

**BOARD OF EDUCATION  
OF THE  
TOWNSHIP OF VOORHEES SCHOOL DISTRICT  
VOORHEES, NEW JERSEY**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED  
JUNE 30, 2020**

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
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## INTRODUCTORY SECTION



Helen G. Haley, CPA  
*Business Administrator/  
Board Secretary*

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E.T. Hamilton School  
Kresson School  
Osage School  
Signal Hill School  
Voorhees Middle School

February 4, 2021

Honorable President and  
Members of the Board of Education  
Voorhees Township School District  
Camden County  
Voorhees, NJ 08043

Dear Board Members:

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

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards (Uniform Guidance), and State of New Jersey Circular 15-08-OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and questioned costs, are included in the single audit section of this report.

1. **THE REPORTING ENTITY AND ITS SERVICES:** The Voorhees Township School District is an independent reporting entity within the criteria adopted by the GASB. All funds in the District are included in this report. The Voorhees Township Board of Education and all its schools constitute the District's reporting entity. The District consists of one middle school, four elementary schools and an administration building. These buildings reside on 109 acres with 482,813 square footage of educational space. The curriculum provides a full range of educational services appropriate to grade levels Preschool through 8. The District also provides a CER program.

The Voorhees Township School District is recognized as a high performing school district, which is Voorhees Township's strongest selling point.

The Voorhees Township Schools have strong parent participation. Parent Faculty Associations (PFAs) consist of parents and faculty volunteers who provide student activities and instructional resources through their many fundraisers.

The District completed the 2019-2020 fiscal year with an enrollment of 2,942. The District had experienced a 13-year increase in enrollment until 2003 when enrollment began to decline. The following details the changes in the student enrollment of the District over the past 10 years:

Average Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2010-11	3,189.5	0.0%
2011-12	3,178.6	-0.3%
2012-13	3,108.4	-2.2%
2013-14	3,010.5	-3.1%
2014-15	3,006.0	-0.1%
2015-16	2,954.0	-1.7%
2016-17	2,928.3	-0.9%
2017-18	2,994.7	2.3%
2018-19	2,990.0	-0.2%
2019-20	2,950.7	-1.3%



2. **MAJOR INITIATIVES:** The Voorhees Township Schools Computer Instructional Technology Program has been recognized as a model program by the State Department of Education. The elementary schools and middle school feature state of the art computer aided instruction in all grades. All classrooms in each school are equipped with a Classroom Presentation System which includes a SmartBoard, projector, a laptop, and a PC. The Classroom Presentation Systems were updated to replace SmartBoards with ClearTouch Boards. All Middle School students are issued an Apple iPad for use in and out of school. All elementary students have access to iPads or laptops in their classrooms and were permitted to borrow iPads when needed during remote instruction. Currently, all elementary students are issued an iPad to use in and out of school.

The Community Education and Recreation Program sponsored by the Board of Education is housed at Voorhees Middle School. The Community Education and Recreation Program offers recreational, vocational, academic and enrichment courses and activities for preschoolers through senior citizens. All CER activities are self-supporting.

The District's special services encompass programs which support, accommodate, or replace the regular education program according to a variety of unique student needs. The staff provides direct services to students with disabilities as well as certain direct and consulting services related to the general school population.

As part of the core curriculum, the District offers an ever expanding STEM program (Science, Technology, Engineering and Math) and programs in art, music, drama, athletics and many other activities necessary to provide the academic as well as the social skills needed to function in society.

The Public Information Initiative significantly contributes to the success of the District. The overall purpose of Public Information activities is to elicit community support for the schools, to enable the Board of Education to offer every Voorhees child the best education possible. To accomplish this goal the District conducts a planned and organized program of two-way communication between the School District and its public. In short, the public information initiative presents the District's interests to the community, and the community's interests to the schools.

The District has a strong Buildings and Grounds Department which is proactive with energy conservation and maintaining our buildings. Our maintenance department and custodial staff takes pride in providing a clean, safe environment for our students and staff. The Maintenance Department has made strides in the direction of Going Green. We have introduced green cleaning products, two phases of solar panels totaling 100 KW and sensors that automatically shut off classroom lighting. We are also very involved in power management with the ongoing installation of LED lighting. Each one of our classrooms are air conditioned. All sites are equipped with emergency generators and we are approved as Red Cross Shelters. Some of the larger projects this year have been replacing carpeting with hard-surface flooring in classrooms, cafeterias and all-purpose rooms, arranging for the purchase and installation of playground equipment, and addressing COVID-19 initiatives such as researching and procurement of the UVC Lighting Disinfection System, purchasing PPE, desk shields, signage, electrostatic sprayers, ionizers and air purification devices, touchless fixtures and thermometers, etc.

The District continues to use NutriServ as the Food Service Management Company. We instituted an electronic free/reduced meal application program which also allows parents to replenish meal accounts online. During the COVID-19 school closure, the Food Service Department provided breakfast and lunch on a weekly basis from March through June 2020. Participation during this time period reached approximately 400 students, weekly. Our Transportation Contractors assisted with meal distribution by taking them to each school and three neighborhood locations.

3. **ECONOMIC CONDITION AND OUTLOOK:** State aid and local taxes comprise the two major school revenue sources. However, in recent years both have become unpredictable. These factors, over which the schools have little or no control, have made planning and budgeting an extremely difficult undertaking.

The responsibility to provide a thorough and efficient education is the driving force of the budget and the ratable base is the major influence on the resulting tax impact. The ratable base is the total value of real estate in the Township set by the local government as a basis for levying taxes. This includes all business and residential real estate.

However, business ratables generate far more tax revenue than they use in local services. This is particularly true in the case of schools. As a result, a strong business ratable base lightens the school tax burden on homeowners.

In 2019 the ratable base increased \$5.4 million, which continued to stabilize taxes for the community. The ratable base remained relatively consistent in 2020 with an increase of \$4.4 million (0.14%) for a total of \$3,199,338,511.

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

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

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

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. 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.

The District utilizes zero based budgeting and modified site-based management in the budget preparation process. This management philosophy helps to ensure a budget that provides a thorough and efficient education in a frame-work of fiscal responsibility.

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

6. **CASH MANAGEMENT:** The investment policy of the District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
7. **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, student accident and fidelity bonds. The Board is a member of the Burlington County Joint Insurance Fund and actively participates in the administration of the Fund.
8. **OTHER INFORMATION:**
  - (A) Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Bowman & Company LLP was appointed by the Voorhees Township Board of Education at their annual reorganization meeting. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996 and the related Uniform Guidance and State of New Jersey Circular 15-08-OMB. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's report related specifically to the single audit is included in the single audit section of this report.
  - (B) Acknowledgments - We would like to express our appreciation to the members of the Voorhees Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operations. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff.

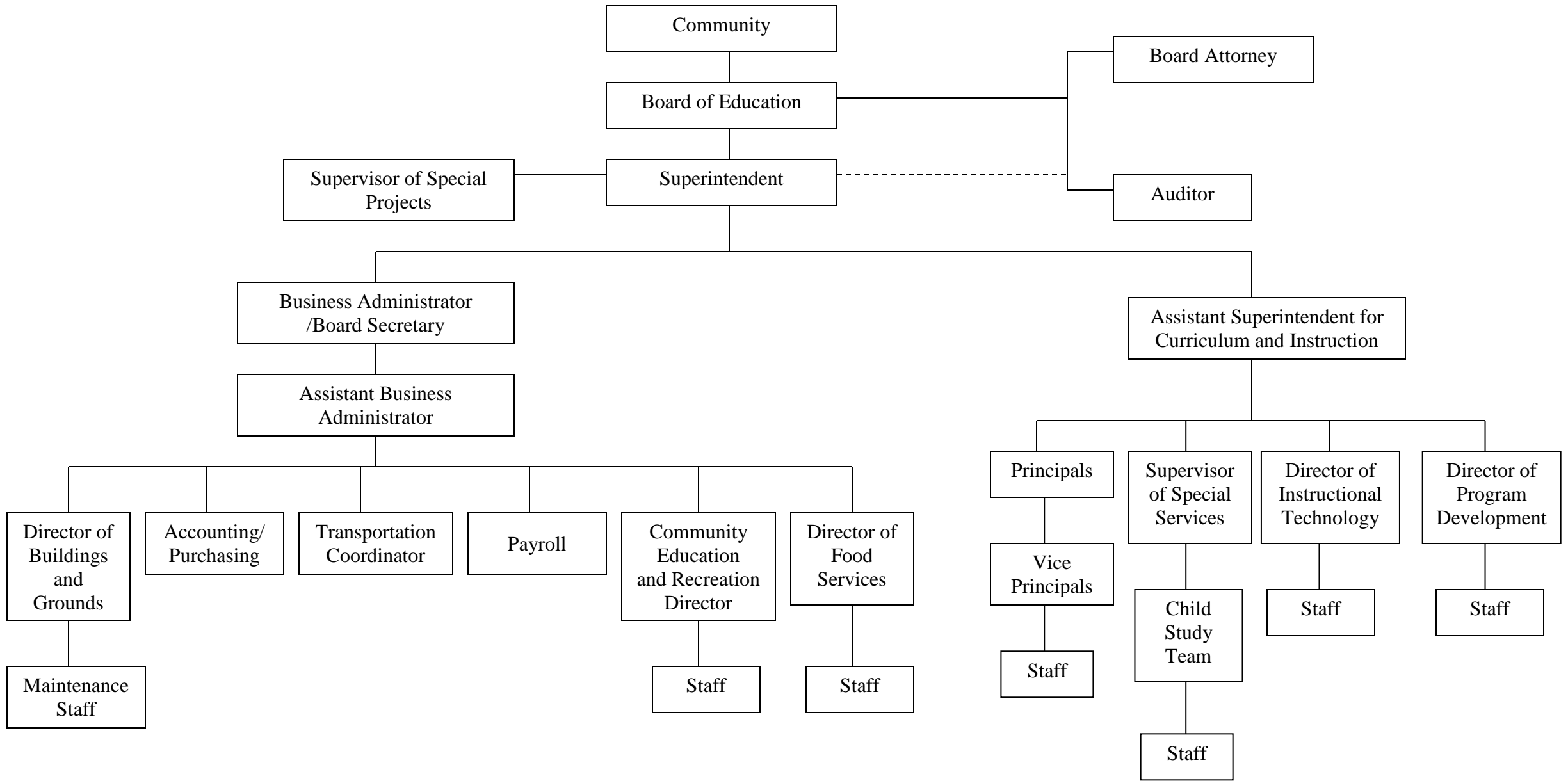
Respectfully Submitted,



David N. Gentile, Ed.D.  
Superintendent of Schools



Helen G. Haley, CPA  
Business Administrator/Board  
Secretary



VOORHEES TOWNSHIP BOARD OF EDUCATION  
VOORHEES, NEW JERSEY

ROSTER OF OFFICIALS  
JUNE 30, 2020

<u>Members of the Board of Education</u>	<u>TERM EXPIRES</u>
Dawn Wallace, President	2023
Bruce Karpf, Vice President	2021
Barbara Dunleavy	2022
Dana Galiano	2023
Marissa Levy	2021
Richard Nelson	2021
John Schmus	2023
Rachel Van Aken	2022
Monica Watson	2022

Other Officials

David N. Gentile, Ed.D, Superintendent of Schools

Helen G. Haley, CPA, Business Administrator/Board Secretary

Howard Mendelson, Esq. Solicitor

VOORHEES TOWNSHIP BOARD OF EDUCATION  
CONSULTANTS AND ADVISORS

Audit Firm

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

Attorney

Howard Mendelson  
Davis and Mendelson  
1200 Laurel Oak Road, Suite 101  
Voorhees, NJ 08043

Official Depository

TD Bank  
Route 73  
Voorhees, NJ 08043

FINANCIAL SECTION



## **INDEPENDENT AUDITOR'S REPORT**

The Honorable President and  
Members of the Board of Education  
Township of Voorhees School District  
County of Camden

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Township of Voorhees School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

**Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Township of Voorhees School District, in the County of Camden, State of New Jersey, 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, budgetary comparison information, schedule of the School District's proportionate share of the net pension liability, schedule of the School District's pension contributions, and schedule of changes in the School District's total OPEB liability and related ratios, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

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

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

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated February 3, 2021 on our consideration of the Township of Voorhees School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township of Voorhees School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township of Voorhees School District's internal control over financial reporting and compliance.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Todd R. Saler  
Certified Public Accountant  
Public School Accountant No. CS 02195

Voorhees, New Jersey  
February 3, 2021

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

**INDEPENDENT AUDITOR'S REPORT**

The Honorable President and  
Members of the Board of Education  
Township of Voorhees School District  
County of Camden

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Township of Voorhees School District, in the County of Camden, State of New Jersey, as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated February 3, 2021.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Township of Voorhees School 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 School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township of Voorhees School District's internal control.

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

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Township of Voorhees School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

**Purpose of this Report**

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

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Todd R. Saler  
Certified Public Accountant  
Public School Accountant No. CS 02195

Voorhees, New Jersey  
February 3, 2021

REQUIRED SUPPLEMENTARY INFORMATION  
PART I  
MANAGEMENT'S DISCUSSION AND ANALYSIS

# Voorhees Township School District

## Management's Discussion and Analysis Year Ended June 30, 2020

This section of the Voorhees Township School District's annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2020. Please read it in conjunction with the transmittal letter at the front of this report and the District's financial statements, which immediately follows this section.

The Management's Discussion and Analysis (MD&A) is an element initiated as of June 30, 2003 as part of the Required Supplementary Information specified in the Governmental Accounting Standard Board's (GASB) Statement No. 34- Basic Financial Statements- and Management's Discussion and Analysis – for State and Local Governments issued in June 1999. Certain comparative information between the current year (2019-20) and the prior year (2018-19) is required to be presented in the MD&A.

### FINANCIAL HIGHLIGHTS

Key financial highlights for the 2019-20 fiscal year include the following:

- Net Position at June 30, 2020 for Governmental and Business-Type activities were \$45,496,571 and \$2,727,834, respectively, totaling \$48,224,405.
- Net Position for both activities increased by \$5,463,525 from July 1, 2019 to June 30, 2020.
- The General Fund fund as of June 30, 2020 was \$35,580,866, an increase of \$5,848,385 when compared with the beginning balance as of July 1, 2019 of \$29,732,481.

### OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of the annual report consists of four parts – Independent Auditor's Report, required supplementary information which includes the management's discussion and analysis (this section), the basic financial statements, and supplemental information. The basic financial statements include two kinds of statements that present different views of the Voorhees Township School District.

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the Voorhees Township School District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Voorhees Township School District, reporting the Voorhees Township School District's operation in more detail than the government-wide statements.
- The governmental funds statements tell how basic services such as regular and special education were financed in short term as well as what remains for future spending.
- Proprietary funds statements offer short-term and long-term financial information about the activities that the Voorhees Township School District operates like businesses.
- 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 to whom the resources belong.

Voorhees Township School District  
 Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
 Year Ended June 30, 2020

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. Table A-1 summarizes the major features of the Voorhees Township School 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 the structure and contents of each of the statements.

Table A-1

**MAJOR FEATURES OF THE GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

		Fund Financial Statements	
	Government-wide Statements	Governmental Funds	Proprietary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as regular and special education, building maintenance and transportation	Activities the District operates similar to private businesses: Food Service Fund, Community Education and Recreation Fund
Required Financial Statements	Statements of net position	Balance sheet	Statement of net position
	Statement of activities	Statement of revenue, expenditures and changes in fund balances	Statement of revenue, expenses and changes in fund net position
			Statement of cash flows
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial 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, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

**Government-wide Statements**

The government-wide statements report information about the Voorhees Township School 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 of resources 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.



Voorhees Township School District  
Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
Year Ended June 30, 2020

### Government-wide Statements (Cont'd)

The two government-wide statements report the Voorhees Township School District's net position and how they have changed. Net position – the District's assets and deferred outflows of resources, less deferred inflows of resources and liabilities – is a measure of the District's financial health or position.

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

In the government-wide financial statements the District's activities are shown in two categories:

- *Governmental activities*- Most of the District's basic services are included here, such as regular and special education, transportation, administration, and maintenance. Aid from the State of New Jersey and from the Federal government along with local property taxes finances most of these activities.
- *Business-type activities*-The District charges fees to customers to help it cover the costs of certain services it provides. The District's Food Service Fund and Community Education and Recreation Fund are included here.

### Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds – focusing on the 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 uses other funds, established in accordance with the State of New Jersey Uniform Chart of Accounts, to control and manage money for particular purposes (e.g., repaying its long-term debts) or to show that it is properly using certain revenues (e.g., federal funds).

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 to 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 government-wide statements, we provide additional information at the bottom of the governmental funds statements that explain the relationship (or differences) 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 government-wide statements.
- **Fiduciary funds** – The District is the trustee, or fiduciary, for assets that belong to others. 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. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the government-wide financial statements because the District cannot use these assets to finance its operations.

Voorhees Township School District  
Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
Year Ended June 30, 2020

**FINANCIAL ANALYSIS OF THE VOORHEES TOWNSHIP SCHOOL DISTRICT AS A WHOLE**

**Net Position.** The District's net position for **governmental and business-type activities** were \$45,496,571 and \$2,727,834, totaling \$48,224,405, as of June 30, 2020 (See Table A-2).

	2020	2019	Amount of Increase/ (Decrease)	Percent Increase/ (Decrease)
Current and Other Assets	\$ 39,006,914	\$ 34,410,372	\$ 4,596,542	13.4%
Capital Assets	<u>28,438,893</u>	<u>29,130,850</u>	<u>(691,957)</u>	<u>-2.4%</u>
<b>Total Assets</b>	<u>67,445,806</u>	<u>63,541,222</u>	<u>3,904,585</u>	<u>6.1%</u>
<b>Deferred Outflow of Resources</b>	<u>2,082,365</u>	<u>3,089,593</u>	<u>(1,007,227)</u>	<u>-32.6%</u>
Long-Term Liabilities	15,539,055	17,120,434	(1,581,379)	-9.2%
Other Liabilities	<u>882,897</u>	<u>1,634,105</u>	<u>(751,208)</u>	<u>-46.0%</u>
<b>Total Liabilities</b>	<u>16,421,952</u>	<u>18,754,539</u>	<u>(2,332,587)</u>	<u>-12.4%</u>
<b>Deferred Inflow of Resources</b>	<u>4,881,815</u>	<u>5,115,395</u>	<u>(233,580)</u>	<u>-4.6%</u>
<b>Net Position:</b>				
Net Investment in Capital Assets	25,131,286	25,399,050	(267,764)	-1.1%
Restricted	32,287,896	27,970,891	4,317,005	15.4%
Unrestricted (Deficit)	<u>(9,194,777)</u>	<u>(10,609,061)</u>	<u>1,414,284</u>	<u>-13.3%</u>
	<u>\$ 48,224,405</u>	<u>\$ 42,760,880</u>	<u>\$ 5,463,525</u>	<u>12.8%</u>

The District's financial position for governmental and business-type activities is the product of the following factors:

- Program revenues were \$13,648,376.
  - ✓ Charges for Services--\$1,521,324.
  - ✓ Operating Grants & Contributions--\$12,127,052.
- General revenues amounted to \$54,421,845.
- Net Expenditures were \$48,958,320.
- Total District revenues & beginning position are adjusted by net adjusted expenditures resulting in a calculation of net position of \$48,224,405 as of June 30, 2020.
- General Revenues (\$54,421,845) + Beginning position (\$42,760,880) – Net expenditures (\$48,958,320) = Net Position of \$48,224,405.

Voorhees Township School District  
Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
Year Ended June 30, 2020

**Change in Net Position.** Net position for **governmental and business-type activities** increased by \$5,463,525 from July 1, 2019 to June 30, 2020 (See Table A-3).

