

**OGDENSBURG BOROUGH  
SCHOOL DISTRICT**

**Ogdensburg Borough Board of Education  
Ogdensburg, New Jersey**

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

**Comprehensive Annual  
Financial Report**

**of the**

**OGDENSBURG BOROUGH SCHOOL DISTRICT**

**Ogdensburg, New Jersey**

**For the Fiscal Year Ended June 30, 2020**

**Prepared by**

**Ogdensburg Borough Board of Education  
Finance Department**

OGDENSBURG BOROUGH BOARD OF EDUCATION  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2020

INTRODUCTORY SECTION (Unaudited)

Letter of Transmittal .....	1
Organizational Chart.....	5
Roster of Officials .....	6
Consultants and Advisors .....	7

FINANCIAL SECTION ..... 8

Independent Auditors' Report .....	9
------------------------------------	---

Required Supplementary Information .....	12
Management's Discussion and Analysis.....	13

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 Balances – Governmental Funds .....	27
B-3 Reconciliation of the Statement of Revenue, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	28
B-4 Statement of Net Position – Proprietary Funds .....	29
B-5 Statement of Revenue, Expenses and Changes in Fund Net Position – Proprietary Funds .....	30
B-6 Statement of Cash Flows – Proprietary Funds .....	31
B-7 Statement of Fiduciary Net Position – Fiduciary Funds.....	32
B-8 Statement of Changes in Fiduciary Net Position – Fiduciary Funds.....	33

Notes to the Basic Financial Statements.....	34
--	----

Required Supplementary Schedules .....	75
--	----

L. Schedules Related to Accounting and Reporting for Pensions and Postemployment Benefits Other than Pensions.....	76
L-1 Schedule of District's Proportionate Share of the Net Pension Liability- Public Employees Retirement System .....	76
L-2 Schedule of District Contributions – Public Employees Retirement System.....	77
L-3 Schedule of State's Proportionate Share of the Net Pension Liability Associated with the District – Teachers' Pension and Annuity Fund.....	78
L-4 Schedule of State Contributions – Teachers' Pension and Annuity Fund.....	79
L-5 Schedule of Changes in the State's Proportionate Share of the Total OPEB Liability Associated with the District and Related Ratios .....	80
Notes to Required Supplementary Information .....	81

OGDENSBURG BOROUGH BOARD OF EDUCATION  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

FINANCIAL SECTION (Cont'd)

C. Budgetary Comparison Schedules .....	84
C-1 Budgetary Comparison Schedule – General Fund .....	85
C-2 Budgetary Comparison Schedule – Special Revenue Fund .....	98
C-3 Budgetary Comparison Schedule – Note to RSI .....	99

Other Supplementary Schedules (D.-I.)

D. School Level Schedules (Not Applicable) .....	101
E. Special Revenue Fund.....	102
E-1 Combining Schedule of Revenue and Expenditures Special Revenue Fund .....	103
E-2 Preschool Education Aid Schedule of Expenditures – Budgetary Basis.....	104
F. Capital Projects Fund (Not Applicable).....	105
G. Proprietary Funds.....	106
Food Service Enterprise Fund:	
G-1 Statement of Net Position.....	107
G-2 Statement of Revenue, Expenses and Changes in Fund Net Position .....	108
G-3 Statement of Cash Flows.....	109
H. Fiduciary Funds.....	110
H-1 Combining Statement of Net Position.....	111
H-2 Combining Statement of Changes in Net Position .....	112
H-3 Student Activity Agency Fund Schedule of Receipts and Disbursements.....	113
H-4 Payroll Agency Fund Schedule of Receipts and Disbursements.....	114
I. Long-Term Debt.....	115
I-1 Statement of Serial Bonds (Not Applicable)	
I-2 Schedule of Obligations Under Capital Leases .....	116
I-3 Debt Service Fund Budgetary Comparison Schedule (Not Applicable)	
I-4 Schedule of Loans Payable (Not Applicable)	
J. STATISTICAL SECTION (Unaudited) .....	117
J-1 Net Position by Component .....	118
J-2 Changes in Net Position .....	119
J-3 Fund Balances - Governmental Funds .....	122
J-4 Changes in Fund Balances - Governmental Funds.....	123
J-5 General Fund Other Local Revenue by Source .....	125
J-6 Assessed Value and Actual Value of Taxable Property .....	126
J-7 Direct and Overlapping Property Tax Rates .....	127
J-8 Principal Property Taxpayers, Current Year and Nine Years Ago.....	128
J-9 Property Tax Levies and Collections .....	129
J-10 Ratios of Outstanding Debt by Type .....	130
J-11 Ratios of Net General Bonded Debt Outstanding .....	131
J-12 Ratios of Overlapping Governmental Activities Debt .....	132
J-13 Legal Debt Margin Information .....	133
J-14 Demographic and Economic Statistics.....	134
J-15 Principal Employers – County of Sussex, Current Year and Nine Years Ago.....	135

OGDENSBURG BOROUGH BOARD OF EDUCATION  
TABLE OF CONTENTS  
FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

J. STATISTICAL SECTION (Unaudited) (Cont'd)

J-16	Full-time Equivalent District Employees by Function/Program .....	136
J-17	Operating Statistics.....	137
J-18	School Building Information.....	138
J-19	Schedule of Allowable Maintenance.....	139
J-20	Insurance Schedule.....	140

K. SINGLE AUDIT SECTION ..... 141

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> .....	142
K-2	Independent Auditors' Report on Compliance for Each Major State Program; Report on Internal Control over Compliance .....	144
K-3	Schedule of Expenditures of Federal Awards .....	146
K-4	Schedule of Expenditures of State Awards .....	147
K-5	Notes to Schedules of Expenditures of Federal and State Awards.....	148
K-6	Schedule of Findings and Questioned Costs .....	150
K-7	Summary Schedule of Prior Audit Findings .....	152

INTRODUCTORY SECTION  
(UNAUDITED)

# OGDENSBURG BOROUGH BOARD OF EDUCATION

100 Main Street  
Ogdensburg NJ 07439  
obboe.org

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**David Astor**  
Superintendent/Principal  
(973) 827-7126 voice

**Richard Rennie**  
Business Administrator/Board Secretary  
(973) 827-2643 fax

November 20, 2020

The Honorable President and  
Members of the Board of Education  
of the Ogdensburg Borough School District  
County of Sussex  
Ogdensburg, New Jersey 07439

Dear Honorable President and Board Members:

The Comprehensive Annual Financial Report of the Ogdensburg Borough 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 Ogdensburg Borough School District (the "District"). 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, 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 economic and demographic information, financial trends and the fiscal capacity of the District, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") 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 the internal control and compliance with applicable laws, regulations, contracts and grants along with findings and questioned costs, are included in the single audit section of this report.

1. **REPORTING ENTITY AND ITS SERVICES:** Ogdensburg Borough School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) Codification Section 2100. All funds of the District are included in this report. The Ogdensburg Borough Board of Education and its school constitute the District's reporting entity.

The District continues to provide a full range of educational services appropriate to grade levels Preschool through Grade 8. These include regular, as well as, special education for special needs students and an extended school year.

The District completed the 2019/2020 school year with an average daily enrollment of 256 students; 21 students more than the prior year. Our enrollment for September 2020 is projected to increase. Incoming kindergarten enrollment is projected at 23 students.

The District continued to upgrade technology during the 2019/2020 school year purchasing more Chromebooks and teacher laptops for the school. Each student in grades 3rd-8th has a Chromebook.

2. ECONOMIC CONDITONS AND OUTLOOK: The Ogdensburg Elementary School is located in the Borough of Ogdensburg, New Jersey, on the Wallkill River in Sussex County, 53.4 miles from New York City. Land area covers 2.28 miles at an elevation of 693 feet. The community is named after Robert Ogden, a distiller and mine owner. The zinc mine closed in 1986, which curtailed the Borough's economic potential.

The programs and services afforded to the Ogdensburg community are implemented based on community need and input. The school is supported by an approximately \$5 million budget and provides educational programs for children attending preschool through eighth grade. High school age children attend Wallkill Valley Regional High School in nearby Hamburg, New Jersey.

The District also provides an extensive, supportive special services program. On average, the District supports approximately sixty students with special education needs. A multiple disabled program was developed to help students remain in district. The District currently has one student placed out of district with 2 students attending the local Charter School.

The District now has more than 20% of its population participating in the free or reduced lunch program. The District receives financial support from the State and Federal funded program. The students receive a free or reduced price for their meals.

Breakfast and lunch are available to the full student body. As a result of the District having over 20% of its students receiving free or reduced meals, a concerted effort will be made to increase participation on the school breakfast and lunch menus in the fall.

In the past the voters of the Borough of Ogdensburg have supported the school budget. The District has stayed under the 2% budget growth cap so voter approval of the budget is no longer required. However, there are many examples of the community supporting the School District. The relationship between the Borough and School is held in high regard and beneficial to both. Attendance by school families and community members at all events remain strong. The School has a standing room only audience when performing at holiday events, plays or concerts.

Every opportunity the Borough and school has to share resources or services such as snow removal, garbage/recycling services, playground maintenance, grounds equipment, etc. they do so. The Ogdensburg Police Department participated in the design and implementation of the District's emergency response system. Ties between the municipality and the school are strong.

3. MAJOR INITIATIVES: Student achievement is the driving force behind all educational decision-making. We believe our commitment to value-added instructional and technology-infused support is the prerequisite to evolutionary improvements.

All classrooms have projectors and laptops; as well as smart boards, and document readers. Teachers have the opportunity to plan lessons with iPads, laptops, and Chromebooks. The school has upgraded its wireless capability to accommodate the need for virtual instruction within the school. Extra devices have been ordered to assist students needing devices at home during virtual instruction.



The District has upgraded the Univents, installed touchless faucets and toilets, installed hand sanitizing stations and purchased PPE's and disinfecting products in order to open the District in a safe capacity. The nurse's office has been upgraded in order to be utilized as an isolation station for individuals who display symptoms.

Students needing assistance to perform at grade level are supported with on-line programs to guide them through lessons giving immediate feedback and assistance. The programs also provide the teachers with student performance evaluations to plan subsequent interactions. The online programs not only support the teacher's lesson plan, but continue to allow the students to reinforce the newly acquired knowledge with additional interactive activities in a fun, but stimulating way. On-course, Lexia Learning, MAPS, Learning A-Z, and Career Cruising are just a few of the programs the staff utilizes to ensure children are reaching their potential.

4. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP).

The internal control system is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

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

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either 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/or assignments at June 30, 2020.

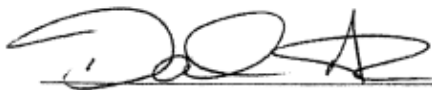
6. ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to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

7. CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Basic Financial Statements", Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA").

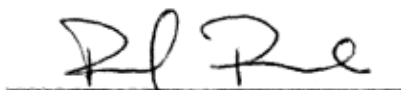
GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

8. **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, excess liability, auto liability and comprehensive/collision, hazard and theft insurance on property and contents, workers' compensation, and fidelity bonds. The District is a member of the School Alliance Insurance Fund ("SAIF"). The SAIF is a risk-sharing public entity risk management pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage to its members. A schedule of insurance coverage is found on Exhibit J-20.
9. **OTHER INFORMATION: Independent Audit** - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Nisivoccia LLP, 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 Principals, and Audit Requirements for Federal Awards*, and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditors' report on the basic financial statements and specific required supplementary information is included in the financial section of this report. The auditors' reports related specifically to the single audit and *Government Auditing Standards* are included in the single audit section of this report.
10. **ACKNOWLEDGEMENTS:** We would like to express our appreciation to the members of the Board for their concern in providing fiscal accountability to the citizens and taxpayers of the 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,

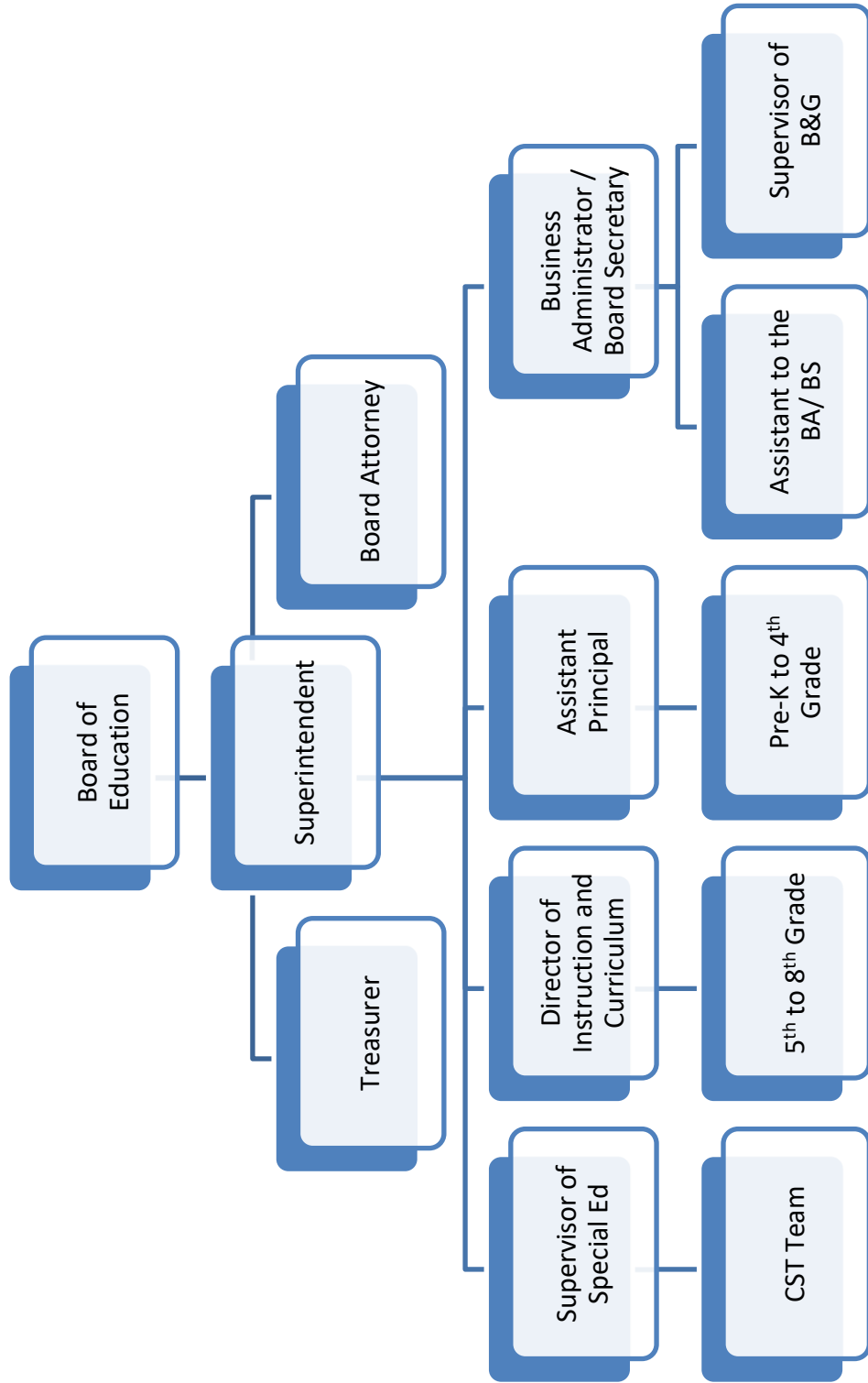


David Astor  
Superintendent /Principal



Richard Rennie  
Business Administrator/Board Secretary

# Ogdensburg Board of Education Organization Chart 2019 / 2020 School Year



OGDENSBURG BOROUGH BOARD OF EDUCATION  
ROSTER OF OFFICIALS  
JUNE 30, 2020

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Toni Corban, President	2021
Brendan Donegan, Vice President	2022
Joshua Conklin	2023
Lisa La Monica	2022
Mary Donegan	2021
Jennifer Gough	2023
Stacy Walsh	2021

Other Officials

David Astor, Superintendent/Principal  
Richard Rennie, School Business Administrator/Board Secretary  
Linda Padula, Treasurer of School Monies  
Skye Patete, Assistant Principal  
Leanne Paolazzi, Supervisor of Special Education  
Valerie Reeth, Director of Instruction and Curriculum

# **OGDENSBURG BOROUGH SCHOOL DISTRICT**

Consultants and Advisors  
Fiscal 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

## **Attorney**

Matthew Giacobbe  
Cleary, Giacobbe, Alfieri, Jacobs  
169 Ramapo Valley Rd.  
Oakland, New Jersey 07436

## **Official Depositories**

Lakeland Bank  
Rt. 23 & 517  
Franklin, New Jersey 07416

First Hope Bank  
201 Route 94  
Columbia, New Jersey 07832

FINANCIAL SECTION

## Independent Auditors' Report

The Honorable President and Members  
of the Board of Education  
Ogdensburg Borough Board of Education  
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 Ogdensburg Borough 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 District, 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-retirement 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  
Ogdensburg Borough Board of Education  
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 November 20, 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.

