	84.010	ESSA180020	7/1/19-9/30/20	40,917		20,927	(27,155)		\$ (6,228)			
Title I	84.010	ESSA180019	7/1/18-9/30/19	37,940		37,940						
Title II, Part A	84.367	ESSA180020	7/1/19-9/30/20	11,426		58,867	(27,155)			\$ 519		
Title II, Part A	84.367	ESSA180019	7/1/18-9/30/19	14,623		11,509	(10,990)					
Title IV	84.424	ESSA180020	7/1/19-9/30/20	10,000		5,831	(10,990)			519		
Title IV	84.424	ESSA180019	7/1/18-9/30/19	14,918		6,986	(6,986)					
Small Rural Education Achievement Program	84.358	S358A115808	7/1/19-6/30/20	35,187		9,054		\$ 2,932				
CARES Emergency Relief	84.425	CARES-1800-20	3/13/20-9/30/22	31,828		16,040	(6,986)					
Total U.S. Department of Education / Special Revenue Fund					(56,121)	249,400	(219,939)	2,932	(18,019)	(24,247)	519	
U.S. Department of Agriculture:												
Passed-through State Department of Agriculture:												
Child Nutrition Cluster:												
Food Distribution Program	10.555	N/A	7/1/19-6/30/20	5,341		5,341	(553)				4,788	
Food Distribution Program	10.555	N/A	7/1/18-6/30/19	5,412		2,827	(2,827)					
National School Lunch Program	10.555	N/A	7/1/19-6/30/20	9,034		9,034	(9,034)					
National School Lunch Program	10.555	N/A	7/1/18-6/30/19	12,017	(856)	856						
COVID-19 - Seamless Summer Option	10.555	N/A	3/1/20-6/30/20	1,994		856	(1,994)			(1,138)		
Total Child Nutrition Cluster					(856)	16,087	(14,408)			(1,138)	4,788	
Total U.S. Department of Agriculture					(856)	16,087	(14,408)			(1,138)	4,788	
Total Federal Awards					(56,977)	265,487	(234,347)	2,932	(18,019)	(25,385)	5,307	
											\$ -0-	

N/A - Not Applicable

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

GREEN TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL 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		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2020		MEMO	
				Budgetary Accounts Receivable	Due to Grantor				GAAP Accounts Receivable	Due to Grantor	Budgetary Accounts Receivable	Cumulative Total Expenditures
New Jersey Department of Education												
General Fund:												
Special Education												
Categorical Aid	20-495-034-5120-089	7/1/19 - 6/30/20	\$ 424,190			\$ 382,627	\$ (424,190)			\$ (41,563)	\$ 424,190	
Equalization Aid	20-495-034-5120-078	7/1/19 - 6/30/20	756,693			682,550	(756,693)			(74,143)	756,693	
Security Aid	20-495-034-5120-084	7/1/19 - 6/30/20	50,903			45,915	(50,903)			(4,988)	50,903	
Adjustment Aid	20-495-034-5120-085	7/1/19 - 6/30/20	421,916			380,575	(421,916)			(41,341)	421,916	
Transportation Aid	20-495-035-5120-014	7/1/19 - 6/30/20	403,787			364,223	(403,787)			(39,564)	403,787	
School Choice Aid	20-495-034-5120-068	7/1/19 - 6/30/20	598,365			539,735	(598,365)			(58,630)	598,365	
Nonpublic Transportation Aid	20-495-035-5120-014	7/1/19 - 6/30/20	7,125				(7,125)		\$ (7,125)	(7,125)	7,125	
Extraordinary Special Education Aid	20-495-034-5120-044	7/1/19 - 6/30/20	70,911				(70,911)		(70,911)	(70,911)	70,911	
Reimbursed TPAF Social Security Contributions	20-495-034-5094-003	7/1/19 - 6/30/20	258,578			258,578	(258,578)				258,578	
On-Behalf TPAF Post Retirement Medical Contributions	20-495-034-5094-001	7/1/19 - 6/30/20	285,175			285,175	(285,175)				285,175	
On-Behalf TPAF Pension Contributions	20-495-034-5094-002	7/1/19 - 6/30/20	755,170			755,170	(755,170)				755,170	
On-Behalf TPAF Non-Contributory Insurance	20-495-034-5094-004	7/1/19 - 6/30/20	13,536			13,536	(13,536)				13,536	
On-Behalf TPAF Long-Term Disability Insurance	20-495-034-5094-004	7/1/19 - 6/30/20	389			389	(389)				389	
Special Education Categorical Aid	19-495-034-5120-089	7/1/18 - 6/30/19	424,190	\$ (41,482)		41,482					424,190	
Equalization Aid	19-495-034-5120-078	7/1/18 - 6/30/19	752,578	(73,596)		73,596					752,578	
Security Aid	19-495-034-5120-084	7/1/18 - 6/30/19	50,903	(4,978)		4,978					50,903	
Adjustment Aid	19-495-034-5120-085	7/1/18 - 6/30/19	421,916	(41,260)		41,260					421,916	
Transportation Aid	19-495-035-5120-014	7/1/18 - 6/30/19	403,787	(39,487)		39,487					403,787	
School Choice Aid	19-495-034-5120-068	7/1/18 - 6/30/19	576,240	(56,352)		56,352					576,240	
Additional Nonpublic Transportation Aid	19-495-035-5120-014	7/1/18 - 6/30/19	11,261	(11,261)							11,261	
Extraordinary Special Education Aid	19-495-034-5120-044	7/1/18 - 6/30/19	63,626	(63,626)		63,626					63,626	
Reimbursed TPAF Social Security Contributions	19-495-034-5094-003	7/1/18 - 6/30/19	256,720	(25,447)		25,447					256,720	
Total General Fund State Aid				(357,489)		4,065,962	(4,046,738)		(78,036)	(338,265)	7,007,959	
Special Revenue Fund:												
New Jersey Nonpublic Aid:												
Technology	20-100-034-5120-373	7/1/19 - 6/30/20	252			252				\$ 252		
Nursing Services	20-100-034-5120-070	7/1/19 - 6/30/20	679			679	(332)			347		
Textbook	20-100-034-5120-064	7/1/19 - 6/30/20	369			369				369		
Security	20-100-034-5120-509	7/1/19 - 6/30/20	1,050			1,050				1,050		
Nonpublic Handicapped Services:												
Examination & Classification	20-100-034-5120-066	7/1/19 - 6/30/20	2,971			2,673	(729)		(298)	2,971	(298)	
Supplementary Instruction	20-100-034-5120-066	7/1/19 - 6/30/20	809			729			(80)	80	(80)	
Nonpublic Auxiliary Services:												
Compensatory Education	20-100-034-5120-067	7/1/19 - 6/30/20	3,245			2,921			(324)	3,245	(324)	
New Jersey Nonpublic Aid:												
Technology	19-100-034-5120-373	7/1/18 - 6/30/19	396					\$ (396)				
Nursing Services	19-100-034-5120-070	7/1/18 - 6/30/19	1,067			386		(386)				
Textbook	19-100-034-5120-064	7/1/18 - 6/30/19	587			587				(587)		
Security	19-100-034-5120-509	7/1/18 - 6/30/19	1,650			1,650		(1,650)				
Nonpublic Handicapped Services:												
Compensatory Education	19-100-034-5120-067	7/1/18 - 6/30/19	2,538					(2,538)				
English as a Second Language	19-100-034-5120-067	7/1/18 - 6/30/19	2,588			2,588		(2,588)				
Total Special Revenue Fund State Aid				8,145		8,673	(1,061)	(8,145)	(702)	8,314	(702)	1,742