	2020	2019	Increase/ (Decrease)
<b>Revenues</b>			
Program revenues:			
Charges for services	\$ 1,521,324	\$ 2,287,738	\$ (766,414)
Operating Grants and Contributions	12,127,052	14,802,689	(2,675,638)
General revenues			
Property taxes	47,524,044	46,592,633	931,411
State and Federal Aid	6,028,310	6,205,561	(177,251)
Other	869,490	868,497	994
<b>Total revenues</b>	<u><b>68,070,220</b></u>	<u><b>70,757,118</b></u>	<u><b>(2,686,898)</b></u>
<b>Expenses</b>			
Governmental Activities:			
Instruction:			
Regular	17,474,816	17,226,531	248,285
Special Education	6,612,227	6,387,652	224,575
Other Instruction	1,231,592	1,166,171	65,421
Community Service Programs	28,612	28,612	
Support Services:			
Tuition	1,476,285	1,164,892	311,393
Student & Instruction Related Services	4,511,304	4,447,942	63,362
School Administrative Services	1,524,045	1,413,157	110,887
General and Business Administrative Services	2,316,819	2,349,703	(32,884)
Plant Operations and Maintenance	4,824,555	5,220,962	(396,407)
Pupil Transportation	2,845,103	2,954,765	(109,662)
Unallocated Benefits	17,461,366	21,947,417	(4,486,052)
Transfers to Charter Schools	43,500	44,803	(1,303)
Interest on Long-term Debt	104,543	126,554	(22,011)
Unallocated Depreciation	17,727	17,727	
Total Expenses--Governmental Activities	<u>60,472,492</u>	<u>64,496,887</u>	<u>(4,024,395)</u>
Business-Type Activities:			
Food Service	818,988	864,014	(45,026)
CER	1,315,215	1,974,112	(658,897)
Total Expenses--Business-Type Activities	<u>2,134,203</u>	<u>2,838,126</u>	<u>(703,923)</u>
<b>Total Expenses</b>	<u><b>62,606,695</b></u>	<u><b>67,335,013</b></u>	<u><b>(4,728,318)</b></u>
<b>Net Increase/(Decrease) in Net Position</b>	<u><b>5,463,525</b></u>	<u><b>3,422,105</b></u>	<u><b>2,041,419.95</b></u>
<b>Net Position July 1</b>	<u><b>42,760,880</b></u>	<u><b>39,338,775</b></u>	<u><b>3,422,105</b></u>
<b>Net Position June 30</b>	<u><b>\$ 48,224,405</b></u>	<u><b>\$ 42,760,880</b></u>	<u><b>\$ 5,463,525</b></u>

Voorhees Township School District  
 Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
 Year Ended June 30, 2020

**Change in Net Position (Cont'd).** Total revenues for the District were \$68,070,220. Unrestricted government funding was the source of 8.86% of the District's revenues. This includes the State of New Jersey and Federal sources.

Property taxes of \$47,524,044 provided 69.82% of revenues.

Other miscellaneous revenues of \$869,490 represent 1.28% of the District revenues.

The District's expenses for government activities are predominantly related to instruction and support services. Instruction together with tuition totaled \$26,823,532 (44.36%) of total expenditures. Student support services including transportation, exclusive of administration, totaled \$7,356,407 (12.16%) of total expenditures. (See Table A-3).

Total revenues exceeded expenses for governmental activities, increasing net position \$5,463,525 from the beginning balance as of July 1, 2019.

The District's net cost of services for governmental activities was \$48,653,405 for the year ended June 30, 2020. (See Table A-4).

<b>Table A-4</b>		
<b>Voorhees Township School District's Net Cost of Governmental Activities</b>		
<b>For the Year Ended June 30, 2020</b>		
<b>Governmental Activities:</b>	<b>Total Cost of Services</b>	<b>Net Cost of Services</b>
Instruction:		
Regular	\$ 17,474,816	\$ 16,462,789
Special Education	6,612,227	6,612,227
Other Instruction	1,231,592	1,231,592
Community Service Programs	28,612	28,612
Support Services:		
Tuition	1,476,285	1,476,285
Student & Instruction Related Services	4,511,304	4,373,793
School Administrative Services	1,524,045	1,524,045
General and Business Administrative Services	2,316,819	2,316,819
Plant Operations and Maintenance	4,824,555	4,824,555
Pupil Transportation	2,845,103	2,845,103
Unallocated Benefits	17,461,366	6,823,974
Transfers to Charter Schools	43,500	43,500
Interest on Long-term Debt	104,543	72,385
Unallocated Depreciation	17,727	17,727
<b>Total Governmental Activities</b>	<b><u>\$ 60,472,492</u></b>	<b><u>\$ 48,653,405</u></b>

Voorhees Township School District  
Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
Year Ended June 30, 2020

**Activity Descriptions**

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

**Tuition expenses** include the cost to the District to send pupils with special needs living within the District to private schools and/or schools outside the District area.

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

**School Administrative and General and Business Administrative services** include expenses associated with establishing and administering policy for the District including financial supervision.

**Plant operation and maintenance of plant activities** involve keeping the school grounds, buildings and equipment in a safe and effective working condition.

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

**Unallocated benefits** includes the cost of benefits for the District staff for social security, retirement contributions, worker's compensation, health benefits and other employee benefits.

**Interest on long-term debt and amortization of bond issuance costs** involve the transactions associated with the payment of interest and other related charges to the debt of the District.

**Unallocated depreciation** is used to report the depreciation expense on capital assets whose use cannot be specifically identified to one particular function.

**FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS**

The financial performance of the Voorhees Township School District as a whole is also reflected in the governmental funds which are accounted for using the modified accrual basis of accounting. As the District completed the year, its governmental funds reported a combined fund balance of \$36,224,454. As of June 30, 2019, the fund balance was \$30,480,659. The General Fund balance increased by \$5,848,385.

Historical Perspective: The District continues to reinvest funds in the emergency reserve for the general fund, the capital reserve for capital projects and repayment of debt and the maintenance reserve for required maintenance of the facilities.

All governmental funds had total revenues of \$63,597,063 and total expenditures of \$58,847,155.

Voorhees Township School District  
 Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
 Year Ended June 30, 2020

**GENERAL FUND**

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

The General Fund includes the primary operations of the District in providing educational services to students from pre-kindergarten through grade 8 including pupil transportation activities and capital outlay projects.

**General Fund Revenues.** The following schedule (Table A-5) presents a summary of General Fund revenues. The summary reflects the dollar and percent increase (decrease) from the prior year.

<b>Table A-5</b>				
<b>Voorhees Township School District</b>				
<b>Summary of General Fund Revenues</b>				
	<u>Year Ended</u> <u>June 30, 2020</u>	<u>Year Ended</u> <u>June 30, 2019</u>	<u>Amount of</u> <u>Increase</u> <u>(Decrease)</u>	<u>Percent</u> <u>Increase</u> <u>(Decrease)</u>
Local sources:				
Local tax levy	\$ 47,501,938	\$ 46,570,527	\$ 931,411	2.0%
Miscellaneous	814,317	809,459	4,858	0.6%
<b>Total - Local Sources</b>	<u>48,316,255</u>	<u>47,379,986</u>	<u>936,269</u>	<u>2.0%</u>
State Sources	13,726,310	13,604,438	121,872	0.9%
Federal Sources	38,736	61,363	(22,627)	-36.9%
<b>Total - Gov't Sources</b>	<u>13,765,046</u>	<u>13,665,801</u>	<u>99,245</u>	<u>0.7%</u>
<b>Total Revenues</b>	<u><b>\$ 62,081,301</b></u>	<u><b>\$ 61,045,787</b></u>	<u><b>\$ 1,035,514</b></u>	<u><b>1.7%</b></u>

The primary source of funding for the District is received from local property taxes that accounted for 76.52% of total revenues. State aid accounted for 22.11% of total revenues.

Total General Fund revenues increased by \$1,035,514 or 1.7% from the previous year.

Voorhees Township School District  
 Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
 Year Ended June 30, 2020

**GENERAL FUND (CONT'D)**

**General Fund Expenditures.** The following schedule (Table A-6) presents a summary of General Fund expenditures. The summary reflects the dollar and percent increases (decreases) from the prior year.

<b>Table A-6</b>				
<b>Voorhees Township School District</b>				
<b>Summary of General Fund Expenditures</b>				
	<b>Year Ended</b>	<b>Year Ended</b>	<b>Amount of</b>	<b>Percent</b>
	<b>June 30, 2020</b>	<b>June 30, 2019</b>	<b>Increase/ (Decrease)</b>	<b>Increase/ (Decrease)</b>
<b>Current:</b>				
Regular Instruction	\$ 15,717,379	\$ 15,386,629	\$ 330,751	2.1%
Special Education Instruction	6,612,227	6,387,652	224,575	3.5%
Other Instruction	1,231,592	1,166,171	65,421	5.6%
<b>Support Services and Undistributed Costs:</b>				
Tuition	1,476,285	1,164,892	311,393	26.7%
Student & Instruction Related Services	4,331,977	4,255,705	76,272	1.8%
School Administrative Services	1,487,330	1,376,610	110,719	8.0%
Other Administrative Services	2,130,092	1,865,025	265,067	14.2%
Plant Operations and Maintenance	3,906,063	4,216,303	(310,240)	-7.4%
Pupil Transportation	2,845,103	2,954,765	(109,662)	-3.7%
Unallocated Employee Benefits	15,178,795	16,899,425	(1,720,630)	-10.2%
Transfers to Charter Schools	43,500	44,803	(1,303)	-2.9%
Debt Service	500,000	-	500,000	100.0%
Capital Outlay	1,205,375	411,229	794,147	193.1%
<b>Total Expenditures</b>	<b>\$ 56,665,717</b>	<b>\$ 56,129,208</b>	<b>\$ 536,510</b>	<b>1.0%</b>

Total General Fund expenditures increased \$536,510 overall, or 1.0% from the previous year. This increase was mainly the result of increased costs for instruction, debt service and capital outlay expenditures, coupled with a significant decrease in unallocated employee benefits.

The Voorhees Township School District values its fund balances as a vehicle for addressing unbudgeted and emergent needs that occur during the school year. The amounts of budgeted fund balance designated to support the subsequent year's budgets and provide property tax relief were \$1,133,687 for the 2019-20 school year and \$1,276,618 for the 2020-21 school year. During the 2019-20 school year, the District utilized funds from the maintenance reserve to address needs of the District.

During the course of the 2019-20 school year, the District made General Fund budget transfers as needed to ensure no line item was projected to be over-expended.

**DEBT SERVICE FUND**

The current year obligations for payment of debt service principal and interest amounted to \$1,031,900, of which \$22,106 in funding was provided by the local tax levy, \$342,451 was received as aid from the State and \$667,343 was budgeted fund balance.

Voorhees Township School District  
 Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
 Year Ended June 30, 2020

**FOOD SERVICE FUND**

The Food Service Fund had net position of \$117,759 as of June 30, 2020. This reflects a decrease of \$118,897 from June 30, 2019. From March through June 2020, school districts were closed due to COVID-19 and meal distribution was available to all students on a weekly basis with reimbursement at the free meal rate.

**COMMUNITY EDUCATION AND RECREATION PROGRAM (CER)**

The CER Program had net position of \$2,610,076 as of June 30, 2020. This reflects a decrease of \$148,856 from June 30, 2019. Due to COVID-19, most of the programs and rentals associated with CER had to be cancelled for fiscal year 2020.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

Capital Assets are individual items purchased at a cost exceeding \$2,000, have an extended useful life of one year or more and maintain their identity and structure when placed into service.

At the end of 2020, the District had capital assets with a book value of \$28,438,893. This consists of a broad range of capital assets, including land, school buildings, computer and audio-visual equipment and administrative offices. (See Table A-7). Total depreciation expense for the year was \$2,022,360.

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$ 6,399,000	\$ 6,399,000			\$ 6,399,000	\$ 6,399,000
Buildings and Building Improvements	54,486,358	53,752,344			54,486,358	53,752,344
Furnishings and Equipment	<u>7,374,723</u>	<u>6,903,362</u>	<u>\$ 1,065,204</u>	<u>\$ 960,252</u>	<u>8,439,927</u>	<u>7,863,614</u>
Total Capital Assets	68,260,081	67,054,706	1,065,204	960,252	69,325,285	68,014,958
Less:						
Accumulated Depreciation	<u>(40,010,623)</u>	<u>(38,049,474)</u>	<u>(875,769)</u>	<u>(834,634)</u>	<u>(40,886,392)</u>	<u>(38,884,108)</u>
<b>Net Capital Assets</b>	<b><u>\$ 28,249,458</u></b>	<b><u>\$ 29,005,231</u></b>	<b><u>\$ 189,435</u></b>	<b><u>\$ 125,618</u></b>	<b><u>\$ 28,438,893</u></b>	<b><u>\$ 29,130,850</u></b>



Voorhees Township School District  
 Voorhees, New Jersey

Management's Discussion and Analysis (continued)  
 Year Ended June 30, 2020

**CAPITAL ASSETS AND DEBT ADMINISTRATION (CONT'D)**

**Long-term Obligations**

At year-end, the District had \$2,825,000 in general obligation bonds outstanding, a decrease of \$935,000 from last year. Purchasing agreements payable were initiated during the 2019-20 school year with \$493,887 outstanding at year-end. The net pension liability was \$10,993,603, a decrease of \$986,293 from last year (See Table A-8).

The District had a \$1,207,210 liability for compensated absences. This liability represents the District's contractual obligation to compensate employees for accumulated unused sick leave entitlements upon retirement. The liability for Compensated Absences was calculated utilizing an expected retirement age of 55, which is the minimum retirement age with 25 years of service.

<b>Table A-8</b>				
<b>Voorhees Township School District</b>				
<b>Long Term Debt Schedule</b>				
<b><u>Governmental Activity</u></b>	<b><u>Balance at</u></b>	<b><u>Balance at</u></b>	<b><u>Increase/</u></b>	<b><u>%</u></b>
	<b><u>June 30, 2020</u></b>	<b><u>June 30, 2019</u></b>	<b><u>(Decrease)</u></b>	<b><u>Change</u></b>
General Obligation Bonds Payable	\$ 2,825,000	\$ 3,760,000	\$ (935,000)	-24.9%
Purchasing Agreements Payable	493,887	-	493,887	100.0%
Net Pension Liability	10,993,603	11,979,896	(986,293)	-8.2%
Compensated Absences	<u>1,207,210</u>	<u>1,332,150</u>	<u>(124,940)</u>	<u>-9.4%</u>
<b>Total</b>	<b><u>\$ 15,519,700</u></b>	<b><u>\$ 17,072,046</u></b>	<b><u>\$ (1,552,346)</u></b>	<b><u>-9.1%</u></b>

**THE FUTURE OUTLOOK**

In July 2018, NJ Bill S2 was approved by the Governor of NJ. This legislation which takes effect in Fiscal Year 2020, modifies the current school funding law in an attempt to provide a more equitable funding distribution through the school funding formula contained in the School Funding Reform Act (SFRA). Funding will be adjusted accordingly through fiscal year 2025. The District has experienced a reduction in state aid in fiscal years 2018, 2019 and 2020 and based on the passing of S2, the District will plan accordingly for future years by limiting discretionary spending and scheduling the use of the capital reserve and maintenance reserve as needed. These new economic parameters are significant, but achievable.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Helen G. Haley, CPA, Business Administrator/Board Secretary at:

Voorhees Township School District, 329 Rt. 73, Voorhees, New Jersey 08043.

## BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Statement of Net Position  
June 30, 2020

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS:</b>			
Cash and Cash Equivalents	\$ 33,995,547.61	\$ 2,566,781.96	\$ 36,562,329.57
Cash with Fiscal Agents	993,887.00		993,887.00
Receivables, net	759,092.00	29,293.75	788,385.75
Inventory		18,723.69	18,723.69
Restricted Assets:			
Restricted Cash and Cash Equivalents	643,587.65		643,587.65
Capital Assets, net	28,249,457.96	189,434.76	28,438,892.72
<b>Total Assets</b>	<u>64,641,572.22</u>	<u>2,804,234.16</u>	<u>67,445,806.38</u>
<b>DEFERRED OUTFLOW OF RESOURCES:</b>			
Deferred Loss on Refunding of Debt Related to Pensions	30,635.46 <u>2,051,730.00</u>		30,635.46 <u>2,051,730.00</u>
<b>Total Deferred Outflows of Resources</b>	<u>2,082,365.46</u>	<u>-</u>	<u>2,082,365.46</u>
<b>LIABILITIES:</b>			
Accounts Payable	809,066.18		809,066.18
Internal Balances	(38,035.06)	38,035.06	
Payable to State Government	47,422.47		47,422.47
Unearned Revenue	3,385.84		3,385.84
Accrued Interest on Bonds	23,022.39		23,022.39
Noncurrent Liabilities:			
Due within One Year	1,477,629.38	1,100.00	1,478,729.38
Due beyond One Year	14,023,060.85	37,265.00	14,060,325.85
<b>Total Liabilities</b>	<u>16,345,552.06</u>	<u>76,400.06</u>	<u>16,421,952.12</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Related to Pensions	<u>4,881,815.00</u>	<u>-</u>	<u>4,881,815.00</u>
<b>NET POSITION:</b>			
Net Investment in Capital Assets	24,941,851.18	189,434.76	25,131,285.94
Restricted for:			
Debt Service	541,737.54		541,737.54
Capital Projects	22,861,500.11		22,861,500.11
Other Purposes	8,884,658.02		8,884,658.02
Unrestricted (Deficit)	<u>(11,733,176.23)</u>	<u>2,538,399.34</u>	<u>(9,194,776.89)</u>
<b>Total Net Position</b>	<u>\$ 45,496,570.62</u>	<u>\$ 2,727,834.10</u>	<u>\$ 48,224,404.72</u>

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Statement of Activities  
For the Fiscal Year Ended June 30, 2020

Functions / Programs	Expenses	Program Revenues			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>							
Instruction:							
Regular	\$ 17,474,816.12		\$ 1,012,026.85		\$ (16,462,789.27)		\$ (16,462,789.27)
Special Education	6,612,227.08				(6,612,227.08)		(6,612,227.08)
Other Special Instruction	969,031.93				(969,031.93)		(969,031.93)
Other Instruction	262,560.17				(262,560.17)		(262,560.17)
Community Services Programs / Operations	28,611.57				(28,611.57)		(28,611.57)
Support Services:							
Tuition	1,476,284.65				(1,476,284.65)		(1,476,284.65)
Student and Instruction Related Services	4,511,303.90		137,510.63		(4,373,793.27)		(4,373,793.27)
School Administrative Services	1,524,044.52				(1,524,044.52)		(1,524,044.52)
General and Business Administrative Services	2,316,818.92				(2,316,818.92)		(2,316,818.92)
Plant Operations and Maintenance	4,824,555.00				(4,824,555.00)		(4,824,555.00)
Pupil Transportation	2,845,103.15				(2,845,103.15)		(2,845,103.15)
Unallocated Benefits	17,461,365.71		10,637,392.21		(6,823,973.50)		(6,823,973.50)
Transfer to Charter Schools	43,500.00				(43,500.00)		(43,500.00)
Interest on Long-Term Debt	104,542.73		32,157.67		(72,385.06)		(72,385.06)
Unallocated Depreciation	17,726.58				(17,726.58)		(17,726.58)
<b>Total Governmental Activities</b>	<b>60,472,492.03</b>	<b>-</b>	<b>11,819,087.36</b>	<b>-</b>	<b>(48,653,404.67)</b>	<b>-</b>	<b>(48,653,404.67)</b>
<b>Business-Type Activities:</b>							
Food Service	824,714.06	\$ 392,247.66	307,964.14		\$ (124,502.26)		(124,502.26)
Community Education and Recreation	1,315,214.80	1,129,076.11			(186,138.69)		(186,138.69)
<b>Total Business-Type Activities</b>	<b>2,139,928.86</b>	<b>1,521,323.77</b>	<b>307,964.14</b>	<b>-</b>	<b>-</b>	<b>(310,640.95)</b>	<b>(310,640.95)</b>
<b>Total Government</b>	<b>\$ 62,612,420.89</b>	<b>\$ 1,521,323.77</b>	<b>\$ 12,127,051.50</b>	<b>\$ -</b>	<b>(48,653,404.67)</b>	<b>(310,640.95)</b>	<b>(48,964,045.62)</b>
<b>General Revenues:</b>							
Taxes:							
Property Taxes, Levied for General Purposes, net					47,501,938.00		47,501,938.00
Taxes Levied for Debt Service					22,106.00		22,106.00
Federal and State Aid not Restricted					6,028,310.10		6,028,310.10
Investment Earnings					484,055.15	37,161.98	521,217.13
Miscellaneous Income					333,923.32		333,923.32
Gain/(Loss) on Disposal of Assets					14,350.00	5,726.00	20,076.00
<b>Total General Revenues</b>					<b>54,384,682.57</b>	<b>42,887.98</b>	<b>54,427,570.55</b>
<b>Change in Net Position</b>					<b>5,731,277.90</b>	<b>(267,752.97)</b>	<b>5,463,524.93</b>
<b>Net Position -- July 1</b>					<b>39,765,292.72</b>	<b>2,995,587.07</b>	<b>42,760,879.79</b>
<b>Net Position -- June 30</b>					<b>\$ 45,496,570.62</b>	<b>\$ 2,727,834.10</b>	<b>\$ 48,224,404.72</b>