November 20, 2020  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Heidi A. Wohlleb*  
\_\_\_\_\_  
Heidi A. Wohlleb  
Licensed Public School Accountant #2140  
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 Ogdensburg Borough 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.
- *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 Ogdensburg Borough School District’s Financial Report**

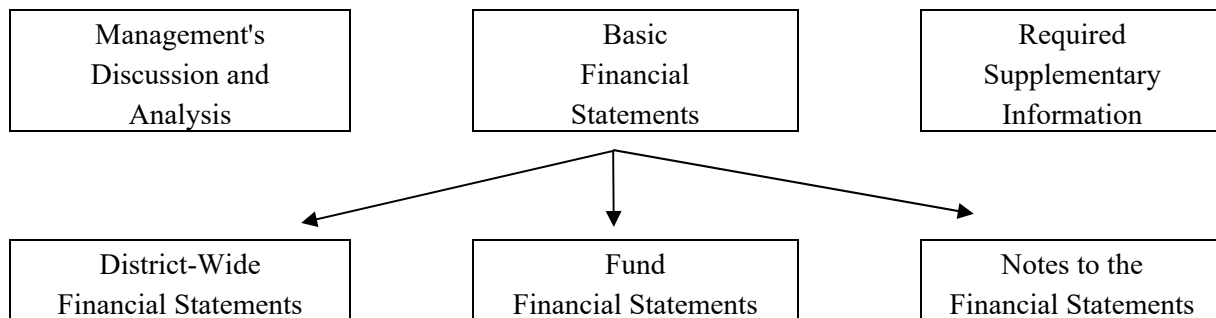


Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and contents 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	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 Fund 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 Resources Focus	Accrual Accounting and Economic Resources focus	Accrual Accounting and Economic Resources focus
Type of Asset/Liability Information	All Assets and Liabilities, both Financial and Capital, Short-Term and Long-Term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both short-term & long-term; funds do not currently contain capital assets, although they can
Type of Inflow/Outflow Information	All Revenue and Expenses during the year, regardless of when Cash is Received or Paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liabilities are 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

## District-wide Statements

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

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

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

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

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

## Fund Financial Statements

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

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

The District has three kinds of funds:

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

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

## Financial Analysis of the District as a Whole

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 District'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 increased by \$478,895. Net position from governmental activities increased by \$490,139 and net position from business activities decreased by \$11,244. Net investment in capital assets decreased by \$6,037, restricted net position increased by \$409,619, and unrestricted net position increased by \$75,313.

The following tables present financial position and operating information for June 30, 2020 and the fiscal year then ended as compared with the prior fiscal year.

**Table 1**  
**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	\$ 1,169,672	\$ 646,178	\$ 19,282	\$ 25,206	\$ 1,188,954	\$ 671,384	
Capital Assets, Net	919,340	940,060	7,528	9,556	926,868	949,616	
Total Assets	2,089,012	1,586,238	26,810	34,762	2,115,822	1,621,000	30.53%
Deferred Outflows of Resources	415,526	256,996			415,526	256,996	61.69%
Other Liabilities	158,408	119,094	6,834	3,542	165,242	122,636	
Long-term Liabilities	1,134,491	999,093			1,134,491	999,093	
Total Liabilities	1,292,899	1,118,187	6,834	3,542	1,299,733	1,121,729	15.87%
Deferred Inflows of Resources	599,082	602,629			599,082	602,629	-0.59%
Net Position:							
Net Investment in Capital							
Assets	904,983	908,992	7,528	9,556	912,511	918,548	
Restricted	965,076	555,457			965,076	555,457	
Unrestricted/(Deficit)	(1,257,502)	(1,342,031)	12,448	21,664	(1,245,054)	(1,320,367)	
Total Net Position/(Deficit)	\$ 612,557	\$ 122,418	\$ 19,976	\$ 31,220	\$ 632,533	\$ 153,638	311.70%

*Changes in Net Position.* The District's combined net position is \$632,533 on June 30, 2020, or \$478,895 more than it was the year before. The decrease in net investment in capital assets is due primarily to current year depreciation expense offset by the capital additions and the current year maturities of capital leases. The increase in restricted net position is due to increases in the maintenance and capital reserves and excess surplus. The increase in unrestricted net position is due primarily to the unexpended General Fund budget balances, offset by the increase in the net pension liability and related deferred inflows and outflows. (See Table 1).

**Table 2**  
**Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2020	2019	2020	2019	2020	2019	2019/2020
Revenue:							
Program Revenue:							
Charges for Services			\$ 35,973	\$ 55,140	\$ 35,973	\$ 55,140	
Operating Grants and Contributions	\$ 2,053,752	\$ 1,719,162	32,794	43,447	2,086,546	1,762,609	
Capital Grants and Contributions							
General Revenue:							
Property Taxes	2,502,754	2,453,681			2,502,754	2,453,681	
Tuition	3,320	4,160			3,320	4,160	
Unrestricted Federal and State Aid	1,954,882	2,033,885			1,954,882	2,033,885	
Other	2,084	1,572	28	32	2,112	1,604	
Total Revenue	<u>6,516,792</u>	<u>6,212,460</u>	<u>68,795</u>	<u>98,619</u>	<u>6,585,587</u>	<u>6,311,079</u>	4.35%
Expenses:							
Instruction	3,997,038	3,757,336			3,997,038	3,757,336	
Pupil and Instruction Services	805,032	859,843			805,032	859,843	
Administrative and Business	483,018	512,311			483,018	512,311	
Maintenance and Operations	520,755	628,784			520,755	628,784	
Transportation	115,634	171,235			115,634	171,235	
Capital Outlay	6,657	30,605			6,657	30,605	
Other	98,519	153,578	80,039	107,256	178,558	260,834	
Total Expenses	<u>6,026,653</u>	<u>6,113,692</u>	<u>80,039</u>	<u>107,256</u>	<u>6,106,692</u>	<u>6,220,948</u>	-1.84%
Increase/(Decrease) in Net Position	<u>\$ 490,139</u>	<u>\$ 98,768</u>	<u>\$ (11,244)</u>	<u>\$ (8,637)</u>	<u>\$ 478,895</u>	<u>\$ 90,131</u>	431.33%

**Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District's taxpayers by each of those functions.

**Table 3****Net Cost of Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2020	2019	2020	2019
Instruction	\$ 3,997,038	\$ 3,757,336	\$ 2,147,935	\$ 2,233,130
Pupil & Instruction Services	805,032	859,843	718,050	782,084
Administrative and Business	483,018	512,311	407,157	433,642
Maintenance & Operations	520,755	628,784	500,273	612,046
Transportation	115,634	171,235	94,310	149,445
Capital Outlay	6,657	30,605	6,657	30,605
Other	98,519	153,578	98,519	153,578
<b>Total</b>	<b>\$ 6,026,653</b>	<b>\$ 6,113,692</b>	<b>\$ 3,972,901</b>	<b>\$ 4,394,530</b>

**Business-Type Activities**

Net position from the District's business-type activities decreased by \$11,244. (Refer to Table 2). The most significant factor contributing to these results was due to no daily sales revenue occurring during the COVID-19 school shutdown from mid-March 2020 through the end of the school year in June 2020.

**Financial Analysis of the District's Funds**

The District's financial position improved primarily due to the utilization of fund balance offset by unexpended budget appropriations. To maintain a stable financial position, the District must continue to practice sound fiscal management.

**General Fund Budgeting 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 when the educational needs of the District required it. Approved budgets are a snapshot in time and include estimates and projections that are available during the planning and submission stages. As more specificity becomes available, the projections and estimates are replaced with sound data and the budget is revised accordingly.

**Capital Assets**

At the end of the fiscal year 2020, the School District had \$926,868 invested in sites, buildings and building improvements and machinery and equipment. Table 4 shows fiscal year 2020 balances compared to 2019.

**Table 4****Capital Assets (net of depreciation)**

	Governmental Activities		Business-Type Activities		Total School District		Percentage Change 2019/2020
	2020	2019	2020	2019	2020	2019	
Sites and Site Improvements	\$ 9,865	\$ 9,865			\$ 9,865	\$ 9,865	
Buildings & Building Improvements	785,697	775,764			785,697	775,764	
Machinery and Equipment	123,778	154,431	\$ 7,528	\$ 9,556	131,306	163,987	
<b>Total</b>	<b>\$ 919,340</b>	<b>\$ 940,060</b>	<b>\$ 7,528</b>	<b>\$ 9,556</b>	<b>\$ 926,868</b>	<b>\$ 949,616</b>	<b>-2.40%</b>



Overall, capital assets decreased by \$22,748 from fiscal year 2019 to fiscal year 2020. The net decrease in capital assets is due to \$82,447 of depreciation expense offset by \$59,699 of capital additions.

**Long – Term Liabilities**

At June 30, 2020, the School District had \$1,134,491 of long-term liabilities. Of this amount, \$118,629 is for compensated absences, \$14,357 is for a capital lease and \$1,001,505 is for the Net Pension Liability.

**Table 5**  
**Long-Term Liabilities**

	Total School District		Percentage
	2020	2019	Change 2019/2020
Net Pension Liability	\$ 1,001,505	\$ 858,880	
Other Long Term Liabilities	132,986	140,213	
Total	<u>\$ 1,134,491</u>	<u>\$ 999,093</u>	<u>13.55%</u>

**Factors Bearing on the District’s Future**

Reduction of state aid continues to remain the main concern impacting the District’s future. The fact that the State has not allowed an increase to the Cap that was placed on how many Choice Students the District could take has also negatively impacted the District’s population. We have had many inquires about our Choice program but have not been able to accept all students interested due to open seats being filled by families moving out of town and/or siblings of Choice students.

Fortunately for the District, the District remains very attractive to parents as well as other school districts looking for an established special needs program. We are a State recognized Future Ready School (the only one in Sussex County) and are one of only six schools in the State to have a middle school Future Business Leaders of America Chapter (FBLA).

The school has upgraded its wireless capability to accommodate the need for virtual instruction within the school. Extra devices have been ordered to assist students needing devices at home during virtual instruction.

The District has upgraded the Univents, installed touchless faucets and toilets, installed hand sanitizing stations and purchased PPE’s and disinfecting products in order to open the District in a safe capacity. The nurse’s office has been upgraded in order to be utilized as an isolation station for individuals who display symptoms.

Professional development of teachers, coupled with updated curriculum and innovative instruction provide opportunities for student growth and improved test scores. The faculty seems to be stable at this point of time. There is a possibility of three faculty members retiring within the next three to five years. Due to budget cuts, the District might not be able to rehire for those positions.

As we understand the economic factors affecting the Borough and the declining community and student population, the District is willing to work with the Borough Council and local business to ascertain ways to attract homebuyers. The District will see improved revenues by an increased total population within the Borough.

**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 the money it receives. If you have questions about this report or need additional information, contact the Board of Education Office, 100 Main Street, Ogdensburg, NJ 07439.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

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

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 512,094	\$ 6,526	\$ 518,620
Receivables, net:			
Receivables from State Government	17,244	252	17,496
Receivables from Federal Government	10,730	958	11,688
Interfund Receivable	33,456		33,456
Internal Balances	(4,821)	4,821	
Inventories		6,725	6,725
Restricted Assets:			
Cash and Cash Equivalents	600,969		600,969
Capital Assets, Net:			
Sites (Land)	9,865		9,865
Depreciable Site Improvements, Buildings and Building Improvements and Machinery and Equipment	909,475	7,528	917,003
Total Assets	<u>2,089,012</u>	<u>26,810</u>	<u>2,115,822</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Outflows Related to Pensions	358,526		358,526
District Contribution Subsequent to the Measurement Date - Pensions	57,000		57,000
Total Deferred Outflows of Resources	<u>415,526</u>		<u>415,526</u>
<b>LIABILITIES</b>			
Accounts Payable	67,730	1,717	69,447
Unearned Revenue	90,678	5,117	95,795
Noncurrent Liabilities:			
Due Within One Year	4,622		4,622
Due Beyond One Year	1,129,869		1,129,869
Total Liabilities	<u>1,292,899</u>	<u>6,834</u>	<u>1,299,733</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflows Related to Pensions	599,082		599,082
Total Deferred Inflows of Resources	<u>599,082</u>		<u>599,082</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	904,983	7,528	912,511
Restricted for:			
Capital Projects	350,710		350,710
Maintenance Reserve	250,259		250,259
Excess Surplus	364,107		364,107
Unrestricted/(Deficit)	(1,257,502)	12,448	(1,245,054)
Total Net Position	<u>\$ 612,557</u>	<u>\$ 19,976</u>	<u>\$ 632,533</u>

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

Functions/Programs	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental Activities:</b>							
<b>Instruction:</b>							
Regular	\$ 2,682,738		\$ 1,179,248		\$ (1,503,490)		\$ (1,503,490)
Special Education	1,058,151		589,618		(468,533)		(468,533)
Other Special Instruction	113,194		38,639		(74,555)		(74,555)
School-Sponsored/Other Instruction	147,768		46,411		(101,357)		(101,357)
<b>Support Services:</b>							
Tuition	34,066				(34,066)		(34,066)
Student & Instruction Related Services	770,396		86,412		(683,984)		(683,984)
General Administrative Services	192,800		41,627		(151,173)		(151,173)
School Administrative Services	183,327		25,759		(157,568)		(157,568)
Central Services	100,061		4,765		(95,296)		(95,296)
Administrative Information Technology	3,120				(3,120)		(3,120)
Plant Operations and Maintenance	518,827		18,554		(500,273)		(500,273)
Pupil Transportation	117,029		22,719		(94,310)		(94,310)
Capital Outlay	6,657				(6,657)		(6,657)
Transfer to Charter School	98,519				(98,519)		(98,519)
<b>Total Governmental Activities</b>	<b>6,026,653</b>		<b>2,053,752</b>		<b>(3,972,901)</b>		<b>(3,972,901)</b>
<b>Business-Type Activities:</b>							
Food Service	80,039	\$ 35,973	32,794			\$ (11,272)	(11,272)
<b>Total Business-Type Activities</b>	<b>80,039</b>	<b>35,973</b>	<b>32,794</b>			<b>(11,272)</b>	<b>(11,272)</b>
<b>Total Primary Government</b>	<b>\$ 6,106,692</b>	<b>\$ 35,973</b>	<b>\$ 2,086,546</b>	<b>\$ -0-</b>	<b>(3,972,901)</b>	<b>(11,272)</b>	<b>(3,984,173)</b>

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

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-type Activities	Total
General Revenue:			
Taxes:			
Property Taxes, Levied for General Purposes, Net	\$ 2,502,754		\$ 2,502,754
Tuition	3,320		3,320
Federal and State Aid not Restricted	1,954,882		1,954,882
Interest Income	829	\$ 28	857
Miscellaneous Income	1,255		1,255
Total General Revenue	4,463,040	28	4,463,068
Change in Net Position	490,139	(11,244)	478,895
Net Position - Beginning	122,418	31,220	153,638
Net Position - Ending	\$ 612,557	\$ 19,976	\$ 632,533

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

FUND FINANCIAL STATEMENTS

OGDENSBURG BOROUGH SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020

	General Fund	Special Revenue Fund	Total Governmental Funds
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 470,846	\$ 41,248	\$ 512,094
Interfund Receivable:			
Fiduciary Fund - Payroll	33,456		33,456
Intergovernmental Receivable:			
State	17,244		17,244
Federal		10,730	10,730
Restricted Assets:			
Cash and Cash Equivalents	600,969		600,969
<b>Total Assets</b>	<u>\$ 1,122,515</u>	<u>\$ 51,978</u>	<u>\$ 1,174,493</u>
<b>LIABILITIES AND FUND BALANCES:</b>			
<b>Liabilities:</b>			
Accounts Payable		\$ 10,730	\$ 10,730
Interfund Payable:			
Food Service Fund	\$ 4,821		4,821
Unearned Revenue		90,678	90,678
<b>Total Liabilities</b>	<u>4,821</u>	<u>101,408</u>	<u>106,229</u>
<b>Fund Balances:</b>			
<b>Restricted:</b>			
Capital Reserve Account	350,710		350,710
Maintenance Reserve Account	250,259		250,259
Excess Surplus	364,107		364,107
<b>Assigned:</b>			
Encumbrances	97,017		97,017
Unassigned/(Deficit)	55,601	(49,430)	6,171
<b>Total Fund Balances/(Deficit)</b>	<u>1,117,694</u>	<u>(49,430)</u>	1,068,264
<b>Total Liabilities and Fund Balances</b>	<u>\$ 1,122,515</u>	<u>\$ 51,978</u>	

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

Capital Assets used in governmental activities are not financial resources and therefore are not reported in the Funds.	919,340
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not Reported in the Governmental Funds.	(1,001,505)
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	358,526
Deferred Inflows	(599,082)
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.	<u>(132,986)</u>
<b>Net Position of Governmental Activities</b>	<u>\$ 612,557</u>

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



OGDENSBURG BOROUGH 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	Total Governmental Funds
REVENUE:			
Local Sources:			
Local Tax Levy	\$ 2,502,754		\$ 2,502,754
Tuition from Individuals	3,320		3,320
Interest Earned on Capital Reserve Funds	570		570
Interest Earned on Maintenance Reserve Funds	259		259
Miscellaneous	1,255		1,255
Total - Local Sources	2,508,158		2,508,158
State Sources	2,887,628	\$ 428,755	3,316,383
Federal Sources		124,595	124,595
Total Revenue	5,395,786	553,350	5,949,136
EXPENDITURES:			
Current:			
Regular Instruction	1,102,121	528,201	1,630,322
Special Education Instruction	509,781	77,735	587,516
Other Special Instruction	59,000		59,000
School Sponsored/Other Instruction	80,437		80,437
Support Services and Undistributed Costs:			
Tuition	34,066		34,066
Student & Instruction Related Services	575,532		575,532
General Administration	145,951		145,951
School Administration	109,723		109,723
Central Services	75,159		75,159
Administration Information Technology	3,120		3,120
Plant Operations and Maintenance	442,888		442,888
Pupil Transportation	112,702		112,702
Unallocated Benefits	1,440,730		1,440,730
Capital Outlay	66,356		66,356
Transfer of Funds to Charter Schools	98,519		98,519
Total Expenditures	4,856,085	605,936	5,462,021
Excess/(Deficit) of Revenue Over/(Under) Expenditures	539,701	(52,586)	487,115
Other Financing Uses:			
Capital Leases (Non-budgeted)			
Transfer to Special Revenue Fund - Preschool Education Grant	(31,838)	31,838	
Total Other Financing Uses	(31,838)	31,838	
Excess/(Deficit) of Revenues Over/(Under) Expenditures and Other Financing Uses	507,863	(20,748)	487,115
Fund Balance/(Deficit)—July 1	609,831	(28,682)	581,149
Fund Balance/(Deficit)—June 30	\$ 1,117,694	\$ (49,430)	\$ 1,068,264

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

OGDENSBURG BOROUGH 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) \$ 487,115

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 differs from capital outlays in the period.