GREEN TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL 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		Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Balance at June 30, 2020		MEMO	
				Budgetary Accounts Receivable	Due to Grantor				GAAP Accounts Receivable	Due to Grantor		
New Jersey Department of Education Debt Service Fund: Debt Service Aid - State Support	20-100-034-5120-125	7/1/19 - 6/30/20	\$ 93,472			\$ 93,472	\$ (93,472)				\$ 93,472	
Total Debt Service Fund						93,472	(93,472)				93,472	
Enterprise Fund: State School Lunch Program	20-100-010-3350-023	7/1/19 - 6/30/20	492			492	(492)				492	
State School Lunch Program	19-100-010-3350-023	7/1/18 - 6/30/19	830	\$ (53)		53					830	
COVID-19 Seamless Summer Option	20-100-010-3350-023	3/1/20 - 6/30/20	32			14	(32)		\$ (18)		32	
Total Enterprise Fund				(53)		559	(524)		(18)		1,354	
Total State Awards Subject to Single Audit Determination				\$ (357,542)	\$ 8,145	\$ 4,168,666	\$ (4,141,795)	\$ (8,145)	\$ (78,756)	\$ 8,314	\$ (338,985)	\$ 7,104,527
Less: State Awards Not Subject to Single Audit Major Program Determination												
On-Behalf TPAF Pension System Contributions:												
On-Behalf TPAF Post Retirement Contributions	20-495-034-5094-001	7/1/19-6/30/20	(285,175)				285,175					
On-Behalf TPAF Pension Contributions	20-495-034-5094-002	7/1/19-6/30/20	(755,170)				755,170					
On-Behalf TPAF Non-Contributory Insurance	20-495-034-5094-004	7/1/19-6/30/20	(13,536)				13,536					
On-Behalf TPAF Long-Term Disability Insurance	20-495-034-5094-004	7/1/19-6/30/20	(389)				389					
Subtotal - On-Behalf TPAF Pension System Contributions							1,054,270					
Total State Awards Subject to Single Audit Major Program Determination							\$ (3,087,525)					

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

GREEN TOWNSHIP 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, Green Township 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 elected not to use the 10 percent minimus 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 in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes those payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$3,074) for the general fund and \$2,831 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. Awards and financial assistance revenue are reported on the Board’s basic financial statements on a GAAP basis as on the following page:

GREEN TOWNSHIP 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		\$ 4,043,664	\$ 4,043,664
Special Revenue Fund	\$ 222,770	1,061	223,831
Debt Service Fund		93,472	93,472
Enterprise Fund	14,408	524	14,932
Total Financial Awards	<u>\$ 237,178</u>	<u>\$ 4,138,721</u>	<u>\$ 4,375,899</u>

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

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



GREEN TOWNSHIP 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 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 was not subject to the single audit provisions of the Uniform Guidance for fiscal year end June 30, 2020 as federal grant expenditures were less than the single audit threshold of \$750,000 identified in the Uniform Guidance.
- The District's programs tested as major state programs for the current fiscal year consisted of the following state aid:

<u>General Fund State Aid:</u>	<u>State Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>State:</u>				
Reimbursed TPAF				
Social Security Contributions	495-034-5094-003	7/1/19 - 6/30/20	\$ 258,578	\$ 258,578
Transportation Aid	495-034-5120-014	7/1/19 - 6/30/20	403,787	403,787

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

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

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 2 CFR 200.516(a) of the Uniform Guidance or NJ OMB 15-08.

GREEN TOWNSHIP SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2020

Status of Prior Year Findings:

There were no findings or questioned costs for the year ended June 30, 2019.