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

FUND FINANCIAL STATEMENTS

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Governmental Funds  
 Balance Sheet  
 June 30, 2020

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>ASSETS:</b>					
Cash and Cash Equivalents	\$ 33,995,547.61		\$ 78,900.09	\$ 564,687.56	\$ 34,639,135.26
Cash with Fiscal Agents	993,887.00				993,887.00
Interfund Accounts Receivable	202,562.24		0.02		202,562.26
Receivables from Other Governments	473,005.60	\$ 202,156.15			675,161.75
Other Accounts Receivable		716.60			716.60
	<u>35,665,002.45</u>	<u>202,872.75</u>	<u>78,900.11</u>	<u>564,687.56</u>	<u>36,511,462.87</u>
Total Assets	<u>\$ 35,665,002.45</u>	<u>\$ 202,872.75</u>	<u>\$ 78,900.11</u>	<u>\$ 564,687.56</u>	<u>\$ 36,511,462.87</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
Liabilities:					
Interfund Accounts Payable	\$ 810.68	\$ 81,313.53		\$ 0.02	\$ 82,124.23
Accounts Payable	83,325.59	70,750.91			154,076.50
Payable to State Government		47,422.47			47,422.47
Unearned Revenue		3,385.84			3,385.84
	<u>84,136.27</u>	<u>202,872.75</u>	<u>-</u>	<u>0.02</u>	<u>287,009.04</u>
Total Liabilities	<u>84,136.27</u>	<u>202,872.75</u>	<u>-</u>	<u>0.02</u>	<u>287,009.04</u>
Fund Balances:					
Restricted:					
Capital Reserve Account	22,782,600.00				22,782,600.00
Emergency Reserve	476,744.58				476,744.58
Maintenance Reserve	2,700,000.00				2,700,000.00
Excess Surplus	4,618,556.45				4,618,556.45
Capital Projects			\$ 78,900.11		78,900.11
Debt Service				564,687.54	564,687.54
Excess Surplus--Designated for Subsequent Year's Expenditures	1,089,357.00				1,089,357.00
Committed	993,887.00				993,887.00
Assigned:					
Designated for Subsequent Year's Expenditures	187,261.00				187,261.00
Other Purposes	1,369,193.52				1,369,193.52

(Continued)

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Governmental Funds  
 Balance Sheet  
 June 30, 2020

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>LIABILITIES AND FUND BALANCES (CONT'D):</b>					
Fund Balances (Continued):					
Unassigned	\$ 1,363,266.64	-	-	-	\$ 1,363,266.64
Total Fund Balances	<u>35,580,866.18</u>	<u>-</u>	<u>\$ 78,900.11</u>	<u>\$ 564,687.54</u>	36,224,453.83
Total Liabilities and Fund Balances	<u>\$ 35,665,002.45</u>	<u>\$ 202,872.75</u>	<u>\$ 78,900.11</u>	<u>\$ 564,687.56</u>	
Amounts reported for <i>governmental activities</i> in the statement of net position (A-1) are different because:					
Interest on long-term debt in the statement of activities is accrued, regardless of when due.					(23,022.39)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$68,260,081.07 and the accumulated depreciation is \$40,010,623.11.					28,249,457.96
Deferred loss on refunding of debt is a consumption of net position that is applicable to a future reporting period and therefore is not reported in the funds.					30,635.46
Long-term liabilities, including bonds payable, purchasing agreements payable, compensated absences payable and net pension liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds.					(15,500,690.23)
Deferred outflows and deferred inflows related to pensions represent the consumption and acquisition, respectively, of resources that relate to future periods; therefore, such amounts are not reported in the fund financial statements.					(2,830,085.00)
Accounts Payable related to the April 1, 2021 Required PERS pension contribution that is not to be liquidated with current financial resources.					(654,179.00)
Net Position of governmental activities					<u>\$ 45,496,570.62</u>

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



**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Governmental Funds  
 Statement of Revenues, Expenditures, and Changes in Fund Balances  
 For the Fiscal Year Ended June 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>REVENUES:</b>					
Local Tax Levy	\$ 47,501,938.00			\$ 22,106.00	\$ 47,524,044.00
Miscellaneous	814,316.74	\$ 1,994.16	\$ 1,018.64	648.93	817,978.47
State Sources	13,726,310.21	127,876.17		342,451.00	14,196,637.38
Federal Sources	38,735.93	1,019,667.15			1,058,403.08
	<u>62,081,300.88</u>	<u>1,149,537.48</u>	<u>1,018.64</u>	<u>365,205.93</u>	<u>63,597,062.93</u>
Total Revenues					
<b>EXPENDITURES:</b>					
Current:					
Regular Instruction	15,717,379.25	1,012,026.85			16,729,406.10
Special Education Instruction	6,612,227.08				6,612,227.08
Other Special Instruction	969,031.93				969,031.93
Other Instruction	262,560.17				262,560.17
Support Services and Undistributed Costs:					
Tuition	1,476,284.65				1,476,284.65
Student and Instruction Related Services	4,331,976.77	137,510.63			4,469,487.40
School Administrative Services	1,487,329.72				1,487,329.72
Other Administrative Services	2,130,091.62				2,130,091.62
Plant Operations and Maintenance	3,906,063.03				3,906,063.03
Pupil Transportation	2,845,103.15				2,845,103.15
Unallocated Benefits	15,178,794.71				15,178,794.71
Transfer to Charter Schools	43,500.00				43,500.00
Debt Service:					
Principal	500,000.00			935,000.00	1,435,000.00
Interest and Other Charges				96,900.00	96,900.00
Capital Outlay	1,205,375.41				1,205,375.41
	<u>56,665,717.49</u>	<u>1,149,537.48</u>	<u>-</u>	<u>1,031,900.00</u>	<u>58,847,154.97</u>
Total Expenditures					
Excess (Deficiency) of Revenues over Expenditures	<u>5,415,583.39</u>	<u>-</u>	<u>1,018.64</u>	<u>(666,694.07)</u>	<u>4,749,907.96</u>

(Continued)

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Governmental Funds  
 Statement of Revenues, Expenditures, and Changes in Fund Balances  
 For the Fiscal Year Ended June 30, 2020

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
OTHER FINANCING SOURCES (USES):					
Proceeds from Purchasing Agreements	\$ 993,887.00				\$ 993,887.00
Operating Transfers	(561,085.00)	-	\$ (1,018.64)	\$ 562,103.64	
Total Other Financing Sources and Uses	<u>432,802.00</u>	<u>-</u>	<u>(1,018.64)</u>	<u>562,103.64</u>	<u>993,887.00</u>
Net Change in Fund Balances	<u>5,848,385.39</u>	<u>-</u>	<u>-</u>	<u>(104,590.43)</u>	<u>5,743,794.96</u>
Fund Balance -- July 1	<u>29,732,480.79</u>	<u>-</u>	<u>78,900.11</u>	<u>669,277.97</u>	<u>30,480,658.87</u>
Fund Balance -- June 30	<u>\$ 35,580,866.18</u>	<u>\$ -</u>	<u>\$ 78,900.11</u>	<u>\$ 564,687.54</u>	<u>\$ 36,224,453.83</u>

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Reconciliation of the Statement of Revenues, Expenditures,  
 and Changes in Fund Balances of Governmental Funds  
 to the Statement of Activities  
 For the Fiscal Year Ended June 30, 2020

Total Net Change in Fund Balances - Governmental Funds		\$ 5,743,794.96
<p>Amounts reported for governmental activities in the statement of activities (A-2) are different because:</p>		
<p>Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.</p>		
Depreciation Expense	\$ (1,975,498.74)	
Capital Outlays	1,205,375.41	(770,123.33)
<p>Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.</p>		
		935,000.00
<p>Retirement of purchasing agreements principal is an expenditure in the governmental funds, but the retirement reduces long-term liabilities in the statement of Net Position and is not reported in the statement of activities.</p>		
		500,000.00
<p>The issuance of long-term debt (bonds, purchase agreements) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect premiums, discounts and similar items when debt is first issued, whereas these amounts are expensed in a systematic and rational manner over the duration of the related debt in the statement of activities. This amount is the net effect of these differences in the treatment of the issuance of long-term debt and related items.</p>		
		(1,010,807.34)
<p>The net effect of various miscellaneous transactions involving capital assets (i.e., disposals, donations and capital grants) is to increase net position.</p>		
		14,350.00
<p>Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This amount is the net effect of the difference in the treatment of interest on long-term debt.</p>		
		9,277.61
<p>In the statement of activities, certain operating expenses, (e.g., compensated absences) 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). This amount is the net effect of the difference in treatment of compensated absences.</p>		
		110,545.00
<p>Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.</p>		
		199,241.00
Change in Net Position of Governmental Activities		\$ 5,731,277.91

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Proprietary Funds  
 Statement of Net Position  
 June 30, 2020

	Business-Type Activities - Enterprise Funds		
	<u>Food Service</u>	<u>Community Education and Recreation</u>	<u>Totals</u>
<b>ASSETS:</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 1,362.19	\$ 2,565,419.77	\$ 2,566,781.96
Intergovernmental Accounts Receivable:			
State	299.75		299.75
Federal	28,994.00		28,994.00
Inventories	18,723.69		18,723.69
<b>Total Current Assets</b>	<u>49,379.63</u>	<u>2,565,419.77</u>	<u>2,614,799.40</u>
Noncurrent Assets:			
Furnishings and Equipment	761,354.16	303,849.45	1,065,203.61
Less Accumulated Depreciation	<u>(679,610.29)</u>	<u>(196,158.56)</u>	<u>(875,768.85)</u>
<b>Total Noncurrent Assets</b>	<u>81,743.87</u>	<u>107,690.89</u>	<u>189,434.76</u>
<b>Total Assets</b>	<u>131,123.50</u>	<u>2,673,110.66</u>	<u>2,804,234.16</u>
<b>LIABILITIES:</b>			
Current Liabilities:			
Compensated Absences Payable	1,000.00	100.00	1,100.00
Interfund Accounts Payable		38,035.06	38,035.06
<b>Total Current Liabilities</b>	<u>1,000.00</u>	<u>38,135.06</u>	<u>39,135.06</u>
Noncurrent Liabilities:			
Compensated absences	12,365.00	24,900.00	37,265.00
<b>Total Noncurrent Liabilities</b>	<u>12,365.00</u>	<u>24,900.00</u>	<u>37,265.00</u>
<b>Total Liabilities</b>	<u>13,365.00</u>	<u>63,035.06</u>	<u>76,400.06</u>
<b>NET POSITION:</b>			
Net Investment in Capital Assets	81,743.87	107,690.89	189,434.76
Unrestricted	36,014.63	2,502,384.71	2,538,399.34
<b>Total Net Position</b>	<u>\$ 117,758.50</u>	<u>\$ 2,610,075.60</u>	<u>\$ 2,727,834.10</u>

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Proprietary Funds  
 Statement of Revenues, Expenses, and Changes in Fund Net Position  
 For the Fiscal Year Ended June 30, 2020

	Business-Type Activities - Enterprise Funds		
	<u>Food Service</u>	<u>Community Education and Recreation</u>	<u>Total Enterprise</u>
<b>OPERATING REVENUES:</b>			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 247,933.75		\$ 247,933.75
Daily Sales - Non-Reimbursable Programs	137,983.28		137,983.28
Miscellaneous	5,014.40		5,014.40
Community Service Activities	<u>1,316.23</u>	<u>\$ 1,129,076.11</u>	<u>1,130,392.34</u>
Total Operating Revenues	<u>392,247.66</u>	<u>1,129,076.11</u>	<u>1,521,323.77</u>
<b>OPERATING EXPENSES:</b>			
Salaries	384,210.50	938,486.39	1,322,696.89
Employee Benefits	27,163.46	132,101.79	159,265.25
Other Professional Services	44,904.84	8,500.00	53,404.84
Transportation		12,124.60	12,124.60
Travel	3,222.84		3,222.84
General Supplies	40,181.34	66,731.83	106,913.17
Depreciation	12,315.69	34,545.14	46,860.83
Cost of Sales:			
Reimbursable programs	213,456.12		213,456.12
Non-reimbursable programs	72,872.00		72,872.00
Miscellaneous Expense	<u>19,607.27</u>	<u>122,725.05</u>	<u>142,332.32</u>
Total Operating Expenses	<u>824,714.06</u>	<u>1,315,214.80</u>	<u>2,139,928.86</u>
Operating Income (Loss)	<u>(432,466.40)</u>	<u>(186,138.69)</u>	<u>(618,605.09)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
State Sources:			
State School Lunch Program	6,557.12		6,557.12
Federal Sources:			
National School Lunch Program	188,154.73		188,154.73
National School Breakfast Program	38,278.14		38,278.14
Food Distribution Program	74,974.15		74,974.15
Gain/(Loss) on Disposal of Capital Assets	3,398.00	2,328.00	5,726.00
Interest and Investment Revenue	<u>2,207.08</u>	<u>34,954.90</u>	<u>37,161.98</u>
Total Nonoperating Revenues (Expenses)	<u>313,569.22</u>	<u>37,282.90</u>	<u>350,852.12</u>
Change in Net Position	(118,897.18)	(148,855.79)	(267,752.97)
Total Net Position -- July 1	<u>236,655.68</u>	<u>2,758,931.39</u>	<u>2,995,587.07</u>
Total Net Position -- June 30	<u>\$ 117,758.50</u>	<u>\$ 2,610,075.60</u>	<u>\$ 2,727,834.10</u>

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Proprietary Funds  
 Statement of Cash Flows  
 For the Fiscal Year Ended June 30, 2020

	Business-Type Activities - Enterprise Funds		
	<u>Food Service</u>	<u>Community Education and Recreation</u>	<u>Total Enterprise</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from Customers	\$ 392,247.66	\$ 1,129,076.11	\$ 1,521,323.77
Payments to Employees	(384,210.50)	(938,486.39)	(1,322,696.89)
Payments for Employee Benefits	(26,283.46)	(147,376.79)	(173,660.25)
Payments to Suppliers	(405,587.78)	(210,081.48)	(615,669.26)
Net Cash Provided by (used for) Operating Activities	<u>(423,834.08)</u>	<u>(166,868.55)</u>	<u>(590,702.63)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
State Sources	6,880.30		6,880.30
Federal Sources	281,696.97		281,696.97
Operating Subsidies and Transfers to/from Other Funds	26114.04	38,035.06	64,149.10
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>314,691.31</u>	<u>38,035.06</u>	<u>352,726.37</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Purchases of Capital Assets	(46,635.16)	(58,316.00)	(104,951.16)
Net Cash Provided by (used for) Capital and Related Financing Activities	<u>(46,635.16)</u>	<u>(58,316.00)</u>	<u>(104,951.16)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest and Dividends	2,207.08	34,954.90	37,161.98
Net Cash Provided by (used for) Investing Activities	<u>2,207.08</u>	<u>34,954.90</u>	<u>37,161.98</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(153,570.85)	(152,194.59)	(305,765.44)
Cash and Cash Equivalents -- July 1	154,933.04	2,717,614.36	2,872,547.40
Cash and Cash Equivalents -- June 30	<u>\$ 1,362.19</u>	<u>\$ 2,565,419.77</u>	<u>\$ 2,566,781.96</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ (432,466.40)	\$ (186,138.69)	\$ (618,605.09)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Depreciation and Net Amortization	12,315.69	34,545.14	46,860.83
(Increase) Decrease in Inventories	(4,563.37)		(4,563.37)
(Increase) Decrease in Interfunds Receivable		(38,035.06)	(38,035.06)
Increase (Decrease) in Compensated Absences Payable	880.00	22,760.06	23,640.06
Total Adjustments	<u>8,632.32</u>	<u>19,270.14</u>	<u>27,902.46</u>
Net Cash Provided by (used for) Operating Activities	<u>\$ (423,834.08)</u>	<u>\$ (166,868.55)</u>	<u>\$ (590,702.63)</u>

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Fiduciary Funds  
 Statement of Fiduciary Net Position  
 June 30, 2020

	<u>Private-Purpose Trust Funds</u>		<u>Agency Funds</u>	
	<u>Unemployment Compensation</u>	<u>Scholarship Fund</u>	<u>Student Activity</u>	<u>Payroll</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 807,913.26	\$ 74.17	\$ 53,064.70	\$ 429,128.17
Other Accounts Receivable				1,078.08
Intrafund Accounts Receivable	45,626.44			
Interfund Accounts Receivable				810.68
	<u>853,539.70</u>	<u>74.17</u>	<u>\$ 53,064.70</u>	<u>\$ 431,016.93</u>
<b>Total Assets</b>				
<b>LIABILITIES:</b>				
Intrafund Accounts Payable				\$ 45,626.44
Interfund Accounts Payable				83,213.65
Payable to Student Groups			\$ 53,064.70	
Payroll Deductions and Withholdings				302,176.84
	<u>-</u>	<u>-</u>	<u>\$ 53,064.70</u>	<u>\$ 431,016.93</u>
<b>Total Liabilities</b>				
<b>NET POSITION:</b>				
Held in Trust for:				
Unemployment Claims and Other Purposes	853,539.70			
Scholarships		74.17		
	<u>\$ 853,539.70</u>	<u>\$ 74.17</u>		
<b>Total Net Position</b>				

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Fiduciary Funds  
 Statement of Changes in Fiduciary Net Position  
 For the Fiscal Year Ended June 30, 2020

	<u>Private-Purpose Trust Funds</u>	
	<u>Unemployment Compensation Trust</u>	<u>Scholarship Fund</u>
<b>ADDITIONS:</b>		
Contributions:		
Employee Salary Deductions	\$ 45,626.44	
Investment Earnings:		
Interest	<u>10,471.12</u>	<u>\$ 4.73</u>
Total Additions	<u>56,097.56</u>	<u>4.73</u>
<b>DEDUCTIONS:</b>		
Unemployment Claims	22,895.97	
Scholarships		<u>300.00</u>
Total Deductions	<u>22,895.97</u>	<u>300.00</u>
Change in Net Position	33,201.59	(295.27)
Net Position -- July 1	<u>820,338.11</u>	<u>369.44</u>
Net Position -- June 30	<u>\$ 853,539.70</u>	<u>\$ 74.17</u>

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



**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2020

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

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

**Description of the Financial Reporting Entity**

The School District is a Type II district located in the County of Camden, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education (the "Board"). The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The Superintendent is appointed by the Board to act as executive officer of the School District. The purpose of the School District is to educate students in grades K-8 at its five schools. The School District has an approximate enrollment at June 30, 2020 of 2,942.

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

**Government-wide and Fund Financial Statements**

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

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

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

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Government-wide and Fund Financial Statements (Cont'd)**

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

**Measurement Focus, Basis of Accounting and Financial Statement Presentation**

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

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

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

The School District reports the following major governmental funds:

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

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

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

The School District reports the following major governmental funds (cont'd):

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

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

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

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

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

The School District reports the following major proprietary funds:

**Enterprise Funds**

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

**Community Education and Recreation Program** - This fund accounts for financial activity related to providing community education and recreation program activities for School District students and community residents.

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

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

The School District maintains the following fiduciary funds:

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

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

Scholarship Fund - Revenues consist of donations and interest income. Expenditures represent scholarships for students.

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

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

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

**Budgets / Budgetary Control**

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

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the legally mandated revenue recognition of the one or more June state aid payments for budgetary purposes only, and the special revenue fund. N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for school districts to recognize this revenue in the current budget year. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Budgets / Budgetary Control (Cont'd)**

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

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

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

**Encumbrances**

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

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, are reflected on the balance sheet as unearned revenues at fiscal year-end.

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

**Cash, Cash Equivalents and Investments**

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

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

**Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****Cash, Cash Equivalents and Investments (Cont'd)**

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

**Inventories**

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

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

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

**Tuition Receivable**

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

**Prepaid Expenses**

Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2020. The School District had no prepaid expenses for the fiscal year ended June 30, 2020.

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

**Short-Term Interfund Receivables / Payables**

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

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

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

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Building Improvements	10-50 Years
Furnishings and Equipment	5-20 Years
Movable Equipment	4-10 Years

The School District does not possess any infrastructure assets.