Depreciation expense	\$ (80,419)
Capital outlays	59,699
	(20,720)

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 (+)

(9,484)

Repayment of capital leases 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. (+)

16,711

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	\$ (142,625)
Change in Deferred Outflows	155,595
Change in Deferred Inflows	3,547
Other Financing Uses:	
	\$ 490,139

Change in Net Position - Governmental Activities (from A-2)

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

	Business-type Activities - Enterprise
	Food Service
<b>ASSETS:</b>	
Current Assets:	
Cash and Cash Equivalents	\$ 6,526
Intergovernmental Accounts Receivable:	
State	252
Federal	958
Interfund Receivable - General Fund	4,821
Inventories	6,725
Total Current Assets	19,282
Non-Current Assets:	
Capital Assets	60,770
Less: Accumulated Depreciation	(53,242)
Total Non-Current Assets	7,528
Total Assets	26,810
<b>LIABILITIES:</b>	
Current Liabilities:	
Accounts Payable	1,717
Unearned Revenue - Prepaid Sales	2,074
Unearned Revenue - Donated Commodities	3,043
Total Current Liabilities	6,834
<b>NET POSITION:</b>	
Investment in Capital Assets	7,528
Unrestricted	12,448
Total Net Position	\$ 19,976

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

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

	<u>Business-type Activities - Enterprise Funds Food Service</u>
Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 23,547
Daily Sales - Non-Reimbursable Programs	12,426
	35,973
Total Operating Revenue	35,973
Operating Expenses:	
Cost of Sales - Reimbursable	21,401
Cost of Sales - Nonreimbursable	10,588
Salaries, Benefits & Payroll Taxes	25,765
Supplies, Insurance & Other Costs	12,831
Management Fee	7,426
Depreciation Expense	2,028
	80,039
Total Operating Expenses	80,039
Operating Loss	(44,066)
Non-Operating Income:	
Local Sources:	
Interest Income	28
State Sources:	
COVID 19 - Seamless Summer Option	31
State School Lunch Program	910
Federal Sources:	
COVID 19 - Seamless Summer Option	3,011
National School Lunch Program	23,334
School Breakfast Program	1,287
Food Distribution Program	4,221
	32,822
Total Non-Operating Income	32,822
Change in Net Position	(11,244)
Net Position - Beginning of Year	31,220
Net Position - End of Year	\$ 19,976

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

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

	<u>Business-type Activities - Enterprise Food Service</u>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 35,973
Payments to Food Service Contractor	(65,044)
Payments to Other Suppliers	(10,449)
Net Cash Used for Operating Activities	<u>(39,520)</u>
Cash Flows by Investing Activities:	
Local Sources:	
Interest Income	28
Net Cash Provided by Investing Activities	<u>28</u>
Cash Flows from Noncapital Financing Activities:	
State Sources:	
State School Lunch Program - Received in Food Service Fund	658
Federal Sources:	
National School Lunch and School Breakfast Programs - Received in Food Service Fund	23,855
Net Cash Provided by Noncapital Financing Activities	<u>24,513</u>
Net Decrease in Cash and Cash Equivalents	(14,979)
Cash and Cash Equivalents, July 1	<u>21,505</u>
Cash and Cash Equivalents, June 30	<u>\$ 6,526</u>
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	\$ (44,066)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	2,028
Food Distribution Program	4,221
Changes in Assets and Liabilities:	
(Increase) in Inventories	(4,995)
Increase in Unearned Revenue	4,928
(Decrease) in Accounts Payable	(1,636)
Net Cash Used for Operating Activities	<u>\$ (39,520)</u>

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$7,075 and utilized U.S.D.A. Commodities valued at \$4,221.

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

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

	Agency Fund	Unemployment Compensation Trust	Private Purpose Scholarship Trust
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 123,860	\$ 77,714	\$ 58,612
Total Assets	<u>123,860</u>	<u>77,714</u>	<u>58,612</u>
<b>LIABILITIES:</b>			
Interfund Payable:			
General Fund	33,456		
Payroll Deductions and Withholdings	527		
Accrued Salaries and Wages	60,826		
Due to Athletics Account	2,542		
Due to Student Groups	26,509		
Total Liabilities	<u>123,860</u>		
<b>NET POSITION:</b>			
Held in Trust for Unemployment Claims		77,714	
Restricted for Scholarships			58,612
Total Net Position	<u>\$ -0-</u>	<u>\$ 77,714</u>	<u>\$ 58,612</u>

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

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

	<u>Unemployment Compensation Trust</u>	<u>Private Purpose Scholarship Trust</u>
Additions:		
Contributions:		
Plan Member Contributions	\$ 5,444	
Donations		\$ 54,898
Total Contributions	<u>5,444</u>	<u>\$ 54,898</u>
Investment Earnings:		
Interest	<u>159</u>	<u>13</u>
Net Investment Earnings	<u>159</u>	<u>13</u>
Total Additions	<u>5,603</u>	<u>54,911</u>
Deductions:		
Unemployment Compensation Claims	14,482	
Scholarships Awarded		425
Total Deductions	<u>14,482</u>	<u>425</u>
Change in Net Position	(8,879)	54,486
Net Position - Beginning of the Year	<u>86,593</u>	<u>4,126</u>
Net Position - End of the Year	<u>\$ 77,714</u>	<u>\$ 58,612</u>

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

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

A. Reporting Entity:

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

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

B. Basis of Presentation:

District-Wide Financial Statements:

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

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



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

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

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements:

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

The District reports the following governmental funds:

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

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.

OGDENSBURG BOROUGH BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(Continued)

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

B. Basis of Presentation: (Cont'd)

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

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

The District reports the following proprietary fund:

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

Additionally, the District reports the following fund type:

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

OGDENSBURG BOROUGH 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)

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 the governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

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

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.

OGDENSBURG BOROUGH 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)

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 and special revenue 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.

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 and Other Financing Sources" from the Budgetary Comparison Schedule	\$ 5,382,178	\$ 560,038
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis Recognizes Encumbrances as Expenditures and Revenue, Whereas the GAAP Basis does not:		
Prior Year Encumbrances		14,060
Prior Year State Aid Payments Recognized for GAAP Statements	225,251	28,682
Current Year State Aid Payment Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(211,643)	(49,430)
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	\$ 5,395,786	\$ 553,350
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 4,856,085	\$ 591,876
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		14,060
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 4,856,085	\$ 605,936

OGDENSBURG BOROUGH 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:

Cash and cash equivalents include petty cash, change funds, amount in deposits, and short-term investments with maturities of one year or less.

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

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

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Government 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.

OGDENSBURG BOROUGH 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)

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.

I. Short-term Interfund Receivables/Payables:

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

J. Inventories and Prepaid Expenses:

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

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

K. Capital Assets:

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

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line.

OGDENSBURG BOROUGH 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)

K. Capital Assets: (Cont'd)

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

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	50 Years
Site Improvements	20 Years
Machinery and Equipment	10 to 15 Years
Computer and Related Technology	5 Years
Vehicles	8 Years

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

L. Long Term Liabilities:

In the district-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable 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. 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 allow employees, who provide services to the District over the ten-month academic year the option to have their salaries evenly disbursed during the entire twelve month year. As of June 30, 2020, the amount earned by these employees but not disbursed was \$60,826.

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.

It is the District's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. A long-term liability of accumulated vacation and sick leave has been recorded in the governmental activities in the district-wide statements, representing the District's commitment to fund such costs from future operations. A liability is reported in the governmental funds only to the amount due and payable within sixty days of year end as a result of employee resignations and retirements.

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.

OGDENSBURG BOROUGH 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)

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 \$1,117,694 General Fund fund balance at June 30, 2020, \$350,710 is restricted in the capital reserve account; \$250,259 is restricted in the maintenance reserve account; \$20,497 is prior fiscal year excess surplus and is included as anticipated revenue for the fiscal year ending June 30, 2021; \$343,610 is current year excess surplus and will be anticipated and included as anticipated revenue for the fiscal year ending June 30, 2022; \$97,017 is assigned for encumbrances; and \$55,601 is unassigned which is \$211,643 less on the GAAP basis than the calculated maximum unassigned fund balance (budgetary basis) due to the June state aid payments which are not recognized until the fiscal year ended June 30, 2021.

Special Revenue Fund: There is a deficit fund balance of \$49,430 at June 30, 2020 in the Special Revenue Fund on a GAAP basis due to the June state aid payments that are not recognized until the fiscal year ending June 30, 2021.

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 as noted above.

The District's unassigned fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$211,643, as reported in the fund statements (modified accrual basis). 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 related 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. 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. The District had deferred outflows of resources at June 30, 2020 related to pensions.



OGDENSBURG BOROUGH 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)

Q. Net Position: (Cont'd)

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

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.

R. Deficit Fund Balance/Net Position:

The District has a deficit in unassigned fund balance in the Special Revenue Fund of \$49,430 as of June 30, 2020 due to the June state aid payments that were not recognized on the GAAP basis as explained in Note 1P on the previous page. The District's governmental activities has a \$1,257,502 deficit in unrestricted net position, primarily due to the accrual of compensated absences payable, deferred inflows of resources related to pensions and net pension liability, offset by deferred outflows of resources related to pensions and Governmental Funds unassigned and assigned fund balances. These deficits do not indicate that the District is having financial difficulties and are a permitted practice under generally accepted accounting principles.

S. Fund Balance Restrictions, Commitments and Assignments:

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

Fund balance restrictions have been established in the General Fund for a capital reserve, a maintenance reserve and excess surplus.

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

OGDENSBURG BOROUGH 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. Fund Balance Restrictions, Commitments and Assignments: (Cont'd)

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 at June 30, 2020 in the General Fund for encumbrances.

T. Revenue - Exchange and Nonexchange Transactions:

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

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

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

U. Operating Revenue and Expenses:

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

V. Management Estimates:

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

OGDENSBURG BOROUGH 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)

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 District's deposits may not be returned.

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

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

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

Deposits:

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

OGDENSBURG BOROUGH 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)

Deposits (Cont'd):

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

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

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

All collateral must be deposited with the Federal Reserve Bank 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;
- (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;

OGDENSBURG BOROUGH 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):

- (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.

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

	Cash and Cash Equivalents			
	Restricted			Unrestricted
	Capital Reserve	Maintenance Reserve	Total	
Checking Accounts	<u>\$ 350,710</u>	<u>\$ 250,259</u>	<u>\$ 778,806</u>	<u>\$ 1,379,775</u>

During the period ended June 30, 2020, the District did not hold any investments. The carrying amount of the District's cash and cash equivalents at June 30, 2020, was \$1,379,775 and the bank balance was \$1,436,432.

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

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Ogdensburg Borough 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		\$ 330,140
Deposits:		
Interest Earnings		570
June 2, 2020 Board Resolution		100,000
		430,710
Decreased by:		
Budgeted Withdrawal		80,000
		\$ 350,710

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

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$50,000 was established by Board resolution on June 6, 2017. These funds may be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the District by transferring unassigned general fund balance or by transferring excess unassigned general fund balance that is anticipated to be deposited during the current fiscal year in the advertised recapitulation of balances of the subsequent fiscal year’s budget that is certified for taxes.

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

NOTE 5. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the fiscal year by Board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan.

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

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	\$	150,000
Deposits:		
Interest Earnings		259
June 2, 2020 Board Resolution		<u>100,000</u>
Balance at June 30, 2020	\$	<u><u>250,259</u></u>

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

NOTE 6. 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>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets not being Depreciated:				
Sites (Land)	\$ 9,865			\$ 9,865
Total Capital Assets not Being Depreciated	<u>9,865</u>			<u>9,865</u>
Capital Assets Being Depreciated:				
Site Improvements	116,730			116,730
Buildings and Building Improvements	2,485,376	\$ 59,699		2,545,075
Machinery and Equipment	501,518		\$ (3,939)	497,579
Total Capital Assets Being Depreciated	<u>3,103,624</u>	<u>59,699</u>	<u>(3,939)</u>	<u>3,159,384</u>
Governmental Activities Capital Assets	<u>3,113,489</u>	<u>59,699</u>	<u>(3,939)</u>	<u>3,169,249</u>
Less Accumulated Depreciation for:				
Site Improvements	(116,730)			(116,730)
Buildings and Building Improvements	(1,709,612)	(49,766)		(1,759,378)
Machinery and Equipment	(347,087)	(30,653)	3,939	(373,801)
Total Accumulated Depreciation	<u>(2,173,429)</u>	<u>(80,419)</u>	<u>3,939</u>	<u>(2,249,909)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 940,060</u>	<u>\$ (20,720)</u>	<u>\$ -0-</u>	<u>\$ 919,340</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 60,770			\$ 60,770
Less Accumulated Depreciation	(51,214)	\$ (2,028)		(53,242)
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 9,556</u>	<u>\$ (2,028)</u>	<u>\$ -0-</u>	<u>\$ 7,528</u>
GRAND TOTAL	<u>\$ 949,616</u>	<u>\$ (22,748)</u>	<u>\$ -0-</u>	<u>\$ 926,868</u>



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

NOTE 6. CAPITAL ASSETS (Cont'd)

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$	61,205
Student and Instruction Related Services		750
School Administration		1,374
Operations and Maintenance of Plant		11,804
Central Services		5,286
	\$	80,419

NOTE 7. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2020, there were transfers to the capital outlay account for facilities acquisition and construction services for which county superintendent approval was required.

NOTE 8. LONG TERM LIABILITIES

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

	Balance 6/30/2019	Accrued	Retired	Balance 6/30/2020
Compensated Absences Payable	\$ 109,145	\$ 9,484		\$ 118,629
Net Pension Liability	858,880	142,625		1,001,505
Obligations Under Capital Leases	31,068		\$ 16,711	14,357
	\$ 999,093	\$ 152,109	\$ 16,711	\$ 1,134,491

A. Bonds Payable:

The District had no bonds outstanding as of June 30, 2020.

B. Bonds Authorized But Not Issued:

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

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

NOTE 8. LONG TERM LIABILITIES (Cont'd)

C. Capital Leases Payable:

As of June 30, 2020, the District has one capital lease. A capital lease for a school van. The lease is for five years with the final payment occurring in fiscal year 2022-23.

The future minimum lease obligations as of June 30, 2020 were as follows:

<u>Year Ending</u>	<u>Amount</u>
June 30, 2021	\$ 5,125
June 30, 2022	5,124
June 30, 2023	<u>5,124</u>
Total future minimum lease payments	15,373
Less: amount representing interest	<u>1,016</u>
Present value of minimum representing interest	<u>\$ 14,357</u>

The current portion of the capital leases payable is \$4,622 and the long-term portion is \$9,735.

D. Compensated Absences Payable:

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. There is no current portion of the compensated absences liability at June 30, 2020. Thus, the entire balance of compensated absences of \$118,629 is a long-term portion.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2020, no liability existed for compensated absences in the Food Service Fund.

The General Fund will be used to liquidate the Compensated Absences and Capital Leases Payable.

E. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2020 is \$-0- and the long-term portion is \$1,001,505. See Note 9 for further information on the PERS.

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

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. 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.

OGDENSBURG BOROUGH 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)

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 \$54,261 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 Resource Related to Pensions

At June 30, 2020, the District reported a liability of \$1,001,505 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 0.00556%, which was an increase of 0.0012% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized pension expense of \$37,550. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

OGDENSBURG BOROUGH 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 and Pension Expense (Cont'd)

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions:	2014	6.44	\$ 2,647	
	2015	5.72	16,366	
	2016	5.57	80,991	
	2017	5.48		\$ 143,770
	2018	5.63		116,179
	2019	5.21		87,670
Subtotal			100,004	347,619
Changes in Proportion:	2014	6.44	4,328	
	2015	5.72	3,404	
	2016	5.57	13,886	
	2017	5.48		161,210
	2018	5.63		70,020
	2019	5.21	218,928	
Subtotal			240,546	231,230
Difference Between Expected and Actual Experience:	2015	5.72	4,541	
	2016	5.57	2,458	
	2017	5.48	4,276	
	2018	5.63		4,424
	2019	5.21	6,701	
Subtotal			17,976	4,424
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments:	2016	5.00		(18,485)
	2017	5.00		22,183
	2018	5.00		15,430
	2019	5.00		(3,319)
Subtotal				15,809
District Contribution Subsequent to the Measurement Date	2019	1.00	57,000	
			\$ 415,526	\$ 599,082

OGDENSBURG BOROUGH 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 and Pension Expense (Cont'd)

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

Fiscal Year Ending June 30,	Total
2020	\$ (28,919)
2021	(93,812)
2022	(83,769)
2023	(39,334)
2024	(4,038)
	\$ (249,872)

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	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.

OGDENSBURG BOROUGH 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)

Actuarial Assumptions (Cont'd)

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.

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 Investment and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. 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%

OGDENSBURG BOROUGH 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)

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 employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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		
	1% Decrease (5.28%)	Current Discount Rate (6.28%)	1% Increase (7.28%)
District's proportionate share of the Net Pension Liability	\$ 1,273,864	\$ 1,001,505	\$ 784,842

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).



OGDENSBURG BOROUGH 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

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:

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 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 member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

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 includes 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.

OGDENSBURG BOROUGH 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)

Contributions (Cont'd)

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 \$415,362 to the TPAF for normal pension benefits on behalf of the District, which is less than the contractually required contribution of \$774,727.

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

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

At June 30, 2020, the State's proportionate share of the net pension liability associated with the District was \$13,134,827. 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 0.0214%, which was an increase of 0.00344% 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	13,134,827
Total	\$ 13,134,827

For the fiscal year ended June 30, 2020, the State recognized pension expense on behalf of the District in the amount of \$774,727 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2020 financial statements.

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

NOTE 9. PENSION PLANS (Cont'd)

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

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

The State reported collective deferred outflows of resources and deferred 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	8.5	\$ 768,874,621	
	2015	8.3	2,351,172,865	
	2016	8.3	5,609,216,856	
	2017	8.3		\$ 8,483,527,374
	2018	8.29		5,172,258,445
	2019	8.04		3,507,345,617
				8,729,264,342
Difference Between Expected and Actual Experience:	2014	8.5		7,323,009
	2015	8.3	145,211,243	
	2016	8.3		69,755,412
	2017	8.3	150,939,884	
	2018	8.29	907,352,137	
	2019	8.04		136,265,890
				1,203,503,264
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments:	2016	5.0		(431,855,192)
	2017	5.0		452,016,524
	2018	5.0		288,091,115
	2019	5.0		(144,882,771)
			163,369,676	
			\$ 9,932,767,606	\$ 17,539,845,423

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

NOTE 9. PENSION PLANS (Cont'd)

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

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

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

Fiscal Year Ending June 30,	Total
2020	\$ (272,405,510)
2021	(704,260,700)
2022	(630,562,767)
2023	(1,216,378,743)
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.