**Deferred Outflows and Deferred Inflows of Resources**

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

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

**Tuition Payable**

Tuition charges for the fiscal years ended June 30, 2020 and 2019 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

**Unearned Revenue**

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

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

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

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

**Accrued Liabilities and Long-Term Obligations**

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

**Bond Discounts / Premiums**

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

**Net Position**

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

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

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

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

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



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

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

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

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

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

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

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

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

**Interfund Activity**

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

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

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

**Impact of Recently Issued Accounting Principles****Recently Issued Accounting Pronouncements**

The GASB has issued the following Statements that will become effective for the School District for fiscal years ending after June 30, 2020:

Statement No. 84, *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments.

The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The Statement will become effective for the School District in the fiscal year ending June 30, 2021. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the School District.

Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The Statement will become effective for the School District in the fiscal year ending June 30, 2022. Management is currently evaluating whether or not this Statement will have an impact on the basic financial statements of the School District.

**Note 2: CASH AND CASH EQUIVALENTS**

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

**Note 2: CASH AND CASH EQUIVALENTS (CONT'D)**

As of June 30, 2020, the School District's bank balances of \$39,390,946.94 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$38,504,147.99
Uninsured and Uncollateralized	<u>886,798.95</u>
Total	<u>\$39,390,946.94</u>

**Held in Trust** - The School District has entered into a purchase agreement with a banking institution for the acquisition of equipment (75 interactive panels). In accordance with the requirements of the purchase agreement, the acquisition amount of the equipment was deposited into an escrow account under terms satisfactory to the lending bank. The escrow account was established for the purpose of fully funding the purchase agreement and providing a mechanism for the application of such amounts to the purchase of and payment for the equipment. Deposits held in trust of the School District are not subject to custodial credit risk as defined above. At June 30, 2020, the School District's deposits held in trust were \$993,887.00.

**Note 3: CAPITAL RESERVE ACCOUNT**

A capital reserve account was established by the School District by inclusion of \$100.00 on October 11, 2000 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District's approved Long Range Facilities Plan ("LRFP"). Upon submission of the LRFP to the Department, a school district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at fiscal year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A school district may also appropriate additional amounts when the express approval of the voters has been obtained by either a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.A. 19:60-2. Pursuant to N.J.A.C. 6A:23A-14.1(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Balance, July 1, 2019	\$22,353,295.80
Increased by:	
Interest Earnings	\$ 288,812.38
Deposits:	
Board Resolution (June 15, 2020)	<u>701,576.81</u>
	<u>990,389.19</u>
	23,343,685.00
Decreased by:	
Withdrawals:	
Board Resolution (May 6, 2020)	<u>561,085.00</u>
Balance, June 30, 2020	<u>\$22,782,600.00</u>

**Note 3: CAPITAL RESERVE ACCOUNT (CONT'D)**

The \$561,085.00 withdrawal from the capital reserve, approved May 6, 2020, will be used to offset fiscal year 2020-21 principal and interest payments for serial bonds previously issued to fund projects included in the School District's LRFP. The June 30, 2020 capital reserve balance does not exceed the LRFP balance of local support costs of uncompleted projects.

**Note 4: INVENTORY**

Inventory recorded at June 30, 2020 in business-type activities on the government-wide statement of net position, and on the food service enterprise fund statement of net position, consisted of the following:

Food	\$ 15,108.80
Supplies	<u>3,614.89</u>
	<u>\$ 18,723.69</u>

**Note 5: ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2020 consisted of intergovernmental awards / grants. All receivables are considered collectible in full due to the stable condition of federal and state programs, the current fiscal year guarantee of federal funds, and the regulated budgetary control of governmental entities in New Jersey.

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

<u>Fund</u>	<u>Intergovernmental</u>		<u>Other</u>	<u>Total</u>
	<u>Federal Awards</u>	<u>State Awards</u>		
Governmental Activities:				
Governmental Funds:				
General		\$ 473,005.60	\$ 83,213.65	\$ 556,219.25
Special Revenue	\$ 192,803.15	<u>9,353.00</u>	<u>716.60</u>	<u>202,872.75</u>
	<u>192,803.15</u>	<u>482,358.60</u>	<u>83,930.25</u>	<u>759,092.00</u>
Business-Type Activities:				
Proprietary Funds:				
Food Service	<u>28,994.00</u>	<u>299.75</u>	<u>-</u>	<u>29,293.75</u>
Fiduciary Funds:				
Agency Funds:				
Payroll	<u>-</u>	<u>-</u>	<u>1,888.76</u>	<u>1,888.76</u>
	<u>\$ 221,797.15</u>	<u>\$ 482,658.35</u>	<u>\$ 85,819.01</u>	<u>\$ 790,274.51</u>

**Note 6: CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2020 is as follows:

	<u>Balance</u> <u>July 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2020</u>
<b>Governmental Activities:</b>				
Capital Assets, not being Depreciated:				
Land	\$ 6,399,000.00	-	-	\$ 6,399,000.00
Total Capital Assets, not being Depreciated	6,399,000.00	-	-	6,399,000.00
Capital Assets, being Depreciated:				
Buildings and Building Improvements	53,752,343.99	\$ 734,014.00		54,486,357.99
Furnishings and Equipment	3,190,448.86	167,550.00		3,357,998.86
Movable Equipment	3,712,912.81	303,811.41		4,016,724.22
Total Capital Assets, being Depreciated	60,655,705.66	1,205,375.41	-	61,861,081.07
Total Capital Assets, Cost	67,054,705.66	1,205,375.41	-	68,260,081.07
Less Accumulated Depreciation for:				
Buildings and Building Improvements	(32,990,890.29)	(1,591,278.28)		(34,582,168.58)
Furnishings and Equipment	(2,205,288.03)	(197,706.57)		(2,402,994.61)
Movable Equipment	(2,853,296.04)	(186,513.88)	\$ 14,350.00	(3,025,459.93)
Total Accumulated Depreciation	(38,049,474.37)	(1,975,498.74)	14,350.00	(40,010,623.11)
Total Capital Assets, being Depreciated, Net	22,606,231.29	(770,123.33)	14,350.00	21,850,457.96
Governmental Activities Capital Assets, Net	<u>\$ 29,005,231.29</u>	<u>\$ (770,123.33)</u>	<u>\$ 14,350.00</u>	<u>\$ 28,249,457.96</u>
<b>Business-Type Activities:</b>				
Capital Assets, being Depreciated:				
Furnishings and Equipment	\$ 960,252.45	\$ 104,951.16	-	\$ 1,065,203.61
Total Capital Assets, being Depreciated	960,252.45	104,951.16	-	1,065,203.61
Total Capital Assets, Cost	960,252.45	104,951.16	-	1,065,203.61
Less Accumulated Depreciation for:				
Furnishings and Equipment	(834,634.02)	(46,860.83)	\$ 5,726.00	(875,768.84)
Total Accumulated Depreciation	(834,634.02)	(46,860.83)	5,726.00	(875,768.84)
Total Capital Assets, being Depreciated, Net	125,618.43	58,090.33	5,726.00	189,434.77
Business-Type Activities Capital Assets, Net	<u>\$ 125,618.43</u>	<u>\$ 58,090.33</u>	<u>\$ 5,726.00</u>	<u>\$ 189,434.77</u>

**Note 6: CAPITAL ASSETS (CONT'D)**

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

**Governmental Activities:**

Instruction Regular Programs	\$ 745,410.02
Community Service Operations	28,611.57
Support Services Students	41,816.50
Support Services School Administration	36,714.80
Support Services Plant Operations and Maintenance	918,491.97
Support Services Business and Other Support Services	186,727.30
Support Services Miscellaneous	17,726.58
	<u>1,975,498.74</u>

Total Depreciation Expense - Governmental Activities	<u>\$ 1,975,498.74</u>
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**Business-Type Activities:**

Food Service	\$ 12,315.69
Community Education and Recreation	34,545.14
	<u>46,860.83</u>

Total Depreciation Expense - Business-Type Activities	<u>\$ 46,860.83</u>
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**Note 7: LONG-TERM LIABILITIES**

During the fiscal year ended June 30, 2020, the following changes occurred in long-term obligations for governmental activities:

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2020</u>	<u>Due within One Year</u>
<b>Governmental Activities:</b>					
Bonds Payable:					
General Obligation Bonds	\$ 3,760,000.00		\$ (935,000.00)	\$ 2,825,000.00	\$ 925,000.00
Plus Amounts:					
Premium on Bonds	48,388.08		(29,032.85)	19,355.23	
Total Bonds Payable	<u>5,741,453.76</u>	<u>-</u>	<u>(964,032.85)</u>	<u>2,844,355.23</u>	<u>925,000.00</u>
Other Liabilities:					
Compensated Absences	1,279,390.00	\$ 139,881.25	(250,426.25)	1,168,845.00	307,000.00
Purchase Agreement		993,887.00	(500,000.00)	493,887.00	245,629.38
Net Pension Liability	11,979,896.00	6,907,184.00	(7,893,477.00)	10,993,603.00	
Total Other Liabilities	<u>21,452,855.95</u>	<u>8,040,952.25</u>	<u>(8,643,903.25)</u>	<u>12,656,335.00</u>	<u>552,629.38</u>
Governmental Activities Long-Term Liabilities	<u>\$ 27,194,309.71</u>	<u>\$ 8,040,952.25</u>	<u>\$ (9,607,936.10)</u>	<u>\$ 15,500,690.23</u>	<u>\$ 1,477,629.38</u>

The bonds payable are liquidated by the debt service fund, while the compensated absences, purchase agreement and net pension liability are liquidated by the general fund.

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

During the fiscal year ended June 30, 2020, the following changes occurred in long-term obligations for business-type activities:

	<u>Balance</u> <u>July 1, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2020</u>	<u>Due within</u> <u>One Year</u>
<b>Business-Type Activities:</b>					
Other Liabilities:					
Compensated Absences Payable	\$ 52,760.00	\$ 2,632.50	\$ (17,027.50)	\$ 38,365.00	\$ 1,100.00
Business-Type Activities Long-Term Liabilities	<u>\$ 52,760.00</u>	<u>\$ 2,632.50</u>	<u>\$ (17,027.50)</u>	<u>\$ 38,365.00</u>	<u>\$ 1,100.00</u>

Compensated absences are liquidated by the food service and community education and recreation enterprise funds.

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

On August 27, 2015, the School District issued \$5,720,000.00 in school refunding bonds with an interest rate ranging from 1.50% to 4.00%. The final maturity of these bonds is March 1, 2023.

Principal and interest due on bonds outstanding is as follows:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 925,000.00	\$ 68,850.00	\$ 993,850.00
2022	960,000.00	40,350.00	1,000,350.00
2023	<u>940,000.00</u>	<u>21,150.00</u>	<u>961,150.00</u>
Total	<u>\$ 2,825,000.00</u>	<u>\$ 130,350.00</u>	<u>\$ 2,955,350.00</u>

**Purchase Agreement** - The School District has entered into a purchase agreement with a banking institution for the purchase of equipment (75 interactive panels). This agreement is for a term of three years at an interest rate of 1.07%. The following is a schedule of the future minimum payments under the agreement at June 30, 2020:

<u>Fiscal Year</u> <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 245,629.38	\$ 5,284.59	\$ 250,913.97
2022	<u>248,257.62</u>	<u>2,656.35</u>	<u>250,913.97</u>
Total	<u>\$ 493,887.00</u>	<u>\$ 7,940.94</u>	<u>\$ 501,827.94</u>

**Bonds Authorized but not Issued** - As of June 30, 2020, the School District had no authorizations to issue additional bonded debt.

**Compensated Absences** - As previously stated, compensated absences will be paid from the fund from which the employees' salaries are paid. Refer to note 14 for a description of the School District's policy.

**Net Pension Liability** - For details on the net pension liability, refer to note 9. The School District's annual required contribution to the Public Employees' Retirement System is budgeted and paid from the general fund on an annual basis.

**Note 8: OPERATING LEASES**

At June 30, 2020, the School District had operating lease agreements in effect for copy machines, mail machines, computer security equipment and tablets. The present value of the future minimum rental payments under the operating lease agreements are as follows:

<b>Fiscal Year</b>	<b>Amount</b>
<b><u>Ending June 30,</u></b>	
2021	\$ 485,358.96
2022	441,009.41
2023	1,296.00
2024	1,296.00
2025	<u>756.00</u>
	<b><u>\$ 929,716.37</u></b>

Rental payments under operating leases for the fiscal year ended June 30, 2020 were \$498,281.76.

**Note 9: PENSION PLANS**

A substantial number of the School District's employees participate in one of the following defined benefit pension plans: the Teachers' Pension and Annuity Fund ("TPAF") and the Public Employees' Retirement System ("PERS"), which are administered by the New Jersey Division of Pensions and Benefits (the "Division"). In addition, several School District employees participate in the Defined Contribution Retirement Program, which is a defined contribution pension plan. The DCRP is administered by Prudential Financial for the Division.

Each of the aforementioned plans have a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements, required supplementary information, and detailed information about the PERS and TPAF plans' fiduciary net position that can be obtained by writing to or at the following website:

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

**General Information about the Pension Plans****Plan Descriptions**

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



**Note 9: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

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

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

**Vesting and Benefit Provisions**

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

The following represents the membership tiers for TPAF:

**Tier Definition**

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

**Note 9: PENSION PLANS (CONT'D)****General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

**Teachers' Pension and Annuity Fund (Cont'd)** - 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 tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 before age 65 with 30 years or more of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier.

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

**Public Employees' Retirement System** - The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of the PERS.

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

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

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

**Contributions**

**Teachers' Pension and Annuity Fund** - The contribution policy is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2019. The State's contribution is based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability. For fiscal year 2019, the State's pension contribution was less than the actuarial determined amount.

**Note 9: PENSION PLANS (CONT'D)****General Information About the Pension Plans (Cont'd)****Contributions (Cont'd)**

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

The School District's contractually required contribution rate for the fiscal year ended June 30, 2020 was 18.32% of the School District's covered payroll, of which 0.00% of payroll was required from the School District and 100.00% of payroll was required from the State of New Jersey. The School District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2020 because of the 100.00% special funding situation with the State of New Jersey.

Based on the most recent TPAF measurement date of June 30, 2019, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2020 was \$4,258,342.00, and was paid by April 1, 2020. School District employee contributions to the Plan during the fiscal year ended June 30, 2020 were \$1,762,205.06.

**Public Employees' Retirement System** - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate was 7.50% in State fiscal year 2019. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) was 10% in State fiscal year 2019. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

The School District's contractually required contribution rate for the fiscal year ended June 30, 2020 was 15.08% of the School District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2019, the School District's contractually required contribution to the pension plan for the fiscal year ended June 30, 2020 was \$593,476.00, and was paid by April 1, 2020. School District employee contributions to the Plan during the fiscal year ended June 30, 2020 were \$327,676.44.

**Defined Contribution Retirement Program** - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with P.L. 2007, C. 92, and P.L. 2007, C. 103, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District contributes 3% of the employees' base salary, for each pay period, to Prudential Financial no later than the fifth business day after the date on which the employee is paid for that pay period.

For the fiscal year ended June 30, 2020, employee contributions totaled \$28,987.02, and the School District recognized pension expense, which equaled the required contributions, of \$20,145.14.

**Note 9: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions****Teachers' Pension and Annuity Fund**

**Pension Liability** - At June 30, 2020, the School District was not required to report a liability for its proportionate share of the net pension liability for TPAF because of the 100% special funding situation by the State of New Jersey.

The State's proportionate share of net pension liability, however, attributable to the School District is as follows:

School District's Proportionate Share of Net Pension Liability	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the School District	<u>129,977,607.00</u>
	<u>\$ 129,977,607.00</u>

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. The total pension liability was calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2019. For the June 30, 2019 measurement date, the School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. At the June 30, 2019 measurement date, the School District proportion was 0.00% due to the 100% special funding situation with the State of New Jersey; however, the State's proportionate share of the TPAF net pension liability associated with the School District was 0.2117901383%, which was an increase of 0.0013039759% from its proportion measured as of June 30, 2018.

**Pension Expense** - For the fiscal year ended June 30, 2020, the School District recognized \$7,666,427.00 in pension expense and revenue, in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plan's June 30, 2019 measurement date.

**Public Employees' Retirement System**

**Pension Liability** - At June 30, 2020, the School District reported a liability of \$10,993,603.00 for its proportionate share of the net pension liability for PERS. 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. The total pension liability was calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2019. The School District's proportion of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2019 measurement date, the School District's proportion was 0.0610129211%, which was an increase of 0.0001688431% from its proportion measured as of June 30, 2018.

**Note 9: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

**Pension Expense** - For the fiscal year ended June 30, 2020, the School District recognized pension expense of \$394,238.00, in the government-wide financial statements. This pension expense was based on the pension plan's June 30, 2019 measurement date.

**Deferred Outflows and Inflows of Resources** - At June 30, 2020, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between Expected and Actual Experience	\$ 197,321.00	\$ 48,565.00
Changes of Assumptions	1,097,752.00	3,815,845.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	173,538.00
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	102,478.00	843,867.00
School District Contributions Subsequent to the Measurement Date	654,179.00	-
	<u>\$ 2,051,730.00</u>	<u>\$ 4,881,815.00</u>

Deferred outflows of resources in the amount of \$654,179.00 will be included as a reduction of the net pension liability in the subsequent fiscal year, June 30, 2021. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b><u>Fiscal Year Ending June 30,</u></b>	<b><u>Amount</u></b>
2021	\$ (505,378.00)
2022	(1,287,128.00)
2023	(1,122,273.00)
2024	(563,393.00)
2025	(6,092.00)
	<u>\$ (3,484,264.00)</u>

**Note 9: PENSION PLANS (CONT'D)****Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Public Employees' Retirement System (Cont'd)**

**Deferred Outflows and Inflows of Resources (Cont'd)** - The other deferred outflows of resources and deferred inflows of resources related to pensions will be amortized over the following number of years:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	-	5.63
June 30, 2019	5.21	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	5.00	-
June 30, 2016	5.00	-
June 30, 2017	-	5.00
June 30, 2018	-	5.00
June 30, 2019	5.00	-
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21

**Note 9: PENSION PLANS (CONT'D)****Actuarial Assumptions**

The net pension liabilities were measured as of June 30, 2019 and the total pension liabilities used to calculate the net pension liability were determined by an actuarial valuation as of July 1, 2018. The total pension liabilities were calculated using updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2019. The actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>TPAF</u>	<u>PERS</u>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:		
Through 2026	1.55% - 4.45%	2.00% - 6.00%
	Based on Yrs. of Service	Based on Yrs. of Service
Thereafter	2.75% - 5.65%	3.00% - 7.00%
	Based on Yrs. of Service	Based on Yrs. of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial		
Assumptions were Based	July 1, 2015 - June 30, 2018	July 1, 2014 - June 30, 2018

For TPAF, 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 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.

For PERS, 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 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.

**Note 9: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)**

For TPAF and PERS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at the June 30, 2019 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic rates of return for each major asset class included in TPAF's and PERS' target asset allocation as of the June 30, 2019 measurement date 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 Markets Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%
	<u>100.00%</u>	

**Discount Rate -**

**Teachers' Pension and Annuity Fund** - 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 the June 30, 2019 measurement date 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 would be based on 70% of the actuarially determined contributions for the State. 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 2054. Therefore, the long-term expected rate of return on 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.