OGDENSBURG BOROUGH 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 Investment and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected\_returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's 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%

OGDENSBURG BOROUGH 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)

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.

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		
	1% Decrease (4.60%)	Current Discount Rate (5.60%)	1% Increase (6.60%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 15,488,869	\$ 13,134,827	\$ 11,181,717

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

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

NOTE 9. PENSION PLANS (Cont'd)

C. Defined Contribution Retirement Program (DCRP) (Cont'd)

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 \$9,811 for the fiscal year ended June 30, 2020. Employee contributions to DCRP amounted to \$17,794 for the fiscal year ended June 30, 2020.

NOTE 10. DEFERRED COMPENSATION

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

The plan administrators are as follows:

AXA Equivest	Equitable
Valic	MetLife

Equitable Life Assurance and MetLife are the plan administrators for the District's Internal Revenue Code 457 plans.

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.

Property, Liability and Health Benefits

The District is a member of the School Alliance Insurance Fund ("SAIF"). SAIF provides its members with Workers' Compensation, Comprehensive General Liability and Automobile Liability, Property, Boiler and Machinery, and School Board Legal Liability Insurance. A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

The District is also a member of the Schools Health Insurance Fund ("HIF"). The HIF provides its members with Health Benefit coverage.

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

NOTE 11. RISK MANAGEMENT (Cont'd)

Property, Liability and Health Benefits

Both the SAIF and the HIF are risk-sharing funds that are 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 and HIF are elected.

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

The SAIF and the HIF 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.

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

	<u>School Alliance</u> <u>Insurance Fund</u>	<u>Schools Health</u> <u>Insurance Fund</u>
Total Assets	<u>\$ 48,410,942</u>	<u>\$ 117,161,935</u>
Net Position	<u>\$ 18,917,987</u>	<u>\$ 88,437,915</u>
Total Revenue	<u>\$ 41,974,396</u>	<u>\$ 243,500,836</u>
Total Expenses	<u>\$ 35,489,346</u>	<u>\$ 217,892,628</u>
Change in Net Position	<u>\$ 6,485,050</u>	<u>\$ 19,385,364</u>
Members Dividends	<u>\$ -0-</u>	<u>\$ 6,222,844</u>

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

Public Entity Group Administrative Services  
51 Everett Drive  
Suite B-40  
West Windsor, NJ 08550



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

NOTE 11. RISK MANAGEMENT (Cont'd)

Financial Statements for the HIF are available at PERMA’s Executive Director’s Office:

PERMA Risk Management Services  
9 Campus Drive  
Suite 216  
Parsippany, NJ 07054

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, interest earnings, 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:

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Interest Earned</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2019-2020	\$ 5,444	\$ 159	\$ 14,482	\$ 77,714
2018-2019	5,326	164	135	86,593
2017-2018	5,087	155	5,550	81,238

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.

NOTE 13. INTERFUND RECEIVABLES AND PAYABLES

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ 33,456	\$ 4,821
Food Service Fund	4,821	
Payroll Agency Fund		33,456
	<u>\$ 38,277</u>	<u>\$ 38,277</u>

The interfund receivable in the General Fund of \$33,456 consists of employee health benefits withholdings and interest earned in the Payroll Agency Fund not remitted to the General Fund. The interfund payable in the General Fund is Federal and State Lunch Program subsidy reimbursements not remitted to the Food Service Fund.

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

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, September 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. CONTINGENT LIABILITIES

Grant Programs

The school district participates in state and federally assisted grant programs. The programs are subject to program compliance audits by grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the 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 various lawsuits. The District estimates that the potential claims against it resulting from any such litigation and not covered by insurance would not materially affect the financial position of the District.

Encumbrances

At June 30, 2020, there were encumbrances as detailed below in the governmental funds.

	Total	
<u>General</u>	<u>Governmental</u>	<u>Governmental</u>
<u>Fund</u>	<u>Funds</u>	<u>Funds</u>
<u>\$ 97,017</u>	<u>\$</u>	<u>97,017</u>

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

NOTE 16. ACCOUNTS PAYABLE (Cont'd)

Payables, as of June 30, 2020, were as follows:

	<u>Governmental Funds</u>	<u>District Contribution Subsequent to Measurement Date</u>	<u>Total Governmental Activities</u>	<u>Business-Type Activities Proprietary Funds</u>
Vendors	\$ 10,730		\$ 10,730	\$ 1,717
Due to:				
State of New Jersey		\$ 57,000	57,000	
	<u>\$ 10,730</u>	<u>\$ 57,000</u>	<u>\$ 67,730</u>	<u>\$ 1,717</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). 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

OGDENSBURG BOROUGH 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)

Plan Description and Benefits Provided (Cont'd)

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, 2017, the plan membership consisted of the following:

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

Total Nonemployer OPEB Liability

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

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%
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OGDENSBURG BOROUGH 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 - 4.55%	2.15 - 4.15%
	based on years of service	based on age
Thereafter	2.00 - 5.45%	3.15 - 5.15%
	based on years of service	based on age

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

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

Mortality Rates

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

Health Care Trend Assumptions

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

Discount Rate

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

OGDENSBURG BOROUGH 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 (Cont'd)

Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

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

	Total OPEB Liability
Balance at June 30, 2017	\$ 11,948,773
Changes for Year:	
Service Cost	351,615
Interest	435,689
Changes of Assumptions	(1,168,688)
Differences between Expected and Actual Experience	(1,120,282)
Gross Benefit Payments by the State	(272,322)
Contributions from Members	9,412
Net Changes	(1,764,576)
Balance at June 30, 2018	\$ 10,184,197

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

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

	June 30, 2018		
	At 1% Decrease (2.87%)	At Discount Rate (3.87%)	At 1% Increase (4.87%)
Total OPEB Liability Attributable to the District	\$ 12,039,794	\$ 10,184,197	\$ 8,709,189

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

	June 30, 2018		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 8,417,832	\$ 10,184,197	\$ 12,520,282

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 \$365,144 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

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

	Year of Deferral	Original Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2017	9.54		\$ (1,237,043)
Changes in Assumptions	2018	9.51		(1,045,797)
			-0-	(2,282,840)
Differences Between Expected and Actual Experience	2018	9.51		(988,604)
Changes in Proportion	N/A	N/A		(151,090)
			\$ -0-	\$ (3,422,534)

N/A - Not Available

OGDENSBURG BOROUGH 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
2019	\$ (403,124)
2020	(403,124)
2021	(403,124)
2022	(403,124)
2023	(403,124)
Thereafter	(1,255,823)
	\$ (3,271,444)

NOTE 18. SUBSEQUENT EVENT

The COVID-19 outbreak in the United States and specifically in New Jersey has caused disruption of the District's normal financial operations. Though the impact on the District's operations cannot be reasonably estimated at this date, it is likely that there will be an impact on certain revenue in the General Fund other than state aid and the local tax levy. 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 has been impacted by COVID-19 for the fiscal year ending June 30, 2021 as the number of students in the building has been reduced, resulting in fewer meals claimed for federal and state reimbursements and no daily sales revenue. The District believes annual revenues for the Food Service Enterprise Fund will be lower by as much as 50-75% for the fiscal year ending June 30, 2021.



SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

OGDENSBURG BOROUGH 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	0.0060888984%	0.0062295008%	0.0064774792%	0.0048436236%	0.0043621199%	0.0055582089%
District's proportionate share of the net pension liability	\$ 1,140,008	\$ 1,398,398	\$ 1,918,444	\$ 1,127,518	\$ 858,880	\$ 1,001,505
District's covered employee payroll	\$ 428,776	\$ 445,580	\$ 341,823	\$ 306,331	\$ 387,772	\$ 378,572
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	265.87%	313.84%	561.24%	368.07%	221.49%	264.55%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%

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

OGDENSBURG BOROUGH 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	\$ 50,196	\$ 53,557	\$ 57,545	\$ 45,200	\$ 43,490	\$ 54,261
Contributions in relation to the contractually required contribution	(50,196)	(53,557)	(57,545)	(45,200)	(43,490)	(54,261)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 445,580	\$ 341,823	\$ 306,331	\$ 387,772	\$ 378,572	\$ 381,168
Contributions as a percentage of covered employee payroll	11.27%	15.67%	18.79%	11.66%	11.49%	14.24%

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

OGDENSBURG BOROUGH SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE  
NET PENSION LIABILITY ATTRIBUTABLE TO 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	0.0204468736%	0.0202466869%	0.0218972437%	0.0201438309%	0.0179663055%	0.0214023553%
State's proportionate share of the net pension liability attributable to the District	\$ 10,928,188	\$ 12,796,771	\$ 17,225,766	\$ 13,581,697	\$ 11,429,778	\$ 13,134,827
District's covered employee payroll	\$ 2,179,535	\$ 2,061,316	\$ 1,918,969	\$ 2,159,938	\$ 2,060,932	\$ 2,140,025
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	501.40%	620.81%	897.66%	628.80%	554.59%	613.77%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%

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

OGDENSBURG BOROUGH BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE CONTRIBUTIONS  
TEACHERS' PENSION AND ANNUITY FUND  
LAST SIX FISCAL YEARS

	Ending June 30,					
	2015	2016	2017	2018	2019	2020
Contractually required contribution	\$ 588,039	\$ 781,358	\$ 1,294,277	\$ 940,871	\$ 666,316	\$ 774,727
Contributions in relation to the contractually required contribution	(109,461)	(175,318)	(218,656)	(264,580)	(429,744)	(415,362)
Contribution deficiency/(excess)	<u>\$ 478,578</u>	<u>\$ 606,040</u>	<u>\$ 1,075,621</u>	<u>\$ 676,291</u>	<u>\$ 236,572</u>	<u>\$ 359,365</u>
District's covered employee payroll	\$ 2,061,316	\$ 1,918,969	\$ 2,159,938	\$ 2,060,932	\$ 2,140,025	\$ 2,171,068
Contributions as a percentage of covered employee payroll	5.31%	9.14%	10.12%	12.84%	20.08%	19.13%

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

OGDENSBURG BOROUGH 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 TWO FISCAL YEARS

	<u>Fiscal Year Ending June 30,</u>	
	<u>2017</u>	<u>2018</u>
Service Cost	\$ 421,685	\$ 351,615
Interest	377,414	435,689
Changes in Assumptions	(1,537,031)	(1,168,688)
Differences between Expected and Actual Experience	10,191	(1,120,282)
Member Contributions	(276,759)	9,412
Gross Benefit Payments	(1,004,500)	(272,322)
Net Change in Total OPEB Liability	12,953,273	11,948,773
Total OPEB Liability - Beginning	<u>\$ 11,948,773</u>	<u>\$ 10,184,197</u>
Total OPEB Liability - Ending	\$ 2,403,139	\$ 2,466,269
District's Covered Employee Payroll *	497%	413%
Total OPEB Liability as a Percentage of Covered Employee Payroll		

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

OGDENSBURG BOROUGH 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.

OGDENSBURG BOROUGH 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 changed from 3.58% as of June 30, 2017 to 3.87% as of June 30, 2018.



OGDENSBURG BOROUGH SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019  
(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, 2017 were based on the following:

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

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

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

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

For pre-Medicare preferred provider organization (PPO) medical benefits, this amount initially is 5.9% and decreases to a 5.0% long term trend rate after nine years. For self-insured post 65 PPO medical benefits, the trend rate is 4.5%. For health maintenance organization (HMO) medical benefits, the trend rate is initially 5.9% and decreases to a 5.0% long term rate after eight years. For prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long term rate after eight 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, 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.

BUDGETARY COMPARISON SCHEDULES

OGDENSBURG BOROUGH 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	\$ 2,502,754		\$ 2,502,754	\$ 2,502,754	\$ 3,320
Tuition from Individuals	125		125	259	134
Interest on Maintenance Reserve	375		375	570	195
Interest on Capital Reserve Funds	1,993		1,993	1,255	(738)
Unrestricted Miscellaneous Revenues					
<b>Total - Local Sources</b>	<b>2,505,247</b>		<b>2,505,247</b>	<b>2,508,158</b>	<b>2,911</b>
State Sources:					
Categorical Special Education Aid	162,828		162,828	162,828	
Equalization Aid	1,369,767		1,369,767	1,369,767	
Categorical Security Aid	27,247		27,247	27,247	
Adjustment Aid	245,583		245,583	245,583	
Categorical Transportation Aid	17,372		17,372	17,372	
School Choice Aid	299,034		299,034	299,034	
Extraordinary Aid				14,067	14,067
Additional Nonpublic Transportation Aid				3,177	3,177
On-Behalf TPAF Contributions (Non-Budgeted):					
Pension				415,362	415,362
Post-Retirement Medical Benefits				156,853	156,853
Non-Contributory Insurance				7,445	7,445
Long-Term Disability Insurance				411	411
Reimbursed TPAF Social Security Contributions (Non-Budgeted)				154,874	154,874
<b>Total - State Sources</b>	<b>2,121,831</b>		<b>2,121,831</b>	<b>2,874,020</b>	<b>752,189</b>
<b>TOTAL REVENUES</b>	<b>4,627,078</b>		<b>4,627,078</b>	<b>5,382,178</b>	<b>755,100</b>

OGDENSBURG BOROUGH 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	\$ 116,300	\$ 29,004	\$ 145,304	\$ 145,304	
Grades 1-5 - Salaries of Teachers	586,200	(42,219)	543,981	524,775	\$ 19,206
Grades 6-8 - Salaries of Teachers	424,000	(22,391)	401,609	394,270	7,339
Regular Programs - Undistributed Instruction:					
General Supplies	64,466	(12,965)	51,501	37,254	14,247
Textbooks	3,000	(2,039)	961	518	443
Other Objects	1,026		1,026		1,026
<b>Total Regular Programs - Instruction</b>	<u>1,194,992</u>	<u>(50,610)</u>	<u>1,144,382</u>	<u>1,102,121</u>	<u>42,261</u>
<b>Special Education - Instruction:</b>					
Multiple Disabilities:					
Salaries of Teachers	70,265	670	70,935	70,935	
General Supplies	1,895	(631)	1,264	1,264	
<b>Total Multiple Disabilities</b>	<u>72,160</u>	<u>39</u>	<u>72,199</u>	<u>72,199</u>	
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	270,000	(31,015)	238,985	238,975	10
Other Salaries for Instruction	160,340	35,980	196,320	196,320	
General Supplies	2,680		2,680	2,287	393
<b>Total Resource Room/Resource Center</b>	<u>433,020</u>	<u>4,965</u>	<u>437,985</u>	<u>437,582</u>	<u>403</u>
<b>Total Special Education Instruction</b>	<u>505,180</u>	<u>5,004</u>	<u>510,184</u>	<u>509,781</u>	<u>403</u>

OGDENSBURG BOROUGH 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>					
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	\$ 75,512		\$ 75,512	\$ 58,447	\$ 17,065
Purchased Technical Services	4,009		4,009		4,009
General Supplies	559		559	553	6
<b>Total Basic Skills/Remedial - Instruction</b>	<b>80,080</b>		<b>80,080</b>	<b>59,000</b>	<b>21,080</b>
School-Sponsored Cocurricular Activities - Instruction:					
Salaries	24,365	\$ 317	24,682	24,682	
Supplies and Materials	5,219	(317)	4,902	1,311	3,591
<b>Total School-Sponsored Cocurricular Activities - Instruction</b>	<b>29,584</b>		<b>29,584</b>	<b>25,993</b>	<b>3,591</b>
School-Sponsored Athletics - Instruction:					
Salaries	26,302		26,302	22,387	3,915
Supplies and Materials	1,000		1,000	981	19
Other Objects	1,100		1,100	455	645
Transfer to Cover Deficit (Agency Funds)	3,830		3,830	3,830	
<b>Total School-Sponsored Athletics - Instruction</b>	<b>32,232</b>		<b>32,232</b>	<b>27,653</b>	<b>4,579</b>
Summer School - Instruction:					
Salaries of Teachers	9,500	285	9,785	9,785	
Other Salaries for Instruction	3,660	1,644	5,304	5,304	
Purchased Professional and Technical Services	2,400	(2,400)			
General Supplies	500	(297)	203	203	
<b>Total Summer School - Instruction</b>	<b>16,060</b>	<b>(768)</b>	<b>15,292</b>	<b>15,292</b>	

OGDENSBURG BOROUGH 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>					
Summer School - Support Services:					
Salaries	\$ 5,900	\$ 2,720	\$ 8,620	\$ 8,046	\$ 574
Purchased Professional and Technical Services		3,453	3,453	3,453	
Total Summer School - Support Services	5,900	6,173	12,073	11,499	574
Total Instruction	1,864,028	(40,201)	1,823,827	1,751,339	72,488
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEA's Within State - Special	5,000		5,000		5,000
Tuition to Private School for the Disabled Within State	43,270	(9,204)	34,066	34,066	
Total Undistributed Expenditures - Instruction	43,270	(4,204)	39,066	34,066	5,000
Attendance and Social Work Services:					
Salaries of Family Support Teams	26,308	(8,177)	18,131	18,131	
Total Attendance and Social Work Services	26,308	(8,177)	18,131	18,131	
Health Services:					
Salaries	79,754	(5,040)	74,714	61,385	13,329
Purchased Professional and Technical Services	4,915		4,915	3,780	1,135
Other Purchased Services (400-500 Series)	210	40	250	250	
Supplies and Materials	1,602	(4)	1,598	969	629
Other Objects	179	5	184	184	
Total Health Services	86,660	(4,999)	81,661	66,568	15,093

OGDENSBURG BOROUGH 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	\$ 57,325	\$	\$ 57,325	\$ 56,390	\$ 935
Purchased Professional- Educational Services	49,282	\$ (5,000)	44,282	31,065	13,217
Supplies and Materials	736		736	398	338
Speech, OT, PT and Other Related Services	107,343	(5,000)	102,343	87,853	14,490
Undistributed Expenditures:					
Other Support Services - Students - Extraordinary Services:					
Purchased Professional - Educational Services	28,451	214	28,665	28,665	
Total Other Support Services - Students - Extraordinary Services	28,451	214	28,665	28,665	
Child Study Teams:					
Salaries of Other Professional Staff	193,575	(4,570)	189,005	183,782	5,223
Salaries of Secretarial and Clerical Assistants	48,700	130	48,830	48,830	
Purchased Professional Educational Services	3,600	(2,404)	1,196	384	1,196
Other Purchased Professional and Technical Services	500		500		116
Supplies and Materials	5,885	(3,000)	2,885	1,057	1,828
Other Objects	345		345	75	270
Total Child Study Teams	252,605	(9,844)	242,761	234,128	8,633

OGDENSBURG BOROUGH 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>					
Improvement of Instructional Services:					
Salaries of Supervisor of Instruction	\$ 50,910		\$ 50,910	\$ 32,771	\$ 18,139
Total Improvement of Instructional Services	<u>50,910</u>		<u>50,910</u>	<u>32,771</u>	<u>18,139</u>
Undistributed Expenditures:					
Educational Media Services/School Library:					
Salaries	35,750	\$ (14,744)	21,006		21,006
Salaries of Technology Coordinators	32,800		32,800	32,688	112
Purchased Professional and Technical Services	65,999	(5,071)	60,928	52,675	8,253
Supplies and Materials	3,724	14,774	18,498	18,498	
Total Educational Media Services/School Library	<u>138,273</u>	<u>(5,041)</u>	<u>133,232</u>	<u>103,861</u>	<u>29,371</u>
Instructional Staff Training Services:					
Salaries of Other Professional Staff	1,000		1,000		1,000
Purchased Professional - Educational Services	4,000	(2,864)	1,136		1,136
Other Purchased Services (400-500 Series)	1,115	2,864	3,979	3,555	424
Supplies and Materials	500		500		500
Total Instructional Staff Training Services	<u>6,615</u>		<u>6,615</u>	<u>3,555</u>	<u>3,060</u>



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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Support Services - General Administration:					
Salaries	\$ 85,410	\$ 6,144	\$ 91,554	\$ 86,263	\$ 5,291
Legal Services	8,000	(500)	7,500	765	6,735
Audit Fees	23,500	1,000	24,500	24,500	
Architectural/Engineering Services	14,000	(6,644)	7,356	438	6,918
Other Purchased Professional Services	17,450		17,450	10,362	7,088
Communications/Telephone	22,300		22,300	11,935	10,365
BOE Other Purchased Services	3,500		3,500	1,311	2,189
Miscellaneous Purchased Services	1,400	300	1,700	1,700	
General Supplies	4,315	(300)	4,015	3,333	682
BOE In-House Training/Meeting Supplies	250		250	90	160
Miscellaneous Expenditures	2,000	121	2,121	2,121	
BOE Memberships and Dues	3,300	(121)	3,179	3,133	46
Total Support Services - General Administration	185,425		185,425	145,951	39,474
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	83,946	9,473	93,419	90,179	3,240
Salaries of Secretarial and Clerical Assistants	16,600	1,531	18,131	18,131	
Supplies and Materials	1,000		1,000	891	109
Other Objects	1,980		1,980	522	1,458
Total Support Services - School Administration	103,526	11,004	114,530	109,723	4,807

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Central Services:					
Salaries	\$ 112,672	\$ (11,004)	\$ 101,668	\$ 60,672	\$ 40,996
Purchased Professional Services	12,850		12,850	11,958	892
Miscellaneous Purchased Services (400-500 Series)	500		500		500
Supplies and Materials	2,000		2,000	1,224	776
Miscellaneous Expenditures	1,400		1,400	1,305	95
Total Central Services	<u>129,422</u>	<u>(11,004)</u>	<u>118,418</u>	<u>75,159</u>	<u>43,259</u>
Administration Information Technology:					
Purchased Technical Services	4,000		4,000	3,120	880
Total Administration Information Technology	<u>4,000</u>		<u>4,000</u>	<u>3,120</u>	<u>880</u>
Required Maintenance of School Facilities:					
Salaries	8,880		8,880		8,880
Cleaning, Repair and Maintenance Services	40,700	25,284	65,984	18,358	47,626
General Supplies	1,200		1,200	998	202
Total Required Maintenance of School Facilities	<u>50,780</u>	<u>25,284</u>	<u>76,064</u>	<u>19,356</u>	<u>56,708</u>

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Custodial Services:					
Salaries	\$ 212,485	\$ (25,229)	\$ 187,256	\$ 178,019	\$ 9,237
Salaries of Non-Instructional Aides	53,000	(2,476)	50,524	28,902	21,622
Purchased Professional and Technical Services	11,250	(905)	10,345	6,384	3,961
Cleaning, Repair and Maintenance Services	45,106	2,126	47,232	27,125	20,107
Lease Purchase Pymts - Energy Savings Improvement Program	17,363		17,363		17,363
Insurance	50,000		50,000		
Miscellaneous Purchased Services	3,350		3,350	1,427	1,923
General Supplies	24,516	6,407	30,923	28,415	2,508
Energy (Natural Gas)	37,000	(333)	36,667	29,202	7,465
Energy (Electricity)	42,000	(7,805)	34,195	30,488	3,707
Other Objects	325		325	325	
Total Custodial Services	496,395	(28,215)	468,180	380,287	87,893
Care and Upkeep of Grounds:					
Salaries	29,610	(100)	29,510	29,305	205
General Supplies	7,000	(4,483)	2,517	1,262	1,255
Other Objects		7,250	7,250	7,250	
Total Care and Upkeep of Grounds	36,610	2,667	39,277	37,817	1,460

OGDENSBURG BOROUGH 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>					
Undistributed Expenditures:					
Security:					
Purchased Professional and Technical Services	\$ 3,000	\$ (584)	\$ 2,416	\$ 2,320	\$ 96
Cleaning, Repair and Maintenance Services	1,000	847	1,847	1,747	100
General Supplies	1,500		1,500	1,361	139
Total Security	5,500	263	5,763	5,428	335
Student Transportation Services:					
Salary for Pupil Transportation (Other than between Home & School)	27,000	198	27,198	27,198	
Management Fee - ESC Transportation Programs	4,500	(198)	4,302	702	3,600
Other Between Home and School - Vendors	10,500		10,500	6,340	4,160
Special Education Students - Vendors	71,300		71,300	61,946	9,354
Regular Students - ESC & CTSA	18,500		18,500	15,516	2,984
Aid in Lieu Payments - Nonpublic School Students	4,420		4,420	1,000	3,420
Total Student Transportation Services	136,220		136,220	112,702	23,518

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CURRENT EXPENSE					
Undistributed Expenditures:					
Unallocated Benefits:					
Social Security Contributions	\$ 75,000	\$ (171)	\$ 74,829	\$ 67,167	\$ 7,662
Other Retirement Contribution - PERS	57,000		57,000	54,261	2,739
Other Retirement Contribution - Regular	13,500	(171)	13,329	9,811	3,518
Workmen's Compensation	54,600	(199)	54,401	34,887	19,514
Health Benefits	581,516	22,600	604,116	516,680	87,436
Tuition Reimbursement	25,000		25,000	18,687	6,313
Other Employee Benefits	3,750	542	4,292	4,292	
Total Unallocated Benefits	810,366	22,601	832,967	705,785	127,182
On-Behalf TPAF Contributions (Non-Budgeted):					
Pension				415,362	(415,362)
Post-Retirement Medical Benefits				156,853	(156,853)
Non-Contributory Insurance				7,445	(7,445)
Long-Term Disability Insurance				411	(411)
Reimbursed TPAF Social Security Contributions (Non-Budgeted)				154,874	(154,874)
Total Personal Services - Employee Benefits				734,945	(734,945)
Total Undistributed Expenses	2,698,679	(14,451)	2,684,228	2,939,871	(255,643)
TOTAL GENERAL CURRENT EXPENSE	4,562,707	(54,652)	4,508,055	4,691,210	(183,155)

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

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services:					
Construction Services	\$ 65,000	\$ 3,326	\$ 68,326	\$ 43,931	\$ 24,395
Architectural/Engineering Services	5,000	256	5,256	5,256	
Supplies & Materials	10,000	512	10,512	10,512	
Debt Service Assessment for SDA Funding	6,657		6,657	6,657	
Total Facilities Acquisition and Construction Services	86,657	4,094	90,751	66,356	24,395
TOTAL CAPITAL OUTLAY	86,657	4,094	90,751	66,356	24,395
Transfer of Funds to Charter Schools	124,729	(4,094)	120,635	98,519	22,116
GENERAL FUND GRAND TOTAL	4,774,093	(54,652)	4,719,441	4,856,085	(136,644)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(147,015)	54,652	(92,363)	526,093	618,456
Other Financing Uses:					
Operating Transfer Out - Preschool Education Aid		(54,652)	(54,652)	(31,838)	22,814
Total Other Financing Uses		(54,652)	(54,652)	(31,838)	22,814

OGDENSBURG BOROUGH 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
Excess/(Deficiency) of Revenues Over/(Under) Expenditures and Other Financing Uses	\$ (147,015)	\$ -0-	\$ (147,015)	\$ 494,255	\$ 641,270
Fund Balance, July 1	835,082		835,082	835,082	
Fund Balance, June 30	<u>\$ 688,067</u>	<u>\$ -0-</u>	<u>\$ 688,067</u>	<u>\$ 1,329,337</u>	<u>\$ 641,270</u>

Recapitulation:

Restricted:

Capital Reserve

Maintenance Reserve

Excess Surplus - 2021/2022

Excess Surplus - Designated for Subsequent Year's Expenditures (2020-2021)

Assigned:

Year-End Encumbrances

Unassigned

\$	350,710
250,259	
343,610	
20,497	
	<u>97,017</u>
	<u>267,244</u>
	<u>1,329,337</u>

Reconciliation to Governmental Funds Statements (GAAP):

Last Two State Aid Payments not Recognized on GAAP Basis

Fund Balance per Governmental Funds (GAAP)

(211,643)	
<u>\$ 1,117,694</u>	

OGDENSBURG BOROUGH SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Revenue:					
Federal Sources	\$ 84,130	\$ 40,465	\$ 124,595	\$ 124,595	
State Sources	495,558	30,563	526,121	435,443	\$ (90,678)
Total Revenue	579,688	71,028	650,716	560,038	(90,678)
Other Financing Sources:					
Transfer In - General Fund		31,838	31,838	31,838	
Total Revenue and Other Financing Sources	579,688	102,866	682,554	591,876	(90,678)
Expenditures:					
Instruction:					
Salaries of Teachers	178,808	42,851	221,659	183,083	38,576
Other Salaries for Instruction	86,353	31,612	117,965	94,140	23,825
Purchased Professional - Educational Services	10,000	(7,541)	2,459		2,459
Purchased Professional/Technical Services	1,000		1,000		1,000
Tuition	56,730	3,270	60,000	60,000	
General Supplies	6,000	5,660	11,660	11,660	
Other Objects	2,500		2,500		2,500
Total Instruction	341,391	75,852	417,243	348,883	68,360
Support Services:					
Salaries of Supervisors of Instruction	5,300		5,300		5,300
Salaries of Other Professional Staff	15,978	7,480	23,458	23,457	1
Salaries of Secretarial and Clerical Assistants	5,291		5,291	5,291	
Other Salaries	24,086	(10,305)	13,781	11,631	2,150
Salaries of Community Parent Involvement Specialist	5,075	2,825	7,900	7,900	
Salaries of Master Teachers	5,607		5,607	4,900	707
Personal Services - Employee Benefits	119,255	10,730	129,985	129,985	
Other Purchased Professional Services	3,000		3,000	720	2,280
Purchased Professional/Technical Services		2,100	2,100	2,100	
Purchased Professional - Educational Services	5,718	15,017	20,735	17,920	2,815
Cleaning, Repair and Maintenance Services	20,000	10,334	30,334	30,334	
Contracted Services - Transportation (Field Trips)	5,000	(4,465)	535	535	
Other Purchased Services	4,205	(833)	3,372	3,372	
Travel	2,353	(2,353)			
Supplies and Materials	10,000	(3,516)	6,484	4,848	1,636
Other Objects	2,929		2,929		2,929
Total Support Services	233,797	27,014	260,811	242,993	17,818
Facilities Acquisition:					
Instructional Equipment	4,500		4,500		4,500
Total Facilities Acquisition	4,500		4,500		4,500
Total Expenditures	579,688	102,866	682,554	591,876	90,678
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-



OGDENSBURG BOROUGH 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 and Other Financing Sources" from the Budgetary Comparison Schedule	\$ 5,382,178	\$ 560,038
Differences - Budget to GAAP:		
Grant Accounting Budgetary Basis Differs from GAAP in that the Budgetary Basis recognizes Encumbrances as Revenue and Expenditures, whereas the GAAP Basis does not:		
Prior Year Encumbrances		14,060
Prior Year State Aid Payments Recognized for GAAP Statements	225,251	28,682
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(211,643)	(49,430)
 Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	 \$ 5,395,786	 \$ 553,350
 Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 4,856,085	\$ 591,876
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		14,060
 Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	 \$ 4,856,085	 \$ 605,936

OGDENSBURG BOROUGH 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 of the Board of Education. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)l. All budget amendments/transfers must be made by School Board resolution. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual 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 and special revenue fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year, the District cannot recognize these payments on the GAAP financial statements.

SCHOOL LEVEL SCHEDULES  
(NOT APPLICABLE)

SPECIAL REVENUE FUND

OGDENSBURG BOROUGH 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 Title I	Title II Part A	IDEA Part B Basic	IDEA Part B Preschool	Preschool Education Expansion Aid	Totals
<b>REVENUE:</b>						
Federal Sources	\$ 41,388	\$ 5,472	\$ 74,266	\$ 3,469	\$ 435,443	\$ 124,595
State Sources						435,443
<b>Total Revenue</b>	<b>41,388</b>	<b>5,472</b>	<b>74,266</b>	<b>3,469</b>	<b>435,443</b>	<b>560,038</b>
<b>Other Financing Sources:</b>						
Transfer In - Board Contribution - General Fund					31,838	31,838
<b>Total Revenue and Other Financing Sources</b>	<b>41,388</b>	<b>5,472</b>	<b>74,266</b>	<b>3,469</b>	<b>467,281</b>	<b>591,876</b>
<b>EXPENDITURES:</b>						
<b>Instruction:</b>						
Salaries of Teachers	30,658				152,425	183,083
Other Salaries for Instruction					94,140	94,140
Tuition			60,000			60,000
General Supplies					11,660	11,660
<b>Total Instruction</b>	<b>30,658</b>		<b>60,000</b>		<b>258,225</b>	<b>348,883</b>
<b>Support Services:</b>						
Salaries of Other Professional Staff					23,457	23,457
Salaries of Secretarial and Clerical Assistants					5,291	5,291
Other Salaries					11,631	11,631
Salaries of Community Parent Involvement Specialist					7,900	7,900
Salaries of Master Teachers					4,900	4,900
Personal Services - Employee Benefits	10,730				119,255	129,985
Other Purchased Professional Services		2,100			720	2,820
Purchased Professional - Educational Services					185	17,920
Cleaning, Repair and Maintenance Services			14,266	3,469	30,334	30,334
Contracted Services - Transportation (Field Trips)					535	535
Other Purchased Services		3,372				3,372
Supplies and Materials					4,848	4,848
<b>Total Support Services</b>	<b>10,730</b>	<b>5,472</b>	<b>14,266</b>	<b>3,469</b>	<b>209,056</b>	<b>242,993</b>
<b>Total Expenditures</b>	<b>\$ 41,388</b>	<b>\$ 5,472</b>	<b>\$ 74,266</b>	<b>\$ 3,469</b>	<b>\$ 467,281</b>	<b>\$ 591,876</b>

OGDENSBURG BOROUGH SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
PRESCHOOL EDUCATION EXPANSION AID (PEEA) SCHEDULE OF EXPENDITURES  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

District-Wide Total

	Budgeted	Actual	Variance
<b>EXPENDITURES:</b>			
<b>Instruction:</b>			
Salaries of Teachers	\$ 191,001	\$ 152,425	\$ 38,576
Other Salaries for Instruction	117,965	94,140	23,825
Purchased Professional/Educational Services	2,459		2,459
Other Purchased Services	1,000		1,000
General Supplies	11,660	11,660	
Other Objects	2,500		2,500
<b>Total Instruction</b>	<b>326,585</b>	<b>258,225</b>	<b>68,360</b>
<b>Support Services:</b>			
Salaries of Supervisors of Instruction	5,300		5,300
Salaries of Other Professional Staff	23,458	23,457	1
Salaries of Secretarial and Clerical Assistants	5,291	5,291	
Other Salaries	13,781	11,631	2,150
Salaries of Community Parent Involvement Specialist	7,900	7,900	
Salaries of Master Teachers	5,607	4,900	707
Personal Services - Employee Benefits	119,255	119,255	
Other Purchased Professional Services	3,000	720	2,280
Purchased Professional - Educational Services	3,000	185	2,815
Cleaning, Repair and Maintenance Services	30,334	30,334	
Contracted Services - Transportation (Field Trips)	535	535	
Supplies and Materials	6,484	4,848	1,636
Other Objects	2,929		2,929
<b>Total Support Services</b>	<b>226,874</b>	<b>209,056</b>	<b>17,818</b>
<b>Facilities Acquisition:</b>			
Instructional Equipment	4,500		4,500
<b>Total Facilities Acquisition</b>	<b>4,500</b>		<b>4,500</b>
<b>Total Expenditures</b>	<b>\$ 557,959</b>	<b>\$ 467,281</b>	<b>\$ 90,678</b>