**Note 9: PENSION PLANS (CONT'D)****Actuarial Assumptions (Cont'd)****Discount Rate (Cont'd) -**

**Public Employees' Retirement System** - 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 the June 30, 2019 measurement date 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 would be based on 70% of the actuarially determined contributions for the State. 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 School District's Proportionate Share of Net Pension Liability to Changes in the Discount Rate**

**Teachers' Pension and Annuity Fund (TPAF)** - As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2019, the Plan's measurement date, attributable to the School District is \$0.00. The following, however, presents the net pension liability of the State as of June 30, 2019 (Plan's measurement date), attributable to the School District, calculated using the discount rate of 5.60% as well as what the State's net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

	<b>1% Decrease <u>(4.60%)</u></b>	<b>Current Discount Rate <u>(5.60%)</u></b>	<b>1% Increase <u>(6.60%)</u></b>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	<u>153,272,367.00</u>	<u>129,977,607.00</u>	<u>110,650,312.00</u>
	<u>\$ 153,272,367.00</u>	<u>\$ 129,977,607.00</u>	<u>\$ 110,650,312.00</u>

**Note 9: PENSION PLANS (CONT'D)****Sensitivity of School District's Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

**Public Employees' Retirement System (PERS)** - The following presents the School District's proportionate share of the net pension liability at June 30, 2019, the Plan's measurement date, calculated using a discount rate of 6.28%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	<b>1% Decrease <u>(5.28%)</u></b>	<b>Current Discount Rate <u>(6.28%)</u></b>	<b>1% Increase <u>(7.28%)</u></b>
School District's Proportionate Share of the Net Pension Liability	<u>\$ 13,983,312.00</u>	<u>\$ 10,993,603.00</u>	<u>\$ 8,615,273.00</u>

**Pension Plan Fiduciary Net Position**

For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources related to pensions, and pension expense, information about the respective fiduciary net position of the TPAF and PERS and additions to/deductions from TPAF and PERS' respective fiduciary net position have been determined on the same basis as they are reported by TPAF and PERS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. For additional information about TPAF and PERS, please refer to the Plan's Comprehensive Annual Financial Report (CAFR) which can be found at <https://www.nj.gov/treasury/pensions/financial-reports.shtml>.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)****STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN****General Information about the OPEB Plan**

**Plan Description and Benefits Provided** - The State Health Benefit Local Education Retired Employees Plan (the "OPEB Plan") is a multiple-employer defined benefit OPEB plan, with a special funding situation, that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75 - *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*. The OPEB Plan is administered by the State of New Jersey Division of Pensions and Benefits (the "Division") and is part of the New Jersey State Health Benefits Program (SHBP). The Division issues a publically available financial report that includes financial statements and required supplementary information which can be obtained by writing to or at the following website:

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

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

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)****STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN****General Information about the OPEB Plan (Cont'd)**

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

**Employees Covered by Benefit Terms** - At June 30, 2019, the OPEB Plan's measurement date, the entire State Health Benefit Local Education Retired Employees OPEB Plan consisted of the following members.

Active Plan Members	216,892
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	148,051
Inactive Plan Members Entitled to but Not Yet Receiving Benefit Payments	-
	<u>364,943</u>

**Total Non-Employer OPEB Liability**

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

The State's proportionate share of the net OPEB liability associated with the School District as of June 30, 2020 was \$93,243,151.00. Since the OPEB liability associated with the School District is 100% attributable to the State, the OPEB liability will be referred to as the total non-employer OPEB liability.

The total non-employer OPEB liability was measured as of June 30, 2019, and was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019. For the June 30, 2019 measurement date, the State's proportionate share of the non-employer OPEB liability associated with the School District was 0.2234488483%, which was a decrease of 0.0023509872% from its proportion measured as of June 30, 2018.

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)****STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****Total Non-Employer OPEB Liability (Cont'd)**

**Actuarial Assumptions and Other Inputs** - The actuarial assumptions and other inputs vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation at June 30, 2018 used the following actuarial assumptions, applied to all periods in the measurement:

**Salary Increases -**

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Through 2026	1.55 - 3.05%	2.00 - 6.00%	3.25 - 15.25%
Thereafter	1.55 - 3.05%	3.00 - 7.00%	3.25 - 15.25%

Based on years of service

**Inflation Rate** - 2.50%.

**Mortality Rates** - Current and future retiree healthy mortality rates were based on the PUB-2010 Healthy classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

Disabled mortality was based on the PUB-2010 headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

**Experience Studies** - The actuarial assumptions used in the June 30, 2018 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 - June 30, 2018, July 1, 2014 - June 30, 2018, and July 1, 2013 - June 30, 2018 for TPAF, PERS, and PFRS, respectively.

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

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

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)****STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****Changes in the Total Non-Employer OPEB Liability**

The below table summarizes the State's proportionate share of the change in the total non-employer OPEB liability associated with the School District:

Balance at June 30, 2019		\$ 104,118,185.00
Changes for the Year:		
Service Cost	\$ 3,240,312.00	
Interest Cost	4,101,540.00	
Difference Between Expected and Actual Experience	(16,829,708.00)	
Changes in Assumptions	1,390,263.00	
Gross Benefit Payments	(2,862,287.00)	
Member Contributions	84,846.00	
		<u>(10,875,034.00)</u>
Net Changes		
Balance at June 30, 2020		<u>\$ 93,243,151.00</u>

There were no changes in benefit terms between the June 30, 2018 measurement date and the June 30, 2019 measurement date.

Differences between expected and actual experience reflect a decrease in liability from June 30, 2018 to June 30, 2019 is due to changes in the census, claims, and premiums experience.

Changes of assumptions reflect a decrease in the liability from June 30, 2018 to June 30, 2019 is due to the combined effect of the decrease in the assumed discount rate from 3.87% as of June 30, 2018 to 3.50% as of June 30, 2019; and changes in the trend, excise tax, updated decrements, future spouse election, PPO/HMO future retiree elections, salary scale, and mortality assumptions.

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Discount Rate** - The State's proportionate share of the total non-employer OPEB liability as of June 30, 2019, associated with the School District, using a discount rate of 3.50%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used is as follows:

	1% Decrease (2.50%)	Current Discount Rate (3.50%)	1% Increase (4.50%)
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District	<u>\$ 110,157,008.00</u>	<u>\$ 93,243,151.00</u>	<u>\$ 79,807,710.00</u>

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)****STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****Changes in the Total Non-Employer OPEB Liability (Cont'd)**

**Sensitivity of the Total Non-Employer OPEB Liability to Changes in the Healthcare Cost Trend Rates** - The State's proportionate share of the total non-employer OPEB liability as of June 30, 2019, associated with the School District, using a healthcare cost trend rates that are 1% lower or 1% higher than the current healthcare cost trend rate used is as follows:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
State of New Jersey's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District	\$ 76,828,200.00	\$ 93,243,151.00	\$ 114,973,175.00

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

**OPEB Expense** - For the fiscal year ended June 30, 2020, the School District recognized \$1,234,809.00 in OPEB expense and revenue, in the government-wide financial statements, for the State's proportionate share of the OPEB Plan's OPEB expense, associated with the School District. This expense and revenue was based on the OPEB Plan's June 30, 2019 measurement date.

**Deferred Outflows and Inflows of Resources** - In accordance with GASBS No. 75, the School District's proportionate share of the OPEB liability is zero. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the School District. However, at June 30, 2020, the State's proportionate share of the total non-employer OPEB liability's deferred outflows of resources and deferred inflows of resources, associated with School District, from the following sources are as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in Proportion	\$ -	\$ 3,080,080.00
Difference Between Expected and Actual Experience	-	23,428,534.00
Changes of Assumptions	-	18,951,880.00
	<u>\$ -</u>	<u>\$ 45,460,494.00</u>

**Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONT'D)****STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (CONT'D)****OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to the Total Non-Employer OPEB Liability (Cont'd)**

**Deferred Outflows and Inflows of Resources (Cont'd)** - Amounts reported as deferred outflows of resources and deferred inflows of resources related to the State's proportionate share of the total non-employer OPEB liability, associated with the School District, will be recognized in OPEB expense as follows:

<b>Fiscal Year Ending <u>June 30,</u></b>	<b><u>Amount</u></b>
2021	\$ (6,089,674.00)
2022	(6,089,674.00)
2023	(6,089,674.00)
2024	(6,089,674.00)
2025	(6,089,674.00)
Thereafter	<u>(15,012,124.00)</u>
	<u>\$ (45,460,494.00)</u>

**Note 11: ON-BEHALF PAYMENTS**

For the fiscal year ended June 30, 2020, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs and post-retirement medical costs related to TPAF, in the fund financial statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance were \$4,579,513.00, 82,083.00, \$1,729,366.00, and \$3,127.00, respectively.

**Note 12: RISK MANAGEMENT**

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

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

**Note 12: RISK MANAGEMENT (CONT'D)**

**New Jersey Unemployment Compensation Insurance (Cont'd)** - The following is a summary of the activity of the School District's private-purpose trust fund for the unemployment claims for the current and previous two fiscal years:

<b><u>Fiscal Year</u></b> <b><u>Ended June 30,</u></b>	<b><u>School</u></b> <b><u>District</u></b> <b><u>Contributions</u></b>	<b><u>Employee</u></b> <b><u>Contributions</u></b>	<b><u>Interest</u></b> <b><u>Income</u></b>	<b><u>Claims</u></b> <b><u>Incurred</u></b>	<b><u>Ending</u></b> <b><u>Balance</u></b>
2020	\$ -	\$ 45,626.44	\$ 10,471.12	\$ 22,895.97	\$ 853,539.70
2019	-	47,148.90	14,039.81	46,934.98	820,338.11
2018	54,804.00	45,066.01	5,947.54	21,851.54	806,084.38

**Joint Insurance Fund** - The School District is a member of the Burlington County Municipal Insurance Joint Insurance Fund (BCIP JIF). The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability  
Liability other than Motor Vehicles  
Property Damage other than Motor Vehicles  
Motor Vehicles

The Fund provides the School District with the following coverage:

Property (Including Crime and Auto Physical Damage)  
General Liability  
Automobile Liability  
Workers' Compensation  
Educator's Legal Liability  
Boiler and Machinery  
Pollution/Environmental Legal Liability

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

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report which can be obtained from the following website: <http://www.spelljif.com/bcip-jif>.

**Note 13: DEFERRED COMPENSATION**

The School District offers its employees a choice of three deferred compensation plans created in accordance with Internal Revenue Code Sections 403(b) and 457. The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death, or unforeseeable emergency. The plan administrators are as follows:

Lincoln Investment Planning, Inc.  
Vanguard Group  
AXA Equitable Life Insurance Co.



**Note 14: COMPENSATED ABSENCES**

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

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of termination, an employee is reimbursed for accumulated sick leave as calculated according to formulas outlined in the District's agreements with the various employee unions.

The liability for vested compensated absences is recorded within those funds as the benefits accrue to employees. At June 30, 2020, the liability for compensated absences reported on the government-wide statement of net position and on the proprietary fund statement of net position was \$1,168,845.00 and \$38,365.00, respectively.

**Note 15: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

The composition of interfund balances as of June 30, 2020 is as follows:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
General	\$ 202,562.24	\$ 810.68
Special Revenue		81,313.53
Capital Projects	0.02	
Debt Service		0.02
Enterprise		38,035.06
Fiduciary	810.68	83,213.65
	<u>\$ 203,372.94</u>	<u>\$ 203,372.94</u>

The interfund receivables and payables above predominately resulted from payments made by certain funds on behalf of other funds. During the fiscal year 2021, the School District expects to liquidate such interfunds, depending upon the availability of cash flow.

Interfund Transfers:

	<u>Transfer In:</u>		
	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>
<b><u>Transfer Out:</u></b>			
General Fund	\$ (561,085.00)	\$ 561,085.00	
Capital Projects Fund		1,018.64	\$ (1,018.64)
Total Transfers	<u>\$ (561,085.00)</u>	<u>\$ 562,103.64</u>	<u>\$ (1,018.64)</u>

**Note 15: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONT'D)**

Interfund transfers were made during the fiscal year ended June 30, 2020 for the following purposes:

- the general fund transferred \$561,085.00 from the capital reserve account to the debt service fund to offset fiscal year 2020-21 principal and interest payments for serial bonds previously issued to fund projects included in the School District's LRFP;
- the capital projects fund transferred \$1,018.64 of interest earned on deposits to the debt service fund.

**Note 16: CONTINGENCIES**

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

**Note 17: CONCENTRATIONS**

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

**Note 18: FUND BALANCES****RESTRICTED**

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

**General Fund**

**For Excess Surplus** - In accordance with N.J.S.A. 18A:7F-7, as amended, the designation of restricted fund balance - excess surplus is the result of a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict general fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2020 is \$5,118,961.44 presented on the budgetary basis of accounting (Exhibit C-1). Excluding the last state aid payments not recognized on a GAAP basis, the excess fund balance at June 30, 2020 is \$4,618,556.44 as reported on the balance sheet. Additionally, \$1,089,357.00 of excess fund balance generated during 2018-2019 has been restricted and designated for utilization in the 2020-2021 budget.

**For Capital Reserve Account** - As of June 30, 2020, the balance in the capital reserve account is \$22,782,600.00. These funds are restricted for future capital outlay expenditures for capital projects in the School District's approved Long Range Facilities Plan (LRFP).

**Note 18: FUND BALANCES (CONT'D)****RESTRICTED (CONT'D)****General Fund (Cont'd)**

**For Maintenance Reserve Account** - As of June 30, 2020, the balance in the maintenance reserve account is \$2,700,000.00. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

**For Emergency Reserve** - As of June 30, 2020, the balance in the emergency reserve is \$476,744.58. These funds are restricted for the purpose of financing unanticipated general fund expenditures required for a thorough and efficient education in accordance with N.J.S.A. 18A:7F-41c(1). The balance of the restricted fund balance is not permitted to exceed \$250,000.00, or one percent (1%) of the School District's general fund budget up to a maximum of \$1,000,000.00, whichever is greater. Deposits may be made to the emergency reserve account at budget time, or by board resolution at year end of any unanticipated revenue or unexpended line item appropriation, or both. Generally, withdrawals from the emergency reserve require approval by the Commissioner, unless withdrawn for excess health care costs or to finance school security improvements.

**Capital Projects Fund** - On March 13, 2008, the School District issued \$10,199,000.00 of general obligation bonds pursuant to: (i) Chapter 24 of Title 18A of the New Jersey Statutes, as amended and supplemented ("School Bond Law") and (ii) two (2) resolutions adopted by the Board on January 23, 2008 and February 27, 2008, respectively. The Bonds were authorized by a proposal adopted by the Board on October 22, 2007 and approved by the voters of the School District at a special election held on December 11, 2007. The bond issuance was approved by the voters for the completion of various improvements at the Voorhees Middle School, Osage Elementary School, Kresson Elementary School, E.T. Hamilton Elementary School and Signal Hill Elementary School. As of June 30, 2020, the restricted fund balance amount is \$78,900.11.

**Debt Service Fund** - In accordance with N.J.A.C. 6A:23A-8.6, a district board of education shall appropriate annually all debt service fund balances in the budget certified for taxes unless expressly authorized and documented by the voters in a bond referendum. As a result, the School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2020 \$563,020.00 of debt service fund balance at June 30, 2020. Additionally, as of June 30, 2020, \$1,667.54 of debt service fund balance is restricted for future debt service expenditures.

**COMMITTED**

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

**General Fund** - As of June 30, 2020, the School District has committed \$993,887.00 of general fund balance for the acquisition of equipment. This fund balance represents the proceeds received from the purchase agreement entered into by the School District (see note 7).

**Note 18: FUND BALANCES (CONT'D)****ASSIGNED**

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

**General Fund**

**For Subsequent Year's Expenditures** - The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2021 \$187,261.00 of general fund balance at June 30, 2020.

**Other Purposes** - As of June 30, 2020, the School District had \$1,369,193.52 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

**UNASSIGNED**

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

**General Fund** - As of June 30, 2020, \$1,363,266.64 of general fund balance was unassigned.

**Note 19: SUBSEQUENT EVENTS**

**COVID-19** - On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the School District's financial condition, liquidity, and future results of operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Management has transferred \$498,536 from Maintenance Reserve to offset expenses related specifically to COVID-19 and has also determined that it will realize a significant reduction in its revenue from the Community Education Recreation (CER) program (enterprise fund) for fiscal year 2021.

REQUIRED SUPPLEMENTARY INFORMATION  
PART II  
BUDGETARY COMPARISON SCHEDULES

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**GENERAL FUND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original <u>Budget</u>	Budget <u>Modifications</u>	Final <u>Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ <u>(Unfavorable)</u>
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 47,501,938.00		\$ 47,501,938.00	\$ 47,501,938.00	
Miscellaneous	79,500.00		79,500.00	814,316.74	\$ 734,816.74
Total - Local Sources	<u>47,581,438.00</u>	<u>-</u>	<u>47,581,438.00</u>	<u>48,316,254.74</u>	<u>734,816.74</u>
State Sources:					
Categorical Special Education Aid	1,699,913.00		1,699,913.00	1,699,913.00	
Equalization Aid	2,727,088.00		2,727,088.00	2,727,088.00	
Categorical Security Aid	236,331.00		236,331.00	236,331.00	
Categorical Transportation Aid	602,456.00		602,456.00	602,456.00	
Nonpublic School Transportation Aid				456.00	456.00
Extraordinary Special Education Costs Aid - 2019-20				390,397.00	390,397.00
Reimbursed TPAF Social Security Contributions (non-budgeted)				1,650,946.21	1,650,946.21
On-behalf TPAF Pension Contributions - Normal Costs (non-budgeted)				4,661,596.00	4,661,596.00
On-behalf TPAF Pension Contributions - Post Retirement Benefits (non-budgeted)				1,729,366.00	1,729,366.00
On-behalf TPAF Pension Contributions - Long-term Disability Insurance (non-budgeted)				3,127.00	3,127.00
Total - State Sources	<u>5,265,788.00</u>	<u>-</u>	<u>5,265,788.00</u>	<u>13,701,676.21</u>	<u>8,435,888.21</u>
Federal Sources:					
Special Education Medicaid Initiative	53,075.00	-	53,075.00	38,735.93	(14,339.07)
Total - Federal Sources	<u>53,075.00</u>	<u>-</u>	<u>53,075.00</u>	<u>38,735.93</u>	<u>(14,339.07)</u>
Total Revenues	<u>52,900,301.00</u>	<u>-</u>	<u>52,900,301.00</u>	<u>62,056,666.88</u>	<u>9,156,365.88</u>
<b>EXPENDITURES:</b>					
<b>GENERAL CURRENT EXPENSE:</b>					
Regular Programs - Instruction:					
Salaries of Teachers:					
Preschool	164,444.00	\$ (25,238.00)	139,206.00	139,205.47	0.53
Kindergarten	618,614.00	(31,932.00)	586,682.00	586,681.59	0.41
Grades 1 - 5	8,327,550.00	(241,069.40)	8,086,480.60	8,020,425.20	66,055.40
Grades 6 - 8	5,479,980.00	(618,640.00)	4,861,340.00	4,860,562.93	777.07
Regular Programs - Home Instruction:					
Salaries of Teachers	150,000.00	(78,584.95)	71,415.05	71,415.05	
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction		1,318.50	1,318.50	1,318.50	
Purchased Professional - Educational Services	2,150.00	586,138.27	588,288.27	586,766.90	1,521.37
Purchased Technical Services	28,200.00	(2,913.00)	25,287.00	24,485.86	801.14
Other Purchased Services	419,581.19	698,781.73	1,118,362.92	1,093,855.52	24,507.40
General Supplies	758,475.50	31,488.50	789,964.00	728,588.36	61,375.64
Textbooks	361,800.00	(324,551.25)	37,248.75	37,160.22	88.53
Other Objects	94,495.00	(21,078.00)	73,417.00	66,913.65	6,503.35
Total Regular Programs	<u>16,405,289.69</u>	<u>(26,279.60)</u>	<u>16,379,010.09</u>	<u>16,217,379.25</u>	<u>161,630.84</u>

(Continued)