SUMMARY OF LOCATION TOTALS

Total Revised 2019-20 Preschool Education Expansion Aid Allocation	\$ 495,558
Actual Preschool Education Expansion Aid Carryover (June 30, 2019)	30,563
Add: Budgeted Transfer from General Fund 2019-20	31,838
Add: Budgeted Tuition 2019-20	-0-
Total Preschool Education Expansion Aid Funds Available for 2019-20	557,959
Less: 2019-20 Budgeted Preschool Education Expansion Aid Funds	(557,959)
Available & Unbudgeted Preschool Education Expansion Aid Funds as of June 30, 2020	-0-
Add: June 30, 2020 Unexpended Preschool Education Expansion Aid	90,678
Less: 2019-20 Commissioner Approved Transfer to the General Fund	-0-
2019-20 Carryover - Preschool Education Expansion Aid	\$ 90,678
2019-20 Carryover - Preschool Education Expansion Aid	
Budgeted for Preschool Programs in 2020-21	\$ -0-

CAPITAL PROJECTS FUND  
(NOT APPLICABLE)

PROPRIETARY FUNDS



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

## ASSETS:

## Current Assets:

Cash and Cash Equivalents	\$ 6,526
Intergovernmental Accounts Receivable:	
State	252
Federal	958
Interfund Receivable - General Fund	4,821
Inventories	6,725

Total Current Assets	<u>19,282</u>
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## Non-Current Assets:

Capital Assets	60,770
Less: Accumulated Depreciation	<u>(53,242)</u>

Total Non-Current Assets	<u>7,528</u>
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Total Assets	<u>26,810</u>
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## LIABILITIES:

## Current Liabilities:

Accounts Payable	1,717
Unearned Revenue - Prepaid Sales	2,074
Unearned Revenue - Donated Commodities	<u>3,043</u>

Total Current Liabilities	<u>6,834</u>
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## NET POSITION:

Investment in Capital Assets	7,528
Unrestricted	<u>12,448</u>

Total Net Position	<u><u>\$ 19,976</u></u>
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OGDENSBURG BOROUGH SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 23,547
Daily Sales - Non-Reimbursable Programs	12,426
	<hr/>
Total Operating Revenue	35,973
	<hr/>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	21,401
Cost of Sales - Nonreimbursable Programs	10,588
Salaries, Benefits & Payroll Taxes	25,765
Supplies, Insurance & Other Costs	12,831
Management Fee	7,426
Depreciation Expense	2,028
	<hr/>
Total Operating Expenses	80,039
	<hr/>
Operating Loss	(44,066)
	<hr/>
Non-Operating Income:	
Local Sources:	
Interest Income	28
State Sources:	
COVID 19 - Seamless Summer Option	31
State School Lunch Program	910
Federal Sources:	
COVID 19 - Seamless Summer Option	3,011
National School Lunch Program	23,334
School Breakfast Program	1,287
Food Distribution Program	4,221
	<hr/>
Total Non-Operating Income	32,822
	<hr/>
Change in Net Position	(11,244)
	<hr/>
Net Position - Beginning of Year	31,220
	<hr/>
Net Position - End of Year	\$ 19,976
	<hr/> <hr/>

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

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 35,973
Payments to Food Service Contractor	(65,044)
Payments to Other Suppliers	(10,449)
	<hr/>
Net Cash Used for Operating Activities	(39,520)
	<hr/>
Cash Flows by Investing Activities:	
Local Sources:	
Interest Income	28
	<hr/>
Net Cash Provided by Investing Activities	28
	<hr/>
Cash Flows from Noncapital Financing Activities:	
State Sources:	
State School Lunch Program - Received in Food Service Fund	658
Federal Sources:	
National School Lunch and School Breakfast Programs - Received in Food Service Fund	23,855
	<hr/>
Net Cash Provided by Noncapital Financing Activities	24,513
	<hr/>
Net Decrease in Cash and Cash Equivalents	(14,979)
Cash and Cash Equivalents, July 1	21,505
	<hr/>
Cash and Cash Equivalents, June 30	\$ 6,526
	<hr/> <hr/>
Reconciliation of Operating Loss to Net Cash Used for Operating Activities:	
Operating Loss	\$ (44,066)
Adjustment to Reconcile Operating Loss to Net Cash Used for Operating Activities:	
Depreciation	2,028
Food Distribution Program	4,221
Changes in Assets and Liabilities:	
(Increase) in Inventories	(4,995)
Increase in Unearned Revenue	4,928
(Decrease) in Accounts Payable	(1,636)
	<hr/>
Net Cash Used for Operating Activities	\$ (39,520)
	<hr/> <hr/>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received U.S.D.A. Commodities through the Food Distribution Program valued at \$7,075 and utilized U.S.D.A. Commodities valued at \$4,221.

FIDUCIARY FUNDS

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

	Student Activity Fund	Agency Payroll Agency Fund	Total Agency Funds	Unemployment Compensation Trust	Private Purpose Scholarship Trust
ASSETS:					
Cash and Cash Equivalents	\$ 29,051	\$ 94,809	\$ 123,860	\$ 77,714	\$ 58,612
Total Assets	<u>\$ 29,051</u>	<u>\$ 94,809</u>	<u>\$ 123,860</u>	<u>\$ 77,714</u>	<u>\$ 58,612</u>
LIABILITIES:					
Interfund Payable:					
General Fund		\$ 33,456	\$ 33,456		
Payroll Deductions and Withholdings		527	527		
Accrued Salaries and Wages		60,826	60,826		
Due to Athletics Account	\$ 2,542		2,542		
Due to Student Groups	26,509		26,509		
Total Liabilities	29,051	94,809	123,860		
NET POSITION:					
Held in Trust for Unemployment Claims				\$ 77,714	
Restricted for Scholarships					\$ 58,612
Total Net Position	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ -0-</u>	<u>\$ 77,714</u>	<u>\$ 58,612</u>

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

	Unemployment Compensation Trust	Private Purpose Scholarship Trust
	<u>Trust</u>	<u>Trust</u>
Additions:		
Contributions:		
Plan Member Contributions	\$ 5,444	
Donations		\$ 54,898
Total Contributions	<u>5,444</u>	<u>54,898</u>
Investment Earnings:		
Interest	<u>159</u>	<u>13</u>
Net Investment Earnings	<u>159</u>	<u>13</u>
Accrued Salaries and Wages		
Total Additions	<u>5,603</u>	<u>54,911</u>
Deductions:		
Unemployment Compensation Claims	14,482	
Scholarships Awarded		425
Total Deductions	<u>14,482</u>	<u>425</u>
Change in Net Position	(8,879)	54,486
Net Position - Beginning of the Year	<u>86,593</u>	<u>4,126</u>
Net Position - End of the Year	<u>\$ 77,714</u>	<u>\$ 58,612</u>

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

	Balance July 1, 2019	Receipts	Disbursements	Balance June 30, 2020
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 18,717	\$ 28,570	\$ 18,236	\$ 29,051
Total Assets	<u>\$ 18,717</u>	<u>\$ 28,570</u>	<u>\$ 18,236</u>	<u>\$ 29,051</u>
<u>LIABILITIES:</u>				
Due to Athletics Account	\$ 905	\$ 3,837	\$ 2,200	\$ 2,542
Due to Student Groups	17,812	24,733	16,036	26,509
Accrued Salaries and Wages				
Total Liabilities	<u>\$ 18,717</u>	<u>\$ 28,570</u>	<u>\$ 18,236</u>	<u>\$ 29,051</u>

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

	<u>Balance</u> <u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2020</u>
<u>ASSETS:</u>				
Cash and Cash Equivalents	\$ 811	\$ 3,352,401	\$ 3,258,403	\$ 94,809
Total Assets	<u>\$ 811</u>	<u>\$ 3,352,401</u>	<u>\$ 3,258,403</u>	<u>\$ 94,809</u>
<u>LIABILITIES:</u>				
Interfund Payable:				
General Fund	\$ 364	\$ 33,092		\$ 33,456
Payroll Deductions and Withholdings	447	3,258,483	\$ 3,258,403	527
Accrued Salaries and Wages		60,826		60,826
Total Liabilities	<u>\$ 811</u>	<u>\$ 3,352,401</u>	<u>\$ 3,258,403</u>	<u>\$ 94,809</u>



LONG-TERM DEBT

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

<u>Series</u>	<u>Interest Rate</u>	<u>Original Issue</u>	<u>Balance July 1, 2019</u>	<u>Retired or Matured</u>	<u>Balance June 30, 2020</u>
School Van	3.50%	\$ 23,947	\$ 18,823	\$ 4,466	\$ 14,357
Computer Equipment, Snow Blowers, Rooftop Fans, and Bathroom Sinks	2.34%	59,857	<u>12,245</u>	<u>12,245</u>	<u>          </u>
			<u>\$ 31,068</u>	<u>\$ 16,711</u>	<u>\$ 14,357</u>

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

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

**Contents**

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

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

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

	June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 550,367	\$ 858,407	\$ 999,590	\$ 1,038,098	\$ 1,135,494	\$ 1,025,999	\$ 1,007,786	\$ 970,803	\$ 908,992	\$ 904,983
Restricted	144,091	131	50,132	55,098	91,723	228,105	312,972	440,554	555,457	965,076
Unrestricted/(Deficit)	(137,714)	33,699	(97,346)	(1,124,221)	(1,168,908)	(1,208,875)	(1,345,278)	(1,387,707)	(1,342,031)	(1,257,502)
Total Governmental Activities Net Position/(Deficit)	\$ 556,744	\$ 892,237	\$ 952,376	\$ (31,025)	\$ 58,309	\$ 45,229	\$ (24,520)	\$ 23,650	\$ 122,418	\$ 612,557
<b>Business-Type Activities</b>										
Net Investment in Capital Assets	\$ 7,871	\$ 12,707	\$ 11,182	\$ 9,863	\$ 8,545	\$ 7,226	\$ 14,120	\$ 12,215	\$ 9,556	\$ 7,528
Unrestricted	8,839	12,405	16,865	22,401	26,380	22,692	23,280	27,642	21,664	12,448
Total Business-Type Activities Net Position	\$ 16,710	\$ 25,112	\$ 28,047	\$ 32,264	\$ 34,925	\$ 29,918	\$ 37,400	\$ 39,857	\$ 31,220	\$ 19,976
<b>District-Wide</b>										
Net Investment in Capital Assets	\$ 558,238	\$ 871,114	\$ 1,010,772	\$ 1,047,961	\$ 1,144,039	\$ 1,033,225	\$ 1,021,906	\$ 983,018	\$ 918,548	\$ 912,511
Restricted	144,091	131	50,132	55,098	91,723	228,105	312,972	440,554	555,457	965,076
Unrestricted/(Deficit)	(128,875)	46,104	(80,481)	(1,101,820)	(1,142,528)	(1,186,183)	(1,321,998)	(1,360,065)	(1,320,367)	(1,245,054)
Total District Net Position	\$ 573,454	\$ 917,349	\$ 980,423	\$ 1,239	\$ 93,234	\$ 75,147	\$ 12,880	\$ 63,507	\$ 153,638	\$ 632,533

Source: School District Financial Reports

OGDENSBURG BOROUGH SCHOOL DISTRICT  
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS  
UNAUDITED  
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Expenses:</b>										
Governmental activities:										
Instruction:										
Regular	\$ 1,793,060	\$ 1,802,802	\$ 2,058,304	\$ 2,019,847	\$ 2,387,210	\$ 2,668,436	\$ 2,790,583	\$ 2,367,068	\$ 2,509,295	\$ 2,682,738
Special Education	721,931	697,382	738,859	812,554	975,883	974,239	1,164,523	1,073,133	990,785	1,058,151
Other Special Instruction	111,445	125,812	115,795	136,861	94,533	113,336	111,815	128,566	110,984	113,194
School Sponsored/Other Instruction	48,334	75,181	98,187	115,870	124,506	131,475	142,810	135,477	146,272	147,768
Support Services:										
Tuition	99,846	96,859	10,142	13,096	33,933	9,852	11,181	46,811	32,843	34,066
Student & Instruction Related Services	595,834	626,820	664,013	651,418	702,673	670,280	943,919	803,275	827,000	770,396
General Administrative Services	177,700	188,514	195,285	209,961	244,488	232,904	261,194	241,583	194,161	192,800
School Administrative Services	174,094	189,586	204,144	198,187	215,527	143,936	188,097	162,143	172,037	183,327
Central Services	167,781	172,321	173,095	182,299	202,096	228,637	196,502	178,068	143,433	100,061
Administrative Information Technology	23,215	9,764	42,955	27,535	24,592	9,744	7,172	2,609	2,680	3,120
Plant Operations And Maintenance	455,141	498,800	514,459	505,315	511,123	596,764	584,078	606,214	628,784	518,827
Pupil Transportation	69,455	69,924	81,177	58,423	56,221	72,720	96,937	166,646	171,235	117,029
Capital Outlay	30,996	18,448	12,686	25,803	13,857	64,125	46,285	130,820	30,605	6,657
Charter Schools	53,042	83,556	44,036	68,888	51,878	72	72	72	153,578	98,519
Interest On Long-Term Debt	14,674	11,252	7,995	5,564	3,608	1,795	72	72	72	72
Total Governmental Activities Expenses	4,536,548	4,667,021	4,961,132	5,031,621	5,642,128	5,918,243	6,545,168	6,042,413	6,113,692	6,026,653
Business-type activities:										
Food Service	83,230	89,766	87,004	92,956	93,369	92,606	92,297	84,810	107,256	80,039
Total Business-Type Activities Expense	83,230	89,766	87,004	92,956	93,369	92,606	92,297	84,810	107,256	80,039
Total District Expenses	\$ 4,619,778	\$ 4,756,787	\$ 5,048,136	\$ 5,124,577	\$ 5,735,497	\$ 6,010,849	\$ 6,637,465	\$ 6,127,223	\$ 6,220,948	\$ 6,106,692

OGDENSBURG BOROUGH SCHOOL DISTRICT  
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS  
UNAUDITED  
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Program Revenues:</b>										
<b>Governmental Activities:</b>										
Operating Grants and Contributions	\$ 592,341	\$ 728,709	\$ 739,825	\$ 704,557	\$ 1,222,984	\$ 1,456,421	\$ 1,952,045	\$ 1,580,328	\$ 1,719,162	\$ 2,053,752
Capital Grants and Contributions		138,259	34,565		25,596					
<b>Total Governmental Activities Program Revenues</b>	<b>592,341</b>	<b>866,968</b>	<b>774,390</b>	<b>704,557</b>	<b>1,248,580</b>	<b>1,456,421</b>	<b>1,952,045</b>	<b>1,580,328</b>	<b>1,719,162</b>	<b>2,053,752</b>
<b>Business-Type Activities:</b>										
Charges for Services:										
Food Service	\$ 58,402	\$ 58,633	\$ 52,276	\$ 54,323	\$ 49,695	\$ 51,532	\$ 54,291	\$ 50,794	\$ 55,140	\$ 35,973
Operating Grants and Contributions	24,385	33,534	37,631	42,816	46,288	36,019	37,267	36,430	43,447	32,794
Capital Grants and Contributions							8,800			
<b>Total Business Type Activities Program Revenues</b>	<b>82,787</b>	<b>92,167</b>	<b>89,907</b>	<b>97,139</b>	<b>95,983</b>	<b>87,551</b>	<b>100,358</b>	<b>87,224</b>	<b>98,587</b>	<b>68,767</b>
<b>Total District Program Revenues</b>	<b>\$ 675,128</b>	<b>\$ 959,135</b>	<b>\$ 864,297</b>	<b>\$ 801,696</b>	<b>\$ 1,344,563</b>	<b>\$ 1,543,972</b>	<b>\$ 2,052,403</b>	<b>\$ 1,667,552</b>	<b>\$ 1,817,749</b>	<b>\$ 2,122,519</b>
<b>Net (Expense)/Revenue:</b>										
Governmental Activities	\$ (3,944,207)	\$ (3,800,053)	\$ (4,186,742)	\$ (4,327,064)	\$ (4,393,548)	\$ (4,461,822)	\$ (4,593,123)	\$ (4,462,085)	\$ (4,394,530)	\$ (3,972,901)
Business-Type Activities	(443)	2,401	2,903	4,183	2,614	(5,055)	8,061	2,414	(8,669)	(11,272)
<b>Total District-Wide Net (Expense)/Revenue</b>	<b>\$ (3,944,650)</b>	<b>\$ (3,797,652)</b>	<b>\$ (4,183,839)</b>	<b>\$ (4,322,881)</b>	<b>\$ (4,390,934)</b>	<b>\$ (4,466,877)</b>	<b>\$ (4,585,062)</b>	<b>\$ (4,459,671)</b>	<b>\$ (4,403,199)</b>	<b>\$ (3,984,173)</b>

OGDENSBURG BOROUGH SCHOOL DISTRICT  
CHANGES IN NET POSITION, LAST TEN FISCAL YEARS  
UNAUDITED  
(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 2,135,868	\$ 2,178,585	\$ 2,222,157	\$ 2,266,600	\$ 2,289,266	\$ 2,335,051	\$ 2,358,402	\$ 2,405,570	\$ 2,453,681	\$ 2,502,754
Taxes Levied for Debt Service	73,124	73,763	67,210	55,824	68,703	25,413	19,215			
Tuition		24,440	17,105	19,650	8,910	13,520	14,205	16,334	4,160	3,320
Unrestricted Grants and Contributions	1,801,282	1,855,676	1,912,794	2,098,913	2,111,649	2,113,898	2,124,042	2,084,612	2,033,885	1,954,882
Investment Earnings		9,052	27,615	3,059	4,354	234	979	665	604	829
Miscellaneous Income	4,535	(5,970)				6,863	6,531	3,074	968	1,255
Transfers										
Total Governmental Activities	4,014,809	4,135,546	4,246,881	4,444,046	4,482,882	4,494,979	4,523,374	4,510,255	4,493,298	4,463,040
Business-Type Activities:										
Investment Earnings	32	31	32	34	47	48	35	43	32	28
Other Item							(614)			
Transfers		5,970								
Total Business-Type Activities	32	6,001	32	34	47	48	(579)	43	32	28
Total District-Wide	\$ 4,014,841	\$ 4,141,547	\$ 4,246,913	\$ 4,444,080	\$ 4,482,929	\$ 4,495,027	\$ 4,522,795	\$ 4,510,298	\$ 4,493,330	\$ 4,463,068
Change in Net Position:										
Governmental Activities	\$ 70,602	\$ 335,493	\$ 60,139	\$ 116,982	\$ 89,334	\$ 33,157	\$ (69,749)	\$ 48,170	\$ 98,768	\$ 490,139
Business-Type Activities	(411)	8,402	2,935	4,217	2,661	(5,007)	7,482	2,457	(8,637)	(11,244)
Total District	\$ 70,191	\$ 343,895	\$ 63,074	\$ 121,199	\$ 91,995	\$ 28,150	\$ (62,267)	\$ 50,627	\$ 90,131	\$ 478,895