TOWNSHIP OF VOORHEES SCHOOL DISTRICT  
 GENERAL FUND  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
<b>EXPENDITURES (CONT'D):</b>					
<b>GENERAL CURRENT EXPENSE (CONT'D):</b>					
Special Education:					
Learning and/or Language Disabilities:					
Salaries of Teachers	\$ 548,468.00	\$ (77,532.40)	\$ 470,935.60	\$ 376,007.10	\$ 94,928.50
Other Salaries for Instruction	220,813.00	(66,265.95)	154,547.05	134,084.40	20,462.65
General Supplies	4,400.00		4,400.00	2,264.97	2,135.03
Textbooks	725.00		725.00		725.00
<b>Total - Learning and/or Language Disabilities</b>	<b>774,406.00</b>	<b>(143,798.35)</b>	<b>630,607.65</b>	<b>512,356.47</b>	<b>118,251.18</b>
Multiple Disabilities:					
Salaries of Teachers	517,864.00	5,165.92	523,029.92	523,029.77	0.15
Other Salaries for Instruction	757,597.00	(247,237.06)	510,359.94	436,076.75	74,283.19
Purchased Professional - Educational Services	733,219.00	131,647.85	864,866.85	716,457.80	148,409.05
General Supplies	26,500.00		26,500.00	23,006.16	3,493.84
Other Objects	13,000.00	(4,312.50)	8,687.50	1,709.23	6,978.27
<b>Total - Multiple Disabilities</b>	<b>2,048,180.00</b>	<b>(114,735.79)</b>	<b>1,933,444.21</b>	<b>1,700,279.71</b>	<b>233,164.50</b>
Resource Room/Center:					
Salaries of Teachers	2,776,646.00	258,656.40	3,035,302.40	3,035,302.08	0.32
Other Salaries for Instruction	737,574.00	271,468.75	1,009,042.75	1,009,042.40	0.35
General Supplies	15,900.00		15,900.00	3,453.08	12,446.92
Textbooks	2,900.00		2,900.00		2,900.00
<b>Total - Resource Room/Center</b>	<b>3,533,020.00</b>	<b>530,125.15</b>	<b>4,063,145.15</b>	<b>4,047,797.56</b>	<b>15,347.59</b>
Preschool Disabilities - Part-time:					
Other Salaries for Instruction	32,323.00	(10,818.00)	21,505.00	18,810.12	2,694.88
General Supplies	3,230.00	4,000.00	7,230.00	4,095.82	3,134.18
<b>Total - Preschool Disabilities - Part-Time</b>	<b>35,553.00</b>	<b>(6,818.00)</b>	<b>28,735.00</b>	<b>22,905.94</b>	<b>5,829.06</b>
Preschool Disabilities - Full-time:					
Salaries of Teachers	105,611.00	10,312.60	115,923.60	109,406.00	6,517.60
Other Salaries for Instruction	162,331.00	56,105.10	218,436.10	218,435.40	0.70
<b>Total - Preschool Disabilities - Full-Time</b>	<b>267,942.00</b>	<b>66,417.70</b>	<b>334,359.70</b>	<b>327,841.40</b>	<b>6,518.30</b>
Home Instruction					
Salaries of Teachers		4,616.00	4,616.00	1,046.00	3,570.00
<b>Total - Home Instruction</b>	<b>-</b>	<b>4,616.00</b>	<b>4,616.00</b>	<b>1,046.00</b>	<b>3,570.00</b>
<b>Total - Special Education</b>	<b>6,659,101.00</b>	<b>335,806.71</b>	<b>6,994,907.71</b>	<b>6,612,227.08</b>	<b>382,680.63</b>

(Continued)

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 GENERAL FUND  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
<b>EXPENDITURES (CONT'D):</b>					
<b>GENERAL CURRENT EXPENSE (CONT'D):</b>					
Basic Skills/Remedial:					
Salaries of Teachers	\$ 752,267.00	\$ 26,404.00	\$ 778,671.00	\$ 778,670.50	\$ 0.50
General Supplies	2,100.00		2,100.00		2,100.00
Other Objects	2,100.00		2,100.00	150.00	1,950.00
<b>Total - Basic Skills/Remedial</b>	<b>756,467.00</b>	<b>26,404.00</b>	<b>782,871.00</b>	<b>778,820.50</b>	<b>4,050.50</b>
Bilingual Education:					
Salaries of Teachers	196,250.00		196,250.00	189,230.00	7,020.00
General Supplies	3,810.00		3,810.00	981.43	2,828.57
<b>Total - Bilingual Education</b>	<b>200,060.00</b>	<b>-</b>	<b>200,060.00</b>	<b>190,211.43</b>	<b>9,848.57</b>
School Sponsored Cocurricular Activities - Instruction:					
Salaries	276,500.00	(20,296.00)	256,204.00	248,237.00	7,967.00
Other Purchased Services		7,296.00	7,296.00	1,551.00	5,745.00
Other Objects	27,100.00		27,100.00	12,772.17	14,327.83
<b>Total - School-Sponsored Cocurricular Activities - Instruction</b>	<b>303,600.00</b>	<b>(13,000.00)</b>	<b>290,600.00</b>	<b>262,560.17</b>	<b>28,039.83</b>
<b>Total - Instruction</b>	<b>24,324,517.69</b>	<b>322,931.11</b>	<b>24,647,448.80</b>	<b>24,061,198.43</b>	<b>586,250.37</b>
Community Services Programs/Operations:					
Purchased Services	1,000.00		1,000.00		1,000.00
<b>Total - Community Services Programs/Operations</b>	<b>1,000.00</b>	<b>-</b>	<b>1,000.00</b>	<b>-</b>	<b>1,000.00</b>
Undistributed Expenditures - Instruction:					
Tuition to Other LEAs Within the State-Regular	-	2,202.00	2,202.00	2,202.00	-
Tuition to Other LEAs Within the State-Special	-	103,147.00	103,147.00	15,178.00	87,969.00
Tuition to CSSD & Regional Day Schools	160,540.00	(8,800.00)	151,740.00	149,342.18	2,397.82
Tuition to Private School for the Disabled - State	1,283,427.00	79,265.00	1,362,692.00	1,309,562.47	53,129.53
<b>Total Undistributed Expenditures - Instruction</b>	<b>1,443,967.00</b>	<b>175,814.00</b>	<b>1,619,781.00</b>	<b>1,476,284.65</b>	<b>143,496.35</b>
Undistributed Expenditures - Attendance and Social Work Services:					
Salaries	6,500.00		6,500.00	6,050.00	450.00
<b>Total Undistributed Expenditures - Attendance and Social Work</b>	<b>6,500.00</b>	<b>-</b>	<b>6,500.00</b>	<b>6,050.00</b>	<b>450.00</b>
Undistributed Expenditures - Health Services:					
Salaries	414,116.00	52,846.00	466,962.00	466,961.44	0.56
Purchased Professional and Technical Services	20,300.00	1,252.00	21,552.00	20,393.40	1,158.60
Supplies and Materials	11,434.00	(67.00)	11,367.00	7,194.25	4,172.75
Other Objects	2,000.00	(105.00)	1,895.00		1,895.00
<b>Total Undistributed Expenditures - Health Services</b>	<b>447,850.00</b>	<b>53,926.00</b>	<b>501,776.00</b>	<b>494,549.09</b>	<b>7,226.91</b>

(Continued)



**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**GENERAL FUND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
<b>EXPENDITURES (CONT'D):</b>					
<b>GENERAL CURRENT EXPENSE (CONT'D):</b>					
Undistributed Expenditures - Speech, OT, PT & Related Services:					
Salaries	\$ 552,125.00	\$ 24,100.00	\$ 576,225.00	\$ 576,225.00	
Purchased Professional - Educational Services	25,300.00	(4,050.00)	21,250.00	17,800.00	\$ 3,450.00
Supplies and Materials	2,900.00		2,900.00	1,195.75	1,704.25
<b>Total Undistributed Expenditures - Speech, OT, PT &amp; Related Services</b>	<b>580,325.00</b>	<b>20,050.00</b>	<b>600,375.00</b>	<b>595,220.75</b>	<b>5,154.25</b>
Undistributed Expenditures - Guidance:					
Salaries of Other Professional Staff	500,210.00	(100,672.00)	399,538.00	399,538.00	
Salaries of Secretarial and Clerical Assistants	38,173.00	713.00	38,886.00	38,885.28	0.72
Supplies and Materials	3,000.00		3,000.00	673.24	2,326.76
<b>Total Undistributed Expenditures - Guidance</b>	<b>541,383.00</b>	<b>(99,959.00)</b>	<b>441,424.00</b>	<b>439,096.52</b>	<b>2,327.48</b>
Undistributed Expenses - Child Study Teams:					
Salaries of Other Professional Staff	1,257,525.00	98,090.60	1,355,615.60	1,355,505.43	110.17
Salaries of Secretarial and Clerical Assistants	90,765.00	2,267.00	93,032.00	93,031.28	0.72
Purchased Professional - Educational Services	32,978.00	6,870.40	39,848.40	39,847.78	0.62
Other Purchased Professional & Tech Services		18,000.00	18,000.00	17,742.32	257.68
Other Purchased Services	3,500.00	(2,125.00)	1,375.00	1,366.15	8.85
Supplies and Materials	39,559.00	(24,363.00)	15,196.00	15,195.64	0.36
Other Objects	12,600.00	(3,941.00)	8,659.00	7,686.49	972.51
<b>Total Undistributed Expenditures - Child Study Teams</b>	<b>1,436,927.00</b>	<b>94,799.00</b>	<b>1,531,726.00</b>	<b>1,530,375.09</b>	<b>1,350.91</b>
Undistributed Expenditures - Improvement of Instructional Services:					
Salaries of Supervisors of Instruction	261,882.00	(63,304.20)	198,577.80	198,577.44	0.36
Salaries of Secretarial and Clerical Assistants	47,700.00	600.00	48,300.00	48,300.00	
Other Salaries	5,000.00	(4,772.80)	227.20		227.20
Purchased Professional - Educational Services	12,200.00	(11,200.00)	1,000.00		1,000.00
Other Purchased Services	4,050.00	(275.00)	3,775.00	791.97	2,983.03
Supplies and Materials	28,785.00	(12,000.00)	16,785.00	10,938.97	5,846.03
Textbooks		11,500.00	11,500.00	10,000.00	1,500.00
Other Objects	11,280.00	4,075.00	15,355.00	13,818.50	1,536.50
<b>Total Undistributed Expenditures - Improvement of Instructional Services</b>	<b>370,897.00</b>	<b>(75,377.00)</b>	<b>295,520.00</b>	<b>282,426.88</b>	<b>13,093.12</b>
Undistributed Expenditures - Educational Media/Library:					
Salaries	378,409.00	44,647.89	423,056.89	397,825.99	25,230.90
Supplies and Materials	37,500.00	300.00	37,800.00	35,356.30	2,443.70
<b>Total Undistributed Expenditures - Educational Media/Library</b>	<b>415,909.00</b>	<b>44,947.89</b>	<b>460,856.89</b>	<b>433,182.29</b>	<b>27,674.60</b>

(Continued)

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**GENERAL FUND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
<b>EXPENDITURES (CONT'D):</b>					
<b>GENERAL CURRENT EXPENSE (CONT'D):</b>					
Undistributed Expenditures - Instructional Staff Training Services:					
Salaries of Supervisors of Instruction	\$ 344,213.00	\$ (63,303.98)	\$ 280,909.02	\$ 280,908.60	\$ 0.42
Other Salaries	290,392.00	(29,456.02)	260,935.98	239,469.76	21,466.22
Other Purchased Professional - Technical Services	30,000.00		30,000.00	28,848.00	1,152.00
Other Purchased Services	350.00	890.00	1,240.00	489.85	750.15
Supplies and Materials	1,300.00		1,300.00		1,300.00
Other Objects	1,900.00		1,900.00	1,359.94	540.06
<b>Total Undistributed Expenditures - Instructional Staff Training Services</b>	<b>668,155.00</b>	<b>(91,870.00)</b>	<b>576,285.00</b>	<b>551,076.15</b>	<b>25,208.85</b>
Undistributed Expenditures - Support Services General Administration:					
Salaries	282,800.00	32,137.00	314,937.00	314,936.34	0.66
Legal Services	70,000.00		70,000.00	53,834.24	16,165.76
Audit Fees	59,000.00		59,000.00	56,500.00	2,500.00
Architect and Engineering Services	54,000.00	91,665.00	145,665.00	110,519.50	35,145.50
Other Purchased Professional Services	36,400.00	4,885.00	41,285.00	31,788.48	9,496.52
Purchased Technical Services		3,000.00	3,000.00	2,610.00	390.00
Communications/Telephone	331,102.66	(170,749.41)	160,353.25	127,432.35	32,920.90
BOE Other Purchased Services	9,600.00		9,600.00		9,600.00
Miscellaneous Purchased Services	275,400.00		275,400.00	261,038.00	14,362.00
General Supplies	15,079.00		15,079.00	10,368.69	4,710.31
BOE In-House Training/Meeting Supplies	6,400.00		6,400.00		6,400.00
Miscellaneous Expenditures	12,786.00	(500.00)	12,286.00	6,931.31	5,354.69
BOE Membership Dues and Fees	23,000.00		23,000.00	21,985.85	1,014.15
<b>Total Undistributed Expenditures - Support Services General Administration</b>	<b>1,175,567.66</b>	<b>(39,562.41)</b>	<b>1,136,005.25</b>	<b>997,944.76</b>	<b>138,060.49</b>
Undistributed Expenditures - Support Services School Administration:					
Salaries of Principals/Assistant Principals	842,966.00	183,740.00	1,026,706.00	956,880.88	69,825.12
Salaries of Other Professional Staff	532,163.00		532,163.00	519,686.69	12,476.31
Supplies and Materials	21,770.00	(300.00)	21,470.00	10,762.15	10,707.85
Other Objects	128,567.00	(128,567.00)			
<b>Total Undistributed Expenditures - Support Services School Administration</b>	<b>1,525,466.00</b>	<b>54,873.00</b>	<b>1,580,339.00</b>	<b>1,487,329.72</b>	<b>93,009.28</b>
Undistributed Expenditures - Central Services:					
Salaries	476,414.00		476,414.00	452,069.64	24,344.36
Purchased Professional Services	71,320.00	(950.00)	70,370.00	54,281.90	16,088.10
Miscellaneous Purchased Services	16,300.00		16,300.00	5,675.24	10,624.76
Supplies and Materials	18,000.00		18,000.00	17,231.96	768.04
Miscellaneous Expenditures	61,621.00	(806.00)	60,815.00	30,463.64	30,351.36
<b>Total Undistributed Expenditures - Central Services</b>	<b>643,655.00</b>	<b>(1,756.00)</b>	<b>641,899.00</b>	<b>559,722.38</b>	<b>82,176.62</b>

(Continued)

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**GENERAL FUND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
<b>EXPENDITURES (CONT'D):</b>					
<b>GENERAL CURRENT EXPENSE (CONT'D):</b>					
Undistributed Expenditures - Admin. Info. Technology:					
Salaries	\$ 210,861.00	\$ 1,486.00	\$ 212,347.00	\$ 212,346.39	\$ 0.61
Purchased Technical Services	155,180.00	(1,486.00)	153,694.00	141,400.07	12,293.93
Other Purchased Services	188,189.00		188,189.00	187,250.02	938.98
Other Objects	2,700.00	3,119.00	5,819.00	4,819.00	1,000.00
<b>Total Undistributed Expenditures - Admin. Info. Technology</b>	<b>556,930.00</b>	<b>3,119.00</b>	<b>560,049.00</b>	<b>545,815.48</b>	<b>14,233.52</b>
Undistributed Expenditures - Required Maint. for School Facilities:					
Salaries	257,020.00	2,260.00	259,280.00	259,279.84	0.16
Cleaning, Repair & Maintenance Services	962,543.84	(4,375.19)	958,168.65	688,009.59	270,159.06
General Supplies		25,000.00	25,000.00	12,304.78	12,695.22
<b>Total Undistributed Expenditures - Required Maint. for School Facilities</b>	<b>1,219,563.84</b>	<b>22,884.81</b>	<b>1,242,448.65</b>	<b>959,594.21</b>	<b>282,854.44</b>
Undistributed Expenditures - Custodial Services:					
Salaries	1,155,659.00	(61,645.00)	1,094,014.00	1,065,900.75	28,113.25
Purchased Professional and Technical Services		14,257.00	14,257.00	14,177.00	80.00
Cleaning, Repair & Maintenance Services	7,569.00	(1,545.00)	6,024.00	1,801.80	4,222.20
Other Purchased Property Services	150,640.00	(14,578.00)	136,062.00	107,629.28	28,432.72
Insurance	176,093.00		176,093.00	176,093.00	
Miscellaneous Purchased Services	6,659.46	20,762.00	27,421.46	24,262.76	3,158.70
General Supplies	358,984.00	(42,733.45)	316,250.55	291,647.17	24,603.38
Energy (Natural Gas)	100,871.29	(15,000.00)	85,871.29	40,952.69	44,918.60
Energy (Heat & Electricity)	1,534,860.00	(443,855.36)	1,091,004.64	862,018.62	228,986.02
Other Objects	4,035.00		4,035.00	1,091.89	2,943.11
<b>Total - Custodial Services</b>	<b>3,495,370.75</b>	<b>(544,337.81)</b>	<b>2,951,032.94</b>	<b>2,585,574.96</b>	<b>365,457.98</b>
Undistributed Expenditures - Care and Upkeep of Grounds:					
Cleaning, Repair & Maintenance Services	176,200.00	(50,000.00)	126,200.00	98,153.57	28,046.43
General Supplies	28,664.00		28,664.00	315.30	28,348.70
<b>Total Undistributed Expenditures - Care and Upkeep of Grounds</b>	<b>204,864.00</b>	<b>(50,000.00)</b>	<b>154,864.00</b>	<b>98,468.87</b>	<b>56,395.13</b>
Undistributed Expenditures - Security:					
Purchased Professional and Technical Services	270,800.00	(1,174.99)	269,625.01	259,750.00	9,875.01
General Supplies		2,674.99	2,674.99	2,674.99	
<b>Total Undistributed Expenditures - Security</b>	<b>270,800.00</b>	<b>1,500.00</b>	<b>272,300.00</b>	<b>262,424.99</b>	<b>9,875.01</b>

(Continued)

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**GENERAL FUND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
<b>EXPENDITURES (CONT'D):</b>					
<b>GENERAL CURRENT EXPENSE (CONT'D):</b>					
Undistributed Expenditures - Student Transportation Services:					
Salaries for Pupil Transportation					
(Between Home & School) - Regular	\$ 59,995.00	\$ 4,250.00	\$ 64,245.00	\$ 64,244.48	\$ 0.52
Salaries for Pupil Transportation					
(Between Home & School) - Special	10,587.00	751.00	11,338.00	11,337.36	0.64
Management Fee - ESC Transportation Program	21,320.00	7,931.79	29,251.79	29,251.69	0.10
Contracted Services - Aid in Lieu of Payments- Non Public	130,000.00	(73,319.00)	56,681.00	56,680.25	0.75
Contracted Services (Between Home & School) - Vendor	1,370,407.00	25,949.00	1,396,356.00	1,395,463.14	892.86
Contracted Services (Other than Between Home & School) - Vendor	191,441.00	(86,709.54)	104,731.46	71,088.65	33,642.81
Contracted Services (Special Ed Students) - Vendors	619,248.00	64,885.00	684,133.00	682,594.77	1,538.23
Contracted Services (Special Ed Students) - ESC & CTSA's	376,995.00	151,980.54	528,975.54	528,974.82	0.72
General Supplies	11,360.00	(1,831.79)	9,528.21	5,450.00	4,078.21
Miscellaneous	-	100.00	100.00	17.99	82.01
<b>Total Undistributed Expenditures - Student Transportation Services</b>	<b>2,791,353.00</b>	<b>93,987.00</b>	<b>2,885,340.00</b>	<b>2,845,103.15</b>	<b>40,236.85</b>
Unallocated Benefits - Employee Benefits:					
Group Insurance	4,770.00		4,770.00	1,751.94	3,018.06
Social Security Contributions	622,300.00		622,300.00	475,239.77	147,060.23
Other Retirement Contributions - PERS	680,000.00		680,000.00	619,424.46	60,575.54
Unemployment Compensation	54,804.00		54,804.00	54,804.00	-
Health Benefits	10,309,074.00	(1,169,584.25)	9,139,489.75	5,813,726.83	3,325,762.92
Tuition Reimbursement	100,000.00		100,000.00	43,486.00	56,514.00
Other Employee Benefits	66,300.00	(14,000.00)	52,300.00	53,146.73	(846.73)
Unused Sick Payment to Terminated/Retired Staff	370,000.00	(5,200.00)	364,800.00	126,983.77	237,816.23
<b>Total Unallocated Benefits - Employee Benefits</b>	<b>12,207,248.00</b>	<b>(1,188,784.25)</b>	<b>11,018,463.75</b>	<b>7,133,759.50</b>	<b>3,884,704.25</b>
Undistributed Expenditures - Transfer to Charter Schools	57,547.00		57,547.00	43,500.00	14,047.00
Undistributed Expenditures- Non-budgeted:					
On-behalf TPAF Pension Contributions - Normal Costs (non-budgeted)				4,661,596.00	(4,661,596.00)
On-behalf TPAF Pension Contributions - Post Retirement Benefits (non-budgeted)				1,729,366.00	(1,729,366.00)
On-behalf TPAF Pension Contributions - Long-term Disability Insurance (non-budgeted)				3,127.00	(3,127.00)
<b>Total On-behalf TPAF Pension Contributions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,394,089.00</b>	<b>(6,394,089.00)</b>
Reimbursed TPAF Social Security Contributions	-	-	-	1,650,946.21	(1,650,946.21)
<b>Total Undistributed Expenses</b>	<b>30,060,278.25</b>	<b>(1,525,745.77)</b>	<b>28,534,532.48</b>	<b>31,372,534.65</b>	<b>(2,838,002.17)</b>
<b>Total Current Expense</b>	<b>54,385,795.94</b>	<b>(1,202,814.66)</b>	<b>53,182,981.28</b>	<b>55,433,733.08</b>	<b>(2,250,751.80)</b>

(Continued)

TOWNSHIP OF VOORHEES SCHOOL DISTRICT  
 GENERAL FUND  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
<b>EXPENDITURES (CONT'D):</b>					
<b>CAPITAL OUTLAY:</b>					
Equipment:					
Undistributed Expenditures:					
Support Services - Child Study Teams	\$ 2,500.00		\$ 2,500.00		\$ 2,500.00
Admin Info Technology		\$ 181,050.41	181,050.41	\$ 167,550.15	13,500.26
Required Maintenance for School Facilities	245,099.87	1,071,764.25	1,316,864.12	392,989.72	923,874.40
Total - Equipment	<u>297,599.87</u>	<u>1,202,814.66</u>	<u>1,500,414.53</u>	<u>560,539.87</u>	<u>939,874.66</u>
Facilities Acquisition and Construction Services:					
Construction Services	644,835.54		644,835.54	644,835.54	
Assessment for Debt Service on SDA Funding	26,609.00		26,609.00	26,609.00	
Total - Facilities Acquisition and Construction Services	<u>671,444.54</u>	<u>-</u>	<u>671,444.54</u>	<u>671,444.54</u>	<u>-</u>
Total Capital Outlay	<u>969,044.41</u>	<u>1,202,814.66</u>	<u>2,171,859.07</u>	<u>1,231,984.41</u>	<u>939,874.66</u>
Total Expenditures	<u>55,354,840.35</u>	<u>-</u>	<u>55,354,840.35</u>	<u>56,665,717.49</u>	<u>(1,310,877.14)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,454,539.35)</u>	<u>-</u>	<u>(2,454,539.35)</u>	<u>5,390,949.39</u>	<u>7,845,488.74</u>
Other Financing Sources (Uses):					
Transfers to Debt Service Fund	-	-	-	(561,085.00)	(561,085.00)
Total - Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(561,085.00)</u>	<u>(561,085.00)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(2,454,539.35)</u>	<u>-</u>	<u>(2,454,539.35)</u>	<u>4,829,864.39</u>	<u>7,284,403.74</u>
Fund Balances, July 1	<u>30,257,519.79</u>	<u>-</u>	<u>30,257,519.79</u>	<u>30,257,519.79</u>	<u>-</u>
Fund Balances, June 30	<u>\$ 27,802,980.44</u>	<u>\$ -</u>	<u>\$ 27,802,980.44</u>	<u>\$ 35,087,384.18</u>	<u>\$ 7,284,403.74</u>

(Continued)

TOWNSHIP OF VOORHEES SCHOOL DISTRICT  
 GENERAL FUND  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
<b>Recapitulation:</b>					
Restricted:					
Capital Reserve				\$ 22,782,600.00	
Emergency Reserve				476,744.58	
Maintenance Reserve				2,700,000.00	
Excess Surplus--Current Year				5,118,961.44	
Excess Surplus--Prior Year--Designated for Subsequent Year's Expenditures				1,089,357.00	
Assigned:					
Reserve for Encumbrances				1,369,193.52	
Designated for Subsequent Year's Expenditures:					
2020-21 Budget				187,261.00	
Unassigned				1,363,266.64	
				<u>35,087,384.18</u>	
Reconciliation to Governmental Funds Statements (GAAP):					
Proceeds from Purchasing Agreements (Net of Expenditures)				993,887.00	
Last State Aid Payment Not Recognized on GAAP Basis				(500,405.00)	
				<u>35,580,866.18</u>	
Fund Balance per Governmental Funds (GAAP)				<u>\$ 35,580,866.18</u>	

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**SPECIAL REVENUE FUND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	<u>Original Budget</u>	<u>Budget Modifications</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
<b>REVENUES:</b>					
State Sources:					
Nonpublic Aid		\$ 186,719.00	\$ 186,719.00	\$ 127,468.17	\$ (59,250.83)
Municipal Drug Alliance		3,788.00	3,788.00	3,788.00	
Total - State Sources	-	190,507.00	190,507.00	131,256.17	(59,250.83)
Federal Sources:					
N.C.L.B.:					
Title I	\$ 204,416.00	20,597.00	225,013.00	224,613.00	(400.00)
Title II	43,985.00	8,165.00	52,150.00	52,143.00	(7.00)
Title III	34,501.00	(3,011.00)	31,490.00	31,451.33	(38.67)
Title III Immigrant		12,017.00	12,017.00	11,423.40	(593.60)
I.D.E.A.:					
Basic	677,209.00	74,706.00	751,915.00	663,611.42	(88,303.58)
Preschool		37,658.00	37,658.00	36,425.00	(1,233.00)
Total - Federal Sources	960,111.00	150,132.00	1,110,243.00	1,019,667.15	(90,575.85)
Local Sources:					
Voya Unsung Heroes Awards Program		2,000.00	2,000.00	1,994.16	(5.84)
Total - Local Sources	-	2,000.00	2,000.00	1,994.16	(5.84)
Total Revenues	960,111.00	342,639.00	1,302,750.00	1,152,917.48	(149,832.52)

(Continued)

**TOWNSHIP OF VORHEES SCHOOL DISTRICT**  
**SPECIAL REVENUE FUND**  
 Required Supplementary Information  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

<b>EXPENDITURES:</b>	<u>Original Budget</u>	<u>Budget Modifications</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Instruction:					
Salaries of Teachers	\$ 229,317.00	\$ 8,140.00	\$ 237,457.00	\$ 236,456.40	\$ 1,000.60
Other Salaries for Instruction		34,539.00	34,539.00	34,539.00	
Purchased Professional Educational Services	2,095.00	154,046.00	156,141.00	83,715.64	72,425.36
Other Purchased Services	677,209.00	8,859.00	686,068.00	644,735.17	41,332.83
General Supplies	1,275.00	5,554.00	6,829.00	5,762.49	1,066.51
Textbooks		7,431.00	7,431.00	6,818.15	612.85
Total Instruction	<u>909,896.00</u>	<u>218,569.00</u>	<u>1,128,465.00</u>	<u>1,012,026.85</u>	<u>116,438.15</u>
Support Services:					
Personal Services--Employee Benefits	50,215.00	30,281.00	80,496.00	80,488.00	8.00
Purchased Professional Educational Services		50,370.00	50,370.00	20,280.25	30,089.75
General Supplies		40,744.00	40,744.00	37,447.38	3,296.62
Other Objects		2,675.00	2,675.00	2,675.00	
Total Support Services	<u>50,215.00</u>	<u>124,070.00</u>	<u>174,285.00</u>	<u>140,890.63</u>	<u>33,394.37</u>
Total Expenditures	<u>960,111.00</u>	<u>342,639.00</u>	<u>1,302,750.00</u>	<u>1,152,917.48</u>	<u>149,832.52</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**

Required Supplementary Information  
 Budgetary Comparison Schedule  
 Note to Required Supplementary Information  
 For the Fiscal Year Ended June 30, 2020

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources / Inflows of Resources:		
Actual amounts (budgetary basis) "revenues" from the budgetary comparison schedules	\$ 62,056,666.88	\$ 1,152,917.48
Differences - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		(3,380.00)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	525,039.00	
State aid payments recognized as revenue for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(500,405.00)</u>	
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 62,081,300.88</u>	<u>\$ 1,149,537.48</u>
Uses / Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 56,665,717.49	\$ 1,152,917.48
Differences - Budget to GAAP:		
Encumbrances for goods or services ordered but not received are reported in the year the orders are placed for budgetary purposes, but in the year the goods or services are received for financial reporting purposes.		<u>(3,380.00)</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (B-2)	<u>\$ 56,665,717.49</u>	<u>\$ 1,149,537.48</u>

REQUIRED SUPPLEMENTARY INFORMATION  
PART III

SCHEDULES RELATED TO ACCOUNTING  
AND REPORTING FOR PENSIONS

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Required Supplementary Information  
 Schedule of the School District's Proportionate Share of the Net Pension Liability  
 Public Employees' Retirement System (PERS)  
 Last Seven Plan Years

	<b>Measurement Date Ending June 30,</b>						
	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
School District's Proportion of the Net Pension Liability	0.0610129211%	0.0608440780%	0.0648958778%	0.0673965135%	0.0675379226%	0.0666690461%	0.0627999770%
School District's Proportionate Share of the Net Pension Liability	\$10,993,603.00	\$11,979,896.00	\$15,106,723.00	\$19,960,914.00	\$15,160,910.00	\$12,482,269.00	\$12,002,323.00
School District's Covered Payroll (Plan Measurement Period)	\$4,801,392.00	\$4,689,324.00	\$4,918,096.00	\$5,061,788.00	\$5,123,544.00	\$5,087,324.00	\$4,780,868.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	228.97%	255.47%	307.17%	394.35%	295.91%	245.36%	251.05%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Required Supplementary Information  
 Schedule of the School District's Contributions  
 Public Employees' Retirement System (PERS)  
 Last Seven Fiscal Years

	<b>Fiscal Year Ended June 30,</b>						
	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>
Contractually Required Contribution	\$654,179.00	\$593,476.00	\$605,202.00	\$ 601,191.00	\$ 598,741.00	\$ 580,645.00	\$ 549,610.00
Contributions in Relation to the Contractually Required Contribution	<u>(654,179.00)</u>	<u>(593,476.00)</u>	<u>(605,202.00)</u>	<u>(601,191.00)</u>	<u>(598,741.00)</u>	<u>(580,645.00)</u>	<u>(549,610.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District's Covered Payroll (Fiscal Year)	\$4,338,639.00	\$4,333,498.00	\$4,404,445.00	\$ 4,341,313.00	\$ 4,425,491.00	\$ 4,573,581.00	\$ 4,607,289.00
Contributions as a Percentage of School District's Covered Payroll	15.08%	13.70%	13.74%	13.85%	13.53%	12.70%	11.93%

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Required Supplementary Information  
 Schedule of the School District's Proportionate Share of the Net Pension Liability  
 Teachers' Pension and Annuity Fund (TPAF)  
 Last Seven Plan Years

	Measurement Date Ending June 30,						
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
School District's Proportion of the Net Pension Liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportion of the Net Pension Liability Associated with the School District	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>
	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>
School District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability Associated with the School District	<u>129,977,607.00</u>	<u>133,906,775.00</u>	<u>145,636,145.00</u>	<u>178,314,797.00</u>	<u>146,128,761.00</u>	<u>125,649,003.00</u>	<u>124,387,109.00</u>
	<u><u>\$129,977,607.00</u></u>	<u><u>\$133,906,775.00</u></u>	<u><u>\$145,636,145.00</u></u>	<u><u>\$ 178,314,797.00</u></u>	<u><u>\$ 146,128,761.00</u></u>	<u><u>\$ 125,649,003.00</u></u>	<u><u>\$ 124,387,109.00</u></u>
School District's Covered Payroll (Plan Measurement Period)	\$26,587,084.00	\$26,510,920.00	\$25,732,128.00	\$ 26,179,712.00	\$ 26,913,572.00	\$ 27,242,972.00	\$ 27,193,772.00
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	488.88%	505.10%	565.97%	681.12%	542.96%	461.22%	457.41%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Required Supplementary Information  
Schedule of School District Contributions  
Teachers' Pension and Annuity Fund (TPAF)  
Last Ten Fiscal Years

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This schedule is not applicable.

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

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Notes to Required Supplementary Information - Part III  
For the Fiscal Year Ended June 30, 2020

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**Teachers' Pension and Annuity Fund (TPAF)**

Changes in Benefit Terms

None

Changes in Assumptions

The Discount Rate changed at June 30th over the following years, 4.68% 2014, 4.13% 2015, 3.22% 2016, 4.25% 2017, 4.86% 2018 and 5.60% 2019.

The Long-term Expected Rate of Return changed at June 30th over the following years, 7.90% 2014 and 2015, 7.65% 2016, 7.00% 2017, 2018 and 2019.

For 2019, the assumed rates of retirement, mortality, salary increases, and inflation were updated based on the July 1, 2015 - June 30, 2018 experience study. For pre-retirement mortality, 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 was used. For healthy retirees and beneficiaries, the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis was used. For disabled retiree mortality, the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males, and a 100.3% adjustment for females, and with improvement from the base year of 2010 on a generational basis was used. For mortality improvement, Scale MP-2019 was used.

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

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

Changes in Benefit Terms

None

Changes in Assumptions

The Discount Rate changed at June 30th over the following years, 5.39% 2014, 4.90% 2015, 3.98% 2016, 5.00% 2017, 5.66% 2018, and 6.28% 2019.

The Long-term Expected Rate of Return changed at June 30th over the following years, 7.90% 2014 and 2015, 7.65% 2016, 7.00% 2017, 2018 and 2019.

For 2019, the assumed rates of retirement, mortality, salary increases, and inflation were updated based on the July 1, 2014 - June 30, 2018 experience study. For pre-retirement mortality, the Pub-2010 General Below-Median Income Employee mortality table with a 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 was used. For healthy retirees and beneficiaries, the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis was used. For disabled retiree mortality, the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males, and a 117.2% adjustment for females, and with improvement from the base year of 2010 on a generational basis was used. For mortality improvement, Scale MP-2019 was used.

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

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

REQUIRED SUPPLEMENTARY INFORMATION  
PART IV

SCHEDULES RELATED TO ACCOUNTING  
AND REPORTING FOR OPEB



**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Required Supplementary Information  
 Schedule of Changes in the School District's Total OPEB Liability and Related Ratios  
 Last Three Plan Years

	<u>Measurement Date Ending June 30,</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>Total Non-Employer OPEB Liability - State's Proportionate Share of the Total OPEB Liability Associated with the School District</b>			
Changes for the Year:			
Service Cost	\$ 3,240,312.00	\$ 3,667,345.00	\$ 4,432,181.00
Interest Cost	4,101,540.00	4,481,679.00	3,875,227.00
Difference Between Expected and Actual Experience	(16,829,708.00)	(12,246,230.00)	
Changes in Assumptions	1,390,263.00	(11,948,083.00)	(15,616,777.00)
Gross Benefit Payments	(2,862,287.00)	(2,784,083.00)	(2,845,498.00)
Member Contributions	84,846.00	96,222.00	104,778.00
Net Change in Total Non-Employer OPEB Liability	(10,875,034.00)	(18,733,150.00)	(10,050,089.00)
Total Non-Employer OPEB Liability - Beginning of Fiscal Year	104,118,185.00	122,851,335.00	132,901,424.00
Total Non-Employer OPEB Liability - End of Fiscal Year	<u>\$ 93,243,151.00</u>	<u>\$ 104,118,185.00</u>	<u>\$ 122,851,335.00</u>
School District's Covered Payroll (Plan Measurement Period)	<u>\$ 27,100,945.00</u>	<u>\$ 26,814,977.00</u>	<u>\$ 26,769,227.00</u>
State's Proportionate Share of the Total Non-Employer OPEB Liability Associated with the School District as a Percentage of Covered Payroll	344.06%	388.28%	458.93%

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Notes to Required Supplementary Information - Part IV  
For the Fiscal Year Ended June 30, 2020

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Changes of Benefit Terms

None

Differences Between Expected and Actual Experience

The decrease in liability from June 30, 2017 to June 30, 2018 is due to changes in the census, claims and premiums experience. The decrease in liability from June 30, 2018 to June 30, 2019 is due to changes in the census, claims and premiums experience.

Changes of Assumptions

The decrease in the liability from June 30, 2017 to June 30, 2018 is due to the increase in the assumed discount rate from 3.58% as of June 30, 2017 to 3.87% as of June 30, 2018; and a decrease in the assumed health care cost trend and excise tax assumptions. The decrease in the liability from June 30, 2018 to June 30, 2019 is due to the combined effect of the decrease in the assumed discount rate from 3.87% as of June 30, 2018 to 3.50% as of June 30, 2019; and changes in the trend, excise tax, updated decrements, future spouse election, PPO/HMO future retiree elections, salary scale and mortality assumptions.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**SPECIAL REVENUE FUND**  
 Combining Schedule of Revenues and Expenditures - Budgetary Basis  
 For the Fiscal Year Ended June 30, 2020

	E.S.E.A.					NJ Non-Public Security Aid	NJ Non-Public Technology Aid	Total Brought Forward
	Total	Title I	Title II Part A	Title III Immigrant	Title III			
<b>REVENUES:</b>								
State Sources	\$ 1,019,667.15	\$ 224,613.00	\$ 52,143.00	\$ 11,423.40	\$ 31,451.33			\$ 700,036.42
Federal Sources	131,256.17					\$ 18,652.32	\$ 4,966.73	107,637.12
Local Sources	<u>1,994.16</u>							<u>1,994.16</u>
<b>Total Revenues</b>	<u>1,152,917.48</u>	<u>224,613.00</u>	<u>52,143.00</u>	<u>11,423.40</u>	<u>31,451.33</u>	<u>18,652.32</u>	<u>4,966.73</u>	<u>809,667.70</u>
<b>EXPENDITURES:</b>								
Instruction:								
Salaries of Teachers	236,456.40	170,376.00	34,915.00	11,165.40	20,000.00			
Other Salaries for Instruction	34,539.00							34,539.00
Purchased Professional Educational Services	83,715.64			258.00	255.00			83,202.64
Other Purchased Services	644,735.17							644,735.17
General Supplies	5,762.49	1,250.00			1,365.33			3,147.16
Textbooks	<u>6,818.15</u>							<u>6,818.15</u>
<b>Total Instruction</b>	<u>1,012,026.85</u>	<u>171,626.00</u>	<u>34,915.00</u>	<u>11,423.40</u>	<u>21,620.33</u>	-	-	<u>772,442.12</u>
Support Services:								
Personal Services--Employee Benefits	80,488.00	52,987.00	15,168.00		9,831.00			2,502.00
Purchased Professional Educational Services	20,280.25		2,060.00					18,220.25
General Supplies	37,447.38					18,652.32	4,966.73	13,828.33
Other Objects	<u>2,675.00</u>							<u>2,675.00</u>
<b>Total Support Services</b>	<u>140,890.63</u>	<u>52,987.00</u>	<u>17,228.00</u>	-	<u>9,831.00</u>	<u>18,652.32</u>	<u>4,966.73</u>	<u>37,225.58</u>
<b>Total Expenditures</b>	<u>\$ 1,152,917.48</u>	<u>\$ 224,613.00</u>	<u>\$ 52,143.00</u>	<u>\$ 11,423.40</u>	<u>\$ 31,451.33</u>	<u>\$ 18,652.32</u>	<u>\$ 4,966.73</u>	<u>\$ 809,667.70</u>

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**SPECIAL REVENUE FUND**  
 Combining Schedule of Revenues and Expenditures - Budgetary Basis  
 For the Fiscal Year Ended June 30, 2020

	Total Carried Forward	I. D. E. A. Part B		Municipal Drug Alliance	NJ Non-Public Textbook Aid	NJ Non-Public Nursing Services Aid	Total Brought Forward
		Basic	Preschool				
<b>REVENUES:</b>							
Federal Sources	\$ 700,036.42	\$ 663,611.42	\$ 36,425.00				
State Sources	107,637.12			\$ 3,788.00	\$ 6,818.15	\$ 13,828.33	\$ 83,202.64
Local Sources	1,994.16						1,994.16
<b>Total Revenues</b>	<b>809,667.70</b>	<b>663,611.42</b>	<b>36,425.00</b>	<b>3,788.00</b>	<b>6,818.15</b>	<b>13,828.33</b>	<b>85,196.80</b>
<b>EXPENDITURES:</b>							
Instruction:							
Salaries of Teachers							
Other Salaries for Instruction	34,539.00	716.00	32,710.00	1,113.00			
Purchased Professional Educational Services	83,202.64						83,202.64
Other Purchased Services	644,735.17	644,735.17					
General Supplies	3,147.16		1,153.00				1,994.16
Textbooks	6,818.15				6,818.15		
<b>Total Instruction</b>	<b>772,442.12</b>	<b>645,451.17</b>	<b>33,863.00</b>	<b>1,113.00</b>	<b>6,818.15</b>	<b>-</b>	<b>85,196.80</b>
Support Services:							
Personal Services--Employee Benefits	2,502.00		2,502.00				
Purchased Professional Educational Services	18,220.25	18,160.25	60.00				
General Supplies	13,828.33					13,828.33	
Other Objects	2,675.00			2,675.00			
<b>Total Support Services</b>	<b>37,225.58</b>	<b>18,160.25</b>	<b>2,562.00</b>	<b>2,675.00</b>	<b>-</b>	<b>13,828.33</b>	<b>-</b>
<b>Total Expenditures</b>	<b>\$ 809,667.70</b>	<b>\$ 663,611.42</b>	<b>\$ 36,425.00</b>	<b>\$ 3,788.00</b>	<b>\$ 6,818.15</b>	<b>\$ 13,828.33</b>	<b>\$ 85,196.80</b>