Source: School District Financial Reports

OGDENSBURG BOROUGH SCHOOL DISTRICT  
FUND BALANCES, GOVERNMENTAL FUNDS,  
LAST TEN FISCAL YEARS

UNAUDITED

*(modified accrual basis of accounting)*

	June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund:										
Restricted	\$ 35,129	\$ 129	\$ 50,129	\$ 55,097	\$ 72,513	\$ 228,105	\$ 312,972	\$ 440,554	\$ 555,457	\$ 965,076
Assigned	(26,512)	185,648	34,109	117,484	42,421	48,634	50,176	17,812	12,695	97,017
Unassigned/(Deficit)					23,904	25,581	20,617	27,863	41,679	55,601
Total General Fund	\$ 8,617	\$ 185,777	\$ 84,238	\$ 172,581	\$ 138,838	\$ 302,320	\$ 383,765	\$ 486,229	\$ 609,831	\$ 1,117,694
All Other Governmental Funds:										
Restricted	\$ 3	\$ 2	\$ 3	\$ 1	\$ 19,210					
Committed	108,959		4,896							
Unassigned/(Deficit)		(29,669)							(28,682)	(49,430)
Total All Other Governmental Funds/(Deficit)	\$ 108,962	\$ (29,667)	\$ 4,899	\$ 1	\$ 19,210	\$ -0-	\$ -0-	\$ -0-	\$ (28,682)	\$ (49,430)
Total Governmental Funds:										
Restricted	\$ 35,132	\$ 131	\$ 50,132	\$ 55,098	\$ 91,723	\$ 228,105	\$ 312,972	\$ 440,554	\$ 555,457	\$ 965,076
Committed	108,959		4,896							
Assigned	(26,512)	185,648	34,109	117,484	42,421	48,634	50,176	17,812	12,695	97,017
Unassigned/(Deficit)		(29,669)			23,904	25,581	20,617	27,863	12,997	6,171
Total Governmental Funds	\$ 117,579	\$ 156,110	\$ 89,137	\$ 172,582	\$ 158,048	\$ 302,320	\$ 383,765	\$ 486,229	\$ 581,149	\$ 1,068,264

Source: School District Financial Reports



OGDENSBURG BOROUGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Revenue:</b>										
Tax Levy	\$ 2,208,992	\$ 2,252,348	\$ 2,289,367	\$ 2,322,424	\$ 2,357,969	\$ 2,360,464	\$ 2,377,617	\$ 2,405,570	\$ 2,453,681	\$ 2,502,754
Tuition Charges		24,440	17,105	19,650	8,910	13,520	14,205	16,334	8,890	3,320
Interest Earnings					204	234	314		604	829
Miscellaneous	8,032	10,979	27,615	3,716	4,150	9,936	7,196	3,739	968	1,255
Slate Sources	2,270,270	2,534,698	2,571,778	2,671,596	2,753,524	2,831,372	2,876,712	2,861,619	3,218,435	3,316,383
Federal Sources	119,856	186,019	115,406	131,217	128,127	129,834	123,754	127,030	123,097	124,595
<b>Total Revenue</b>	<b>4,607,150</b>	<b>5,008,484</b>	<b>5,021,271</b>	<b>5,148,603</b>	<b>5,252,884</b>	<b>5,345,360</b>	<b>5,399,798</b>	<b>5,414,292</b>	<b>5,805,675</b>	<b>5,949,136</b>
<b>Expenditures:</b>										
<b>Instruction:</b>										
Regular Instruction	1,227,872	1,222,921	1,372,122	1,367,489	1,385,257	1,428,721	1,370,476	1,208,494	1,470,452	1,630,322
Special Education Instruction	527,085	501,450	517,604	573,725	602,215	560,374	596,377	583,796	563,090	587,516
Other Special Instruction	83,040	85,777	77,094	93,769	54,531	63,654	56,413	65,125	58,365	59,000
School Sponsored/Other Instruction	31,705	55,585	71,064	84,777	81,521	74,238	71,128	71,647	78,965	80,437
<b>Tuition</b>	<b>99,846</b>	<b>95,429</b>	<b>11,572</b>	<b>13,096</b>	<b>33,933</b>	<b>9,852</b>	<b>11,181</b>	<b>46,811</b>	<b>32,843</b>	<b>34,066</b>
Student & Instruction Related Services	467,718	492,916	532,295	501,513	513,145	506,175	629,979	581,628	613,938	575,532
General Administrative Services	153,991	165,184	171,980	184,313	192,578	177,241	165,021	182,258	160,318	145,951
School Administrative Services	123,324	133,471	140,826	140,223	148,474	94,225	121,258	105,030	100,244	109,723
Central Services	130,382	135,371	136,621	141,404	144,023	160,380	137,733	137,960	108,282	75,159
Administrative Information Technology	23,215	9,764	39,829	22,905	20,673	9,744	7,172	2,609	2,680	3,120
Plant Operations And Maintenance	398,091	399,006	486,781	470,749	471,107	480,763	461,648	529,559	542,417	442,888
Pupil Transportation	69,455	69,924	81,177	58,423	56,221	72,720	94,529	163,554	162,761	112,702
Unallocated Benefits	1,038,411	1,065,712	1,202,942	1,238,552	1,354,687	1,441,853	1,460,278	1,463,654	1,617,215	1,440,730
Charter Schools	53,042	83,556	44,036	68,888	51,878	64,125	46,285	130,820	153,578	98,519
Capital Outlay	59,159	454,634	191,297	46,692	107,690	72,257	48,015	38,883	69,554	66,356
Debt Service:										
Redemption of Principal	81,360	84,576	79,807	52,051	45,000	42,000	40,000			
Interest And Other Charges	16,018	12,662	9,332	6,589	4,494	2,623	860			
<b>Total Expenditures</b>	<b>4,583,714</b>	<b>5,067,938</b>	<b>5,166,379</b>	<b>5,065,158</b>	<b>5,267,427</b>	<b>5,260,945</b>	<b>5,318,353</b>	<b>5,311,828</b>	<b>5,734,702</b>	<b>5,462,021</b>

OGDENSBURG BOROUGH SCHOOL DISTRICT  
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,

LAST TEN FISCAL YEARS

UNAUDITED

(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Excess/(Deficit) of Revenues Under/ (Over) Expenditures	\$ 23,436	\$ (59,454)	\$ (145,108)	\$ 83,445	\$ (14,543)	\$ 84,415	\$ 81,445	\$ 102,464	\$ 70,973	\$ 487,115
Other Financing Sources/(Uses)										
Capital Leases (non-budgeted)		103,955	78,135			59,857			23,947	
Transfers In	139,955	60,000		4,896			21,645		25,833	31,838
Transfers Out	(139,955)	(65,970)		(4,896)			(21,645)		(25,833)	(31,838)
Total Other Financing Sources/(Uses)		97,985	78,135			59,857			23,947	
Net Change In Fund Balances	\$ 23,436	\$ 38,531	\$ (66,973)	\$ 83,445	\$ (14,543)	\$ 144,272	\$ 81,445	\$ 102,464	\$ 94,920	\$ 487,115
Debt Service As A Percentage Of Noncapital Expenditures	2.15%	2.11%	1.79%	1.17%	0.96%	0.86%	0.78%	0.00%	0.00%	0.00%

Source: School District Financial Reports

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

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Refunds</u>	<u>Tuition</u>	<u>Miscellaneous</u>	<u>Total</u>
2011		\$ 1,580		\$ 2,955	\$ 4,535
2012		7,771	\$ 24,440	1,281	33,492
2013	\$ 108	19,309	17,105	7,610	44,132
2014	72		19,650	2,987	22,709
2015	204		8,910	2,987	12,101
2016	234		13,520	6,863	20,617
2017	979		14,205	6,531	21,715
2018	665		16,334	3,074	20,073
2019	1,418		4,160	154	5,732
2020	829		3,320	1,255	5,404

Source: Ogdensburg Borough School District records

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

Year Ended December 31,	Vacant Land		Residential		Farm		Commercial		Industrial		Apartment		Total Assessed Value		Public Utilities <sup>a</sup>		Net Valuation Taxable		Tax-Exempt Property		Total Direct School Tax Rate <sup>b</sup>		Estimated Actual (County Equalized Value)	
						Qualified																		
2010	\$ 4,471,000	\$ 215,264,100	\$ 317,600	\$ 15,900	\$ 15,900	\$ 15,900	\$ 15,285,900	\$ 3,462,500	\$ 2,788,100	\$ 241,605,100	\$ 376,515	\$ 241,981,615	\$ 21,334,400	\$ 0.904	\$ 246,933,065									
2011	3,232,200	215,743,200	317,600	15,900	15,900	15,747,300	3,137,000	2,788,100	240,981,300	414,607	241,395,907	22,516,400	0.924	243,352,322										
2012	3,430,500	215,323,000	317,600	15,900	15,900	15,549,000	3,137,000	2,788,100	240,561,100	436,209	240,997,309	22,775,300	0.942	233,041,034										
2013	3,392,500	214,338,300	317,600	15,900	15,900	15,549,000	3,024,300	2,710,800	239,348,800	416,585	239,765,385	22,424,100	0.969	216,669,834										
2014 *	2,858,300	178,456,800	279,200	13,500	13,500	11,442,000	2,672,200	1,648,200	197,370,200	405,852	197,776,052	20,907,700	1.183	216,669,834										
2015	2,485,200	178,218,900	279,200	13,500	13,500	11,944,200	1,912,300	1,905,900	196,759,200	451,311	197,210,511	20,907,700	1.196	195,475,339										
2016	2,049,300	178,136,500	279,200	13,500	13,500	11,944,200	1,912,300	1,905,900	196,240,900	400,323	196,641,223	21,433,100	1.203	190,649,453										
2017	2,049,300	178,049,000	279,200	13,500	13,500	12,022,600	1,912,300	1,905,900	196,231,800	391,667	196,623,467	21,439,500	1.218	187,038,817										
2018	2,049,300	177,706,600	279,200	13,500	13,500	12,022,600	1,912,300	1,905,900	195,889,400	387,553	196,276,953	21,656,800	1.238	191,473,801										
2019	1,678,100	178,038,900	279,200	14,300	14,300	12,022,600	1,912,300	1,905,900	195,851,300	359,978	196,211,278	21,656,800	1.264	198,719,119										

\* - Revaluation Year

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

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

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

Source: Municipal Tax Assessor

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

Year Ended December 31,	Ogdensburg Borough 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	Walkill Valley Regional	Borough of Ogdensburg	Sussex County	
2010	\$ 0.874	\$ 0.030	\$ 0.904	\$ 0.323	\$ 0.869	\$ 0.412	\$ 2.508
2011	0.894	0.030	0.924	0.333	0.905	0.437	2.599
2012	0.971	0.029	0.942	0.368	0.906	0.447	2.663
2013	0.945	0.023	0.969	0.391	0.906	0.445	2.711
2014	* 1.148	0.035	1.183	0.555	1.088	0.530	3.356
2015	1.183	0.013	1.196	0.605	1.088	0.512	3.401
2016	1.193	0.010	1.203	0.631	1.102	0.538	3.474
2017	1.218		1.218	0.671	1.103	0.544	3.536
2018	1.238		1.238	0.661	1.125	0.568	3.592
2019	1.264		1.264	0.643	1.153	0.588	3.648

\* - Revaluation Year

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

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

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

Source: Municipal Tax Collector and School Business Administrator

OGDENSBURG BOROUGH SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS,  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

	2020			2011		
	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
Grater, LLC		\$ 2,136,200	1.09%	Jimmy Dobbins PL	\$ 3,778,500	1.56%
Ogdensburg Associates		1,598,500	0.81%	Ogdensburg Associates	2,328,000	0.96%
Pokorny Properties, LLC		1,514,300	0.77%	AA-1 Self Storage LLC	2,192,200	0.91%
Sterling Hill Mining Museum, Inc.		1,127,000	0.57%	Sterling Hill Mining Museum, Inc.	1,975,800	0.82%
83 Main St. LLC		556,900	0.28%	Individual Taxpayer #1	1,275,200	0.53%
Individual Taxpayer #1		528,400	0.27%	Individual Taxpayer #2	1,032,300	0.43%
Individual Taxpayer #2		501,400	0.26%	Individual Taxpayer #3	791,500	0.33%
Sterling Hill Mining Museum, Inc.		501,000	0.26%	Individual Taxpayer #4	790,800	0.33%
Individual Taxpayer #3		486,100	0.25%	Individual Taxpayer #5	712,600	0.29%
Individual Taxpayer #4		456,700	0.23%	Individual Taxpayer #6	671,500	0.28%
Total		\$ 9,406,500	4.79%	Total	\$ 15,548,400	6.43%

Notes: Individual taxpayers may be different in 2020 and 2011. A revaluation was effective in 2014.

Source: Ogdensburg Borough Tax Assessor

OGDENSBURG BOROUGH SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS,  
LAST TEN FISCAL YEARS  
UNAUDITED

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Taxes Levied</u> <u>for the</u> <u>Fiscal Year</u>	<u>Collected within the Fiscal</u> <u>Year of the Levy<sup>a</sup></u>		<u>Collections in</u> <u>Subsequent</u> <u>Years</u>
		<u>Amount</u>	<u>Percentage</u> <u>of Levy</u>	
2011	\$ 2,208,992	\$ 2,208,992	100.00%	\$ - 0 -
2012	2,252,348	2,252,348	100.00%	- 0 -
2013	2,289,367	2,289,367	100.00%	- 0 -
2014	2,322,424	2,322,424	100.00%	- 0 -
2015	2,357,969	2,357,969	100.00%	- 0 -
2016	2,360,464	2,360,464	100.00%	- 0 -
2017	2,377,617	2,364,911	99.47%	12,706
2018	2,405,570	2,405,570	100.00%	- 0 -
2019	2,453,681	2,453,681	100.00%	- 0 -
2020	2,502,754	2,502,754	100.00%	- 0 -

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

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

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

Fiscal Year Ended June 30,	Governmental Activities										Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General			Bond		Business-Type		Total					
	Obligation Bonds	Loans	Capital Leases	Anticipation Notes (BANs)	Capital Leases	Capital Leases	Capital Leases						
2011	\$ 323,000	\$ 20,434	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 343,434				0.30%	141.51
2012	245,000	13,858	82,592	-0-	-0-	-0-	-0-	341,450				0.29%	141.45
2013	172,000	7,051	115,500	-0-	-0-	-0-	-0-	294,551				0.24%	123.14
2014	127,000	-0-	68,741	-0-	-0-	-0-	-0-	195,741				0.16%	82.77
2015	82,000	-0-	21,073	-0-	-0-	-0-	-0-	103,073				0.08%	43.99
2016	40,000	-0-	47,326	-0-	-0-	-0-	-0-	87,326				0.07%	37.75
2017	-0-	-0-	35,902	-0-	-0-	-0-	-0-	35,902				0.03%	15.72
2018	-0-	-0-	24,210	-0-	-0-	-0-	-0-	24,210				0.02%	10.65
2019	-0-	-0-	31,068	-0-	-0-	-0-	-0-	31,068				0.02%	13.71
2020	-0-	-0-	14,357	-0-	-0-	-0-	-0-	14,357				0.01%	6.37

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

<sup>a</sup> See Exhibit 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



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

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Valuation <sup>a</sup> Taxable	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2011	\$ 323,000	-0-	\$ 323,000	0.13%	\$ 133.09
2012	245,000	-0-	245,000	0.10%	101.49
2013	172,000	-0-	172,000	0.07%	71.91
2014	127,000	-0-	127,000	0.05%	53.70
2015	82,000	-0-	82,000	0.04%	35.00
2016	40,000	-0-	40,000	0.02%	17.29
2017	- 0 -	-0-	- 0 -	0.00%	0.00
2018	- 0 -	-0-	- 0 -	0.00%	0.00
2019	- 0 -	-0-	- 0 -	0.00%	0.00
2020	- 0 -	-0-	- 0 -	0.00%	0.00

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

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

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

Source: School District Financial Reports

OGDENSBURG BOROUGH 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			
Wallkill Valley Regional School District	\$ 2,120,000	9.59%	\$ 203,216
Borough of Ogdensburg	675,204	100.00%	675,204
Sussex County General Obligation Debt	99,441,765	1.14%	<u>1,136,624</u>
Subtotal, Overlapping Debt			2,015,044
Ogdensburg Borough Board of Education School District Direct Debt			<u>- 0 -</u>
Total Direct And Overlapping Debt			<u><u>\$ 2,015,044</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 that is borne by the residents and businesses of Ogdensburg. This process recognizes that, when considering the District's ability to issue and repay long-term, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping unit.

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

OGDENSBURG BOROUGH SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION,  
LAST TEN FISCAL YEARS  
UNAUDITED

Legal Debt Margin Calculation for Fiscal Year 2020

	Equalized valuation basis	
	2019	\$ 198,250,127
	2018	196,557,696
	2017	189,595,942
		<u>\$ 584,403,765</u>
Average Equalized Valuation of Taxable Property		<u>\$ 194,801,255</u>
Debt Limit (3% of average equalization value)	a	\$ 5,844,038
Net Bonded School Debt		- 0 -
Legal Debt Margin		<u>\$ 5,844,038</u>

	Fiscal Year				
	2016	2017	2018	2019	2020
Debt Limit	\$ 5,814,922	\$ 5,671,170	\$ 5,631,369	\$ 5,709,205	\$ 5,844,038
Total Net Debt Applicable to Limit	40,000	- 0 -	- 0 -	- 0 -	- 0 -
Legal Debt Margin	<u>\$ 5,774,922</u>	<u>\$ 5,671,170</u>	<u>\$ 5,631,369</u>	<u>\$ 5,709,205</u>	<u>\$ 5,844,038</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	0.69%	0.00%	0.00%	0.00%	0.00%

	Fiscal Year				
	2011	2012	2013	2014	2015
Debt Limit	\$ 7,259,213	\$ 7,154,945	\$ 6,860,767	\$ 6,444,083	\$ 6,076,008
Total Net Debt Applicable to Limit	323,000	245,000	172,000	127,000	82,000
Legal Debt Margin	<u>\$ 6,936,213</u>	<u>\$ 6,909,945</u>	<u>\$ 6,688,767</u>	<u>\$ 6,317,083</u>	<u>\$ 5,994,008</u>
Total Net Debt Applicable to the Limit As a Percentage of Debt Limit	4.45%	3.42%	2.51%	1.97%	1.35%

a 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

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

<u>Year</u>	<u>Population <sup>a</sup></u>	<u>Borough Personal Income <sup>b</sup></u>	<u>Sussex County Per Capita Personal Income <sup>c</sup></u>	<u>Unemployment Rate <sup>d</sup></u>
2010	2,427	\$ 115,110,183	\$ 47,429	8.10%
2011	2,414	118,510,502	49,093	7.90%
2012	2,392	121,618,848	50,844	7.80%
2013	2,365	121,693,440	51,456	4.40%
2014	2,343	126,095,574	53,818	6.30%
2015	2,313	128,780,901	55,677	6.90%
2016	2,284	129,991,576	56,914	4.60%
2017	2,274	133,522,458	58,717	5.80%
2018	2,266	139,941,362	61,757	4.10%
2019	2,255	139,262,035	61,757 *	3.50%
2020	2,255 **	139,262,035 ***	61,757 *	N/A

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

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

\*\*\* - Latest available population data (2019) and latest available Sussex County per capita personal income (2018) was used for calculation purposes

N/A - Information Unavailable

Sources:

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development

<sup>b</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented

<sup>c</sup> Per capita personal income by municipality estimated based upon the 2000 Census published by the US Bureau of Economic Analysis.

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development

OGDENSBURG BOROUGH SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS - COUNTY OF SUSSEX,  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

<u>Employer</u>	<u>2019</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>
Selective Insurance Group Inc.	1,000-4,999	1.43%-7.17%
Crystal Springs Resort	1,000-4,999	1.43%-7.17%
Newton Medical Center	500-999	0.72%-1.43%
Sussex County Offices	500-999	0.72%-1.43%
Thorlabs	500-999	0.72%-1.43%
Mountain Creek Resort	500-999	0.72%-1.43%
Shop Rite	250-499	0.36%-0.72%
Sussex County Community College	250-499	0.36%-0.72%
United Methodist Community Bristol Glen	250-499	0.36%-0.72%
Andover Subacute & Rehab Center	100-249	0.14%-0.36%
	<u>2,850-8,990</u>	<u>6.96%-22.59%</u>
Total County Employment	<u>69,689</u>	
<u>Employer</u>	<u>2010</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>
Crystal Springs Golf and Spa Resort	2,000	2.57%
Newton Memorial Hospital	1,490	1.91%
Selective Insurance	900	1.15%
County of Sussex	830	1.06%
Mountain Creek Resort	800	1.03%
Shop Rite (Ronetco)	697	0.89%
Ames Rubber Corp	445	0.57%
Walmart	412	0.53%
Andover Sub Acute & Rehab Center	300	0.38%
Sussex County Community College	300	0.38%
Raider Express	250	0.32%
	<u>8,424</u>	<u>10.81%</u>
Total Employment	<u>77,953</u>	

Source: County of Sussex

OGDENSBURG BOROUGH 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	23.8	22.9	23.1	23	23.5	20	19	19	19	18
Special Education	5	5	5	6	6	6.5	6.6	6.6	6.6	6.6
Other Special Education	6.5	4.5	8	8.7	9.5	9.5	10.4	10.4	10.4	10.4
Support Services:										
Instructional Support Staff	2.2	2.2	2.2	2.2	2.2	2	2.2	2.2	2.2	2.2
School Administrative Services	3.2	3.3	3.4	3.5	4	1	1.5	1.5	1.5	1.5
General and Business Administrative Services	3	3	3	3	3	2	2	2	1.7	1.7
Plant Operations and Maintenance	2.5	3.5	4	4	4	4	3.9	3.9	3.9	3.9
<b>Total</b>	<b>46.2</b>	<b>44.4</b>	<b>48.7</b>	<b>50.4</b>	<b>52.2</b>	<b>45.0</b>	<b>45.6</b>	<b>45.6</b>	<b>45.3</b>	<b>44.3</b>

Source: District Personnel Records

OGDENSBURG BOROUGH 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	Pupil/Teacher Ratio	Elementary	Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
2011	287.0	\$ 4,427,177	\$ 15,426	1.55%	1:9.2		286.5	273.2	-8.17%	95.36%
2012	301.2	4,516,066	14,994	-2.80%	1:10		301.2	286.9	5.13%	95.25%
2013	317.0	4,885,943	15,413	2.80%	1:10.3		312.5	295.3	3.75%	94.50%
2014	290.0	4,959,826	17,103	10.96%	1:9.3		289.1	272.7	-7.49%	94.33%
2015	277.0	5,110,243	18,449	7.87%	1:8.6		273.7	258.2	-5.33%	94.32%
2016	266.0	5,144,065	19,339	4.82%	1:8.3		263.7	249.7	-3.65%	94.69%
2017	252.0	5,229,478	20,752	7.31%	1:9.0		250.7	235.9	-4.93%	94.10%
2018	233.0	5,272,945	22,631	9.05%	1:8.3		232.4	220.1	-7.29%	94.68%
2019	235.0	5,673,959	24,145	6.69%	1:8.10		235.0	221.0	1.11%	94.04%
2020	256.0	5,395,665	21,077	-12.71%	1:10.4		256.0	246.0	8.94%	96.09%

Note: Enrollment based on annual October district count.

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

Source: Ogdensburg Borough School District records

OGDENSBURG BOROUGH SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<u>District Buildings</u>										
<u>Elementary</u>										
Ogdensburg Elementary School										
Square Feet (1927); Addition - 1967	60,050	60,050	60,050	60,050	60,050	60,050	60,050	60,050	60,050	60,050
Capacity (students)	347	347	347	347	347	347	347	347	347	347
Enrollment	287	304	317	290	277	266	252	233	235	256

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: Ogdensburg Borough School District Facilities Office



OGDENSBURG BOROUGH SCHOOL DISTRICT  
SCHEDULE OF REQUIRED MAINTENANCE  
LAST TEN FISCAL YEARS  
UNAUDITED

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

Fiscal Year Ended June 30,	Ogdensburg Public School
2011	\$ 33,767
2012	40,314
2013	56,150
2014	37,879
2015	44,519
2016	41,033
2017	46,645
2018	32,408
2019	56,083
2020	19,356

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

Source: Ogdensburg Borough School District records

ODGENSBURG BOROUGH SCHOOL DISTRICT  
INSURANCE SCHEDULE  
AS OF JUNE 30, 2020  
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy - School Alliance		
Insurance Fund:		
Building & Personal Property	\$ 500,000,000 Occurrence	\$ 2,500
Inland Marine - Auto Physical Damage		1,000
General Liability including Auto, Employee Benefits	5,000,000	
Each Occurance		
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		
Security Guard Liability	Excluded	
Environmental Impairment Liability	1,000,000/25,000,000 Fund Aggregate	10,000
	First party Fungi & Legionella	100,000
Crime Coverage	50,000 Inside/Outside	1,000
Blanket Dishonesty Bond	500,000	1,000
Boiler & Machinery	100,000,000	2,500
Excess Liability (AL/GL)	5,000,000	
School Board Legal Liability (SLPL)	5,000,000	10,000
Cyber Liability	2,000,000 per Occurrence/ Aggregate	10,000
Workers' Compensation:	Statutory	
Employer's Liability	5,000,000	
Supplemental Indemnity	Statutory	
Bond for Business Administrator	160,000 Selective Insurance	
Bond for Treasurer of School Monies	160,000 Selective Insurance	
Student Accident	Voluntary Program Only	

Source: Borough of Ogdensburg School District records.

SINGLE AUDIT SECTION



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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  
Ogdensburg Borough 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 Borough of Ogdensburg, 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 November 20, 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  
Ogdensburg Borough 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 results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

November 20, 2020  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Heidi A. Wohlleb*  
\_\_\_\_\_  
Heidi A. Wohlleb  
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Independent Member  
BKR International

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  
Ogdensburg Borough School District  
County of Sussex, New Jersey

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

We have audited the Board of Education of the Borough of Ogdensburg'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  
Ogdensburg Borough 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.

November 20, 2020  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Heidi A. Wohlleb*

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Heidi A. Wohlleb  
Licensed Public School Accountant #2140  
Certified Public Accountant

OGDENSBURG BOROUGH SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARD:  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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	Balance at June 30, 2020		Amounts Paid to Subrecipients	
					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:												
Elementary and Secondary Education Act Title I	84-010A	ESEA-3840-20	7/1/19-9/30/20	\$ 41,388			\$ 30,658	\$ (41,388)	\$ (10,730)			
Title II, Part A	84-367A	ESEA-3840-20	7/1/19-9/30/20	5,472			5,472	(5,472)				
COVID 19 - CARES Emergency Relief Grant	84.425D	CARES39020	3/13/20-9/30/22	25,229								
Special Education Cluster:												
I.D.E.A. Part B, Basic	84.027	IDEA-3840-20	7/1/19-9/30/20	74,266			74,266	(74,266)				
I.D.E.A. Part B, Preschool	84.173	IDEA-3840-20	7/1/19-9/30/20	3,469			3,469	(3,469)				
Total Special Education Cluster							77,735	(77,735)				
Total Special Education Fund							113,865	(124,595)	(10,730)			
Total U.S. Department of Education							113,865	(124,595)	(10,730)			
U.S. Department of Agriculture:												
Passed-through State Department of Agriculture:												
Child Nutrition Cluster:												
Food Distribution Program	10.555	N/A	7/1/18-6/30/19	7,420			7,075	(189)				
Food Distribution Program	10.555	N/A	7/1/19-6/30/20	7,075				(4,032)	\$ 3,043			
Total Food Distribution Program							7,075	(4,221)		3,043		
National School Lunch Program	10.555	N/A	7/1/18-6/30/19	30,083			1,706					
National School Lunch Program	10.555	N/A	7/1/19-6/30/20	23,334			23,334	(23,334)				
Total National School Lunch Program							25,040	(23,334)				
School Breakfast Program	10.553	N/A	7/1/18-6/30/19	3,203			214					
School Breakfast Program	10.553	N/A	7/1/19-6/30/20	1,287			1,287	(1,287)				
Total School Breakfast Program							1,501	(1,287)				
COVID-19 - Seamless Summer Option							2,053	(3,011)	(958)			
Total Child Nutrition Cluster	10.555	N/A	7/1/19-6/30/20	3,011			35,669	(31,853)	(958)	3,043		
Total U.S. Department of Agriculture							35,669	(31,853)	(958)	3,043		
Total Federal Awards							\$ 149,534	\$ (156,448)	\$ (11,688)	\$ 3,043	\$ -0-	

N/A - Not Applicable

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



OGDENSBURG BOROUGH 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	Balance at June 30, 2020		MEMO	
				Budgetary Accounts Receivable	Budgetary Unearned Revenue			GAAP Accounts Receivable	Budgetary Unearned Revenue	Budgetary Accounts Receivable	Cumulative Total Expenditures
New Jersey Department of Education											
General Fund:											
Special Education Categorical Aid	19-495-034-5120-089	7/1/18 - 6/30/19	\$ 162,828	\$ (16,564)	\$	\$ 16,564	\$	\$	\$	\$ 162,828	
Equalization Aid	19-495-034-5120-078	7/1/18 - 6/30/19	1,369,767	(139,341)		139,341				1,369,767	
Security Aid	19-495-034-5120-084	7/1/18 - 6/30/19	27,247	(2,772)		2,772				27,247	
Adjustment Aid	19-495-034-5120-085	7/1/18 - 6/30/19	346,033	(35,201)		35,201				346,033	
Transportation Aid	19-495-034-5120-014	7/1/18 - 6/30/19	17,372	(1,767)		1,767				17,372	
School Choice Aid	19-495-034-5120-068	7/1/18 - 6/30/19	291,031	(29,606)		29,606				291,031	
Additional Nonpublic Transportation Aid	19-495-034-5120-014	7/1/18 - 6/30/19	2,917	(2,917)						2,917	
Extraordinary Aid	19-100-034-5120-473	7/1/18 - 6/30/19	14,013	(14,013)		14,013				14,013	
Special Education Categorical Aid	20-495-034-5120-089	7/1/19 - 6/30/20	162,828			146,587	\$ (162,828)			162,828	
Equalization Aid	20-495-034-5120-078	7/1/19 - 6/30/20	1,369,767			1,233,139	(1,369,767)			1,369,767	
Security Aid	20-495-034-5120-084	7/1/19 - 6/30/20	27,247			24,529	(27,247)			27,247	
Adjustment Aid	20-495-034-5120-085	7/1/19 - 6/30/20	245,583			221,087	(245,583)			245,583	
Transportation Aid	20-495-034-5120-014	7/1/19 - 6/30/20	17,372			15,639	(17,372)			17,372	
School Choice Aid	20-495-034-5120-068	7/1/19 - 6/30/20	299,034			269,207	(299,034)			299,034	
Additional Nonpublic Transportation Aid	20-495-034-5120-014	7/1/19 - 6/30/20	3,177				(3,177)	\$ (3,177)		3,177	
Extraordinary Aid	20-100-034-5120-473	7/1/19 - 6/30/20	14,067				(14,067)	(14,067)		14,067	
On-Behalf TPAF Contributions:											
Post-Retirement Medical	20-495-034-5094-001	7/1/19 - 6/30/20	156,853			156,853	(156,853)			156,853	
Pension	20-495-034-5094-002	7/1/19 - 6/30/20	415,362			415,362	(415,362)			415,362	
Non-Contributory Insurance	20-495-034-5094-004	7/1/19 - 6/30/20	7,445			7,445	(7,445)			7,445	
Long-Term Disability Insurance	20-495-034-5094-004	7/1/19 - 6/30/20	411			411	(411)			411	
Reimbursed TPAF Contributions:											
Social Security Aid	20-495-034-5094-003	7/1/19 - 6/30/20	154,874			154,874	(154,874)			154,874	
Total General Fund State Aid				(242,181)		2,887,314	(2,874,020)	(17,244)		5,105,228	
Special Revenue Fund:											
Preschool Education Expansion Aid Grant	19-495-034-5120-086	7/1/18 - 6/30/19	281,952	(28,682)	\$ 30,563	28,682	(30,563)			281,952	
Preschool Education Expansion Aid Grant	20-495-034-5120-086	7/1/19 - 6/30/20	495,558			446,128	(404,880)	\$ 90,678		404,880	
Total Special Revenue Fund				(28,682)	30,563	474,810	(435,443)	90,678		686,832	
Enterprise Fund:											
State School Lunch Program	20-100-010-3350-023	7/1/19 - 6/30/20	910	(51)		668	(910)	(242)		910	
State School Lunch Program	19-100-010-3350-023	7/1/18 - 6/30/19	934	(51)		51	(910)	(242)		934	
Total State School Lunch Program										1,844	
COVID-19 - Seamless Summer Option	20-100-010-3350-023	7/1/19 - 6/30/20	31	(51)		21	(31)	(10)		31	
Total Enterprise Fund										1,875	
TOTAL STATE AWARDS SUBJECT TO SINGLE AUDIT DETERMINATION				(270,914)	30,563	3,362,864	(3,310,404)	(17,496)	90,678	5,793,935	
Less - State Awards Not Subject to Single Audit Major Program Determination:											
On-Behalf TPAF Pension System Contributions	20-495-034-5094-001	7/1/19 - 6/30/20	156,853				156,853				
Post-Retirement Medical	20-495-034-5094-002	7/1/19 - 6/30/20	415,362				415,362				
Pension	20-495-034-5094-004	7/1/19 - 6/30/20	7,445				7,445				
Non-Contributory Insurance	20-495-034-5094-004	7/1/19 - 6/30/20	411				411				
Long-Term Disability Insurance											
Subtotal On-Behalf TPAF Pension System Contributions							580,071				
TOTAL STATE AWARDS SUBJECT TO SINGLE AUDIT MAJOR PROGRAM DETERMINATION							\$ (2,730,333)				

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

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

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, these 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 special revenue fund also does not recognize the June state aid payments in the current year.

The net adjustment to reconcile revenue from the budgetary basis to the GAAP basis is \$13,608 for the general fund and (\$6,688) 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 fund.

OGDENSBURG BOROUGH 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)

Revenue from federal and state awards are reported on the Board's basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund		\$ 2,887,628	\$ 2,887,628
Special Revenue Fund	\$ 124,595	428,755	553,350
Food Service Fund	31,853	941	32,794
	\$ 156,448	\$ 3,317,324	\$ 3,473,772

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. FEDERAL AND STATE LOANS OUTSTANDING

Ogdensburg Borough School District had no loan balances at June 30, 2020.

NOTE 7. OTHER

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

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

Summary of Auditors' Results:

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

<u>Program Title</u>	<u>Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
<u>General Fund State Aid:</u>				
Special Education Categorical Aid	20-495-034-5120-089	7/1/19 - 6/30/20	\$ 162,828	\$ 162,828
Equalization Aid	20-495-034-5120-078	7/1/19 - 6/30/20	1,369,767	1,369,767
Security Aid	20-495-034-5120-084	7/1/19 - 6/30/20	27,247	27,247
Adjustment Aid	20-495-034-5120-085	7/1/19 - 6/30/20	245,583	245,583
School Choice Aid	20-495-034-5120-068	7/1/19 - 6/30/20	299,034	299,034

- The threshold 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.

OGDENSBURG BOROUGH 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 and New Jersey's OMB Circular 15-08.

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

Status of Prior Year Findings:

There were no prior year audit findings.