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**SPECIAL REVENUE FUND**  
Combining Schedule of Revenues and Expenditures - Budgetary Basis  
For the Fiscal Year Ended June 30, 2020

	Total Carried Forward	Voya Unsung Heroes Awards Program	N.J. Nonpublic Auxiliary	N.J. Nonpublic Handicapped		
			Services, Ch. 192, L. 197	Examination and Classification	Corrective Speech	Supplementary Instruction
			Compensatory Education			
<b>REVENUES:</b>						
Federal Sources						
State Sources	\$ 83,202.64		\$ 29,446.56	\$ 20,247.00	\$ 20,233.08	\$ 13,276.00
Local Sources	<u>1,994.16</u>	<u>\$ 1,994.16</u>				
Total Revenues	<u>85,196.80</u>	<u>1,994.16</u>	<u>29,446.56</u>	<u>20,247.00</u>	<u>20,233.08</u>	<u>13,276.00</u>
<b>EXPENDITURES:</b>						
Instruction:						
Salaries of Teachers						
Other Salaries for Instruction						
Purchased Professional Educational Services	83,202.64		29,446.56	20,247.00	20,233.08	13,276.00
Other Purchased Services						
General Supplies	1,994.16	1,994.16				
Textbooks						
Total Instruction	<u>85,196.80</u>	<u>1,994.16</u>	<u>29,446.56</u>	<u>20,247.00</u>	<u>20,233.08</u>	<u>13,276.00</u>
Support Services:						
Personal Services--Employee Benefits						
Purchased Professional Educational Services						
General Supplies						
Other Objects						
Total Support Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>\$ 85,196.80</u>	<u>\$ 1,994.16</u>	<u>\$ 29,446.56</u>	<u>\$ 20,247.00</u>	<u>\$ 20,233.08</u>	<u>\$ 13,276.00</u>

CAPITAL PROJECTS FUND



**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
 Summary Schedule of Project Expenditures  
 For the Fiscal Year Ended June 30, 2020

<u>Project Title/Issue</u>	<u>Original Date</u>	<u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Unexpended Balance June 30, 2020</u>
			<u>Prior Years</u>	<u>Current Year</u>	
(a) (i) The completion of various improvements at the Voorhees Middle School, Osage Elementary School, Kresson Elementary School, E.T. Hamilton Elementary School and Signal Hill Elementary School, including the upgrading of the access, emergency, communications and security systems, the replacement and/or repair of various portions of the roofs, and the replacement and/or upgrading of the electrical, heating, ventilation and other building systems.					
(ii) The completion of all work, including site improvements, necessary or desirable to make said improvements compatible with the existing facilities.					
(iii) The acquisition of furniture, fixtures and equipment for said improvements.	10-22-2007	<u>\$ 10,199,000.00</u>	<u>\$ 10,120,099.89</u>	<u>\$ -</u>	<u>\$ 78,900.11</u>
Restricted for Capital Projects: Designated for Subsequent Year's Expenditures					<u>\$ 78,900.11</u>

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2020

**Revenues:**

Interest Earned on Deposits	\$ 1,018.64
	1,018.64
Total Revenues	1,018.64

**Expenditures:**

Other Professional Services	
Construction Services	
Total Expenditures	-

Excess (Deficiency) of Revenues Over (Under) Expenditures	1,018.64
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## Other Financing Sources (Uses):

Transfers to Debt Service Fund:	
Interest Earned on Deposits	(1,018.64)
Total Other Financing Sources and Uses	(1,018.64)

Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	
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Fund Balance -- July 1	78,900.11
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Fund Balance -- June 30	\$ 78,900.11
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**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
 Statement of Project Revenues, Expenditures, Project Balance and Project Status  
 Kresson Elementary School Renovations  
 From Inception and for the Fiscal Year Ended June 30, 2020

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
Bond Proceeds and Transfers	\$ 973,375.96	-	\$ 973,375.96	\$ 973,375.96
Total Revenues	973,375.96	-	973,375.96	973,375.96
<b>Expenditures and Other Financing Uses</b>				
Other Professional Services	251,118.50	-	251,118.50	251,118.50
Construction Services	720,136.33	-	720,136.33	722,257.46
Total Expenditures	971,254.83	-	971,254.83	973,375.96
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 2,121.13	\$ -	\$ 2,121.13	\$ -

**Additional Project Information:**

Project Number	5400-055-08-1000
Bond Authorization Date	10-22-2007
Bonds Authorized	\$ 959,995.00
Bonds Issued	\$ 959,995.00
Original Authorized Cost	\$ 959,995.00
Additional Authorized Cost	13,380.96
Revised Authorized Cost	\$ 973,375.96
Percentage Increase over Original Authorized Cost	-
Percentage Completion	99.78%
Original Target Completion Date	6-30-13
Revised Target Completion Date	9-01-18

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
 Statement of Project Revenues, Expenditures, Project Balance and Project Status  
 E.T. Hamilton Elementary School Renovations  
 From Inception and for the Fiscal Year Ended June 30, 2020

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
Bond Proceeds and Transfers	\$ 2,200,144.23	-	\$ 2,200,144.23	\$ 2,200,144.23
Total Revenues	2,200,144.23	-	2,200,144.23	2,200,144.23
<b>Expenditures and Other Financing Uses</b>				
Other Professional Services	485,999.79	-	485,999.79	545,009.69
Construction Services	1,651,155.61	-	1,651,155.61	1,655,134.54
Total Expenditures	2,137,155.40	-	2,137,155.40	2,200,144.23
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 62,988.83	\$ -	\$ 62,988.83	\$ -

**Additional Project Information:**

Project Number	5400-020-08-1000
Bond Authorization Date	10-22-2007
Bonds Authorized	\$ 1,919,411.00
Bonds Issued	\$ 1,919,411.00
Original Authorized Cost	\$ 1,919,411.00
Additional Authorized Cost	280,733.23
Revised Authorized Cost	\$ 2,200,144.23
Percentage Increase over Original Authorized Cost	-
Percentage Completion	97.14%
Original Target Completion Date	6-30-13
Revised Target Completion Date	9-01-18

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
 Statement of Project Revenues, Expenditures, Project Balance and Project Status  
 Signal Hill Elementary School Renovations  
 From Inception and for the Fiscal Year Ended June 30, 2020

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
Bond Proceeds and Transfers	\$ 359,135.66	-	\$ 359,135.66	\$ 359,135.66
Total Revenues	359,135.66	-	359,135.66	359,135.66
<b>Expenditures and Other Financing Uses</b>				
Other Professional Services	95,956.11	-	95,956.11	95,956.11
Construction Services	263,179.55	-	263,179.55	263,179.55
Total Expenditures	359,135.66	-	359,135.66	359,135.66
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -

**Additional Project Information:**

Project Number	5400-095-08-1000
Bond Authorization Date	10-22-2007
Bonds Authorized	\$ 240,000.00
Bonds Issued	\$ 240,000.00
Original Authorized Cost	\$ 240,000.00
Additional Authorized Cost	119,135.66
Revised Authorized Cost	\$ 359,135.66
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	6-30-13
Revised Target Completion Date	9-01-18

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
Statement of Project Revenues, Expenditures, Project Balance and Project Status  
Voorhees Middle School Renovations  
From Inception and for the Fiscal Year Ended June 30, 2020

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
Bond Proceeds and Transfers	\$ 4,623,729.42	-	\$ 4,623,729.42	\$ 4,623,729.42
Total Revenues	4,623,729.42	-	4,623,729.42	4,623,729.42
<b>Expenditures and Other Financing Uses</b>				
Other Professional Services	542,794.25	-	542,794.25	556,584.40
Construction Services	4,067,145.02	-	4,067,145.02	4,067,145.02
Total Expenditures	4,609,939.27	-	4,609,939.27	4,623,729.42
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 13,790.15	\$ -	\$ 13,790.15	\$ -
<b>Additional Project Information:</b>				
Project Number	5400-100-08-1000			
Bond Authorization Date	10-22-2007			
Bonds Authorized	\$ 4,679,579.00			
Bonds Issued	\$ 4,679,579.00			
Original Authorized Cost	\$ 4,679,579.00			
Additional Authorized Cost	(55,849.58)			
Revised Authorized Cost	\$ 4,623,729.42			
Percentage Increase over Original Authorized Cost	-			
Percentage Completion	99.70%			
Original Target Completion Date	6-30-13			
Revised Target Completion Date	9-01-18			

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**CAPITAL PROJECTS FUND**  
 Statement of Project Revenues, Expenditures, Project Balance and Project Status  
 Osage Elementary School Renovations  
 From Inception and for the Fiscal Year Ended June 30, 2020

	<u>Prior Years</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
<b>Revenues and Other Financing Sources</b>				
Bond Proceeds and Transfers	\$ 2,042,614.73	-	\$ 2,042,614.73	\$ 2,042,614.73
Total Revenues	2,042,614.73	-	2,042,614.73	2,042,614.73
<b>Expenditures and Other Financing Uses</b>				
Other Professional Services	493,076.99	-	493,076.99	493,076.99
Construction Services	1,549,537.74	-	1,549,537.74	1,549,537.74
Total Expenditures	2,042,614.73	-	2,042,614.73	2,042,614.73
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -

**Additional Project Information:**

Project Number	5400-090-08-1000
Bond Authorization Date	10-22-2007
Bonds Authorized	\$ 2,400,015.00
Bonds Issued	\$ 2,400,015.00
Original Authorized Cost	\$ 2,400,015.00
Additional Authorized Cost	(357,400.27)
Revised Authorized Cost	\$ 2,042,614.73
Percentage Increase over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	6-30-13
Revised Target Completion Date	9-01-18

PROPRIETARY FUNDS



**TOWNSHIP OF VORHEES SCHOOL DISTRICT**  
**PROPRIETARY FUNDS**  
 Business-Type Activities - Enterprise Funds  
 Combining Statement of Net Position  
 June 30, 2020

	<u>Food Service</u>	<u>Community Education and Recreation</u>	<u>Total</u>
<b>ASSETS:</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 1,362.19	\$ 2,565,419.77	\$ 2,566,781.96
Intergovernmental Accounts Receivable:			
State	299.75		299.75
Federal	28,994.00		28,994.00
Inventories	18,723.69		18,723.69
Total Current Assets	<u>49,379.63</u>	<u>2,565,419.77</u>	<u>2,614,799.40</u>
Noncurrent Assets:			
Furnishings and Equipment	761,354.16	303,849.45	1,065,203.61
Less Accumulated Depreciation	<u>(679,610.29)</u>	<u>(196,158.56)</u>	<u>(875,768.85)</u>
Total Noncurrent Assets	<u>81,743.87</u>	<u>107,690.89</u>	<u>189,434.76</u>
Total Assets	<u>131,123.50</u>	<u>2,673,110.66</u>	<u>2,804,234.16</u>
<b>LIABILITIES:</b>			
Current Liabilities:			
Compensated Absences Payable	1,000.00	100.00	1,100.00
Interfund Accounts Payable		38,035.06	38,035.06
Total Current Liabilities	<u>1,000.00</u>	<u>38,135.06</u>	<u>39,135.06</u>
Noncurrent Liabilities:			
Compensated Absences Payable	<u>12,365.00</u>	<u>24,900.00</u>	<u>37,265.00</u>
Total Liabilities	<u>13,365.00</u>	<u>63,035.06</u>	<u>76,400.06</u>
<b>NET POSITION:</b>			
Net Investment in Capital Assets	81,743.87	107,690.89	189,434.76
Unrestricted	<u>36,014.63</u>	<u>2,502,384.71</u>	<u>2,538,399.34</u>
Total Net Position	<u>\$ 117,758.50</u>	<u>\$ 2,610,075.60</u>	<u>\$ 2,727,834.10</u>

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**PROPRIETARY FUNDS**  
 Business-Type Activities - Enterprise Funds  
 Combining Statement of Revenues, Expenses and Changes in Fund Net Position  
 For the Fiscal Year Ended June 30, 2020

	<u>Food Service</u>	<u>Community Education and Recreation</u>	<u>Total</u>
<b>OPERATING REVENUES:</b>			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 247,933.75		\$ 247,933.75
Daily Sales - Non-Reimbursable Programs	137,983.28		137,983.28
Miscellaneous	5,014.40		5,014.40
Community Service Activities	<u>1,316.23</u>	<u>\$ 1,129,076.11</u>	<u>1,130,392.34</u>
Total Operating Revenues	<u>392,247.66</u>	<u>1,129,076.11</u>	<u>1,521,323.77</u>
<b>OPERATING EXPENSES:</b>			
Salaries	384,210.50	938,486.39	1,322,696.89
Employee Benefits	27,163.46	132,101.79	159,265.25
Other Professional Services	44,904.84	8,500.00	53,404.84
Transportation		12,124.60	12,124.60
Other Purchased Services	6,780.00		6,780.00
Travel	3,222.84		3,222.84
General Supplies	40,181.34	66,731.83	106,913.17
Depreciation	12,315.69	34,545.14	46,860.83
Cost of Sales:			
Reimbursable programs	213,456.12		213,456.12
Non-reimbursable programs	72,872.00		72,872.00
Miscellaneous	<u>19,607.27</u>	<u>122,725.05</u>	<u>142,332.32</u>
Total Operating Expenses	<u>824,714.06</u>	<u>1,315,214.80</u>	<u>2,139,928.86</u>
Operating Income (Loss)	<u>(432,466.40)</u>	<u>(186,138.69)</u>	<u>(618,605.09)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
State Sources:			
State School Lunch Program	6,557.12		6,557.12
Federal Sources:			
National School Lunch Program	188,154.73		188,154.73
National School Breakfast Program	38,278.14		38,278.14
Food Distribution Program	74,974.15		74,974.15
Gain/(Loss on Disposal of Capital Assets)	3,398.00	2,328.00	5,726.00
Interest and Investment Revenue	<u>2,207.08</u>	<u>34,954.90</u>	<u>37,161.98</u>
Total Nonoperating Revenues (Expenses)	<u>313,569.22</u>	<u>37,282.90</u>	<u>350,852.12</u>
Change in Net Position	<u>(118,897.18)</u>	<u>(148,855.79)</u>	<u>(267,752.97)</u>
Net Position -- July 1	<u>236,655.68</u>	<u>2,758,931.39</u>	<u>2,995,587.07</u>
Net Position -- June 30	<u>\$ 117,758.50</u>	<u>\$ 2,610,075.60</u>	<u>\$ 2,727,834.10</u>

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**PROPRIETARY FUNDS**  
 Business-Type Activities - Enterprise Funds  
 Combining Statement of Cash Flows  
 For the Fiscal Year Ended June 30, 2020

	<u>Food Service</u>	<u>Community Education and Recreation</u>	<u>Totals</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from Customers	\$ 392,247.66	\$ 1,129,076.11	\$ 1,521,323.77
Payments to Employees	(384,210.50)	(938,486.39)	(1,322,696.89)
Payments for Employee Benefits	(26,283.46)	(147,376.79)	(173,660.25)
Payments to Suppliers	(405,587.78)	(210,081.48)	(615,669.26)
Net Cash Provided by (used for) Operating Activities	<u>(423,834.08)</u>	<u>(166,868.55)</u>	<u>(590,702.63)</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:</b>			
State Sources	6,880.30		6,880.30
Federal Sources	281,696.97		281,696.97
Operating Subsidies and Transfers to/(from) Other Funds	26,114.04	38,035.06	64,149.10
Net Cash Provided by (used for) Non-Capital Financing Activities	<u>314,691.31</u>	<u>38,035.06</u>	<u>352,726.37</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Purchases of Capital Assets	(46,635.16)	(58,316.00)	(104,951.16)
Net Cash Provided by (used for) Capital and Related Financing Activities	<u>(46,635.16)</u>	<u>(58,316.00)</u>	<u>(104,951.16)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest and Dividends	2,207.08	34,954.90	37,161.98
Net Cash Provided by (used for) Investing Activities	<u>2,207.08</u>	<u>34,954.90</u>	<u>37,161.98</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(153,570.85)	(152,194.59)	(305,765.44)
Cash and Cash Equivalents -- July 1	154,933.04	2,717,614.36	2,872,547.40
Cash and Cash Equivalents -- June 30	<u>\$ 1,362.19</u>	<u>\$ 2,565,419.77</u>	<u>\$ 2,566,781.96</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ (432,466.40)	\$ (186,138.69)	\$ (618,605.09)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Depreciation and Net Amortization	12,315.69	34,545.14	46,860.83
(Increase) Decrease in Inventories	(4,563.37)		(4,563.37)
(Increase) Decrease in Interfunds Receivable		(38,035.06)	(38,035.06)
Increase (Decrease) in Compensated Absences Payable	880.00	22,760.06	23,640.06
Total Adjustments	<u>8,632.32</u>	<u>19,270.14</u>	<u>27,902.46</u>
Net Cash Provided by (used for) Operating Activities	<u>\$ (423,834.08)</u>	<u>\$ (166,868.55)</u>	<u>\$ (590,702.63)</u>

FIDUCIARY FUNDS

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**FIDUCIARY FUNDS**  
 Combining Statement of Fiduciary Net Position  
 June 30, 2020

	Private-Purpose Trust Funds		Agency Funds		Total
	Unemployment Compensation Trust	Scholarship Fund	Student Activity	Payroll	
<b>ASSETS:</b>					
Cash and Cash Equivalents	\$ 807,913.26	\$ 74.17	\$ 53,064.70	\$ 429,128.17	\$ 1,290,180.30
Other Accounts Receivable				1,078.08	1,078.08
Intrafund Accounts Receivable	45,626.44				45,626.44
Interfund Accounts Receivable				810.68	810.68
<b>Total Assets</b>	<b>853,539.70</b>	<b>74.17</b>	<b>\$ 53,064.70</b>	<b>\$ 431,016.93</b>	<b>1,337,695.50</b>
<b>LIABILITIES:</b>					
Intrafund Accounts Payable				\$ 45,626.44	45,626.44
Interfund Accounts Payable				83,213.65	83,213.65
Payable to Student Groups			\$ 53,064.70		53,064.70
Payroll Deductions and Withholdings				302,176.84	302,176.84
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>\$ 53,064.70</b>	<b>\$ 431,016.93</b>	<b>484,081.63</b>
<b>NET POSITION:</b>					
Held in Trust for:					
Unemployment Claims and Other Purposes	853,539.70				853,539.70
Scholarships		74.17			74.17
<b>Total Net Position</b>	<b>\$ 853,539.70</b>	<b>\$ 74.17</b>			<b>\$ 853,613.87</b>

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**FIDUCIARY FUNDS**  
Combining Statement of Changes in Fiduciary Net Position  
For the Fiscal Year Ended June 30, 2020

	<u>Private-Purpose Trust Funds</u>		<u>Total</u>
	<u>Unemployment Compensation Trust</u>	<u>Private-Purpose Scholarship Fund</u>	
<b>ADDITIONS:</b>			
Contributions:			
Employee Salary Deductions	\$ 45,626.44		\$ 45,626.44
Investment Earnings:			
Interest	<u>10,471.12</u>	<u>\$ 4.73</u>	<u>10,475.85</u>
Total Additions	<u>56,097.56</u>	<u>4.73</u>	<u>56,102.29</u>
<b>DEDUCTIONS:</b>			
Unemployment Claims	22,895.97		22,895.97
Scholarships		300.00	300.00
Total Deductions	<u>22,895.97</u>	<u>300.00</u>	<u>23,195.97</u>
Change in Net Position	33,201.59	(295.27)	32,906.32
Net Position -- July 1	<u>820,338.11</u>	<u>369.44</u>	<u>820,707.55</u>
Net Position -- June 30	<u>\$ 853,539.70</u>	<u>\$ 74.17</u>	<u>\$ 853,613.87</u>

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**FIDUCIARY FUNDS**  
 Student Activity Agency Fund Schedule of Receipts and Disbursements  
 For the Fiscal Year Ended June 30, 2020

	<u>Balance</u> <u>June 30, 2019</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Balance</u> <u>June 30, 2020</u>
MIDDLE SCHOOLS:				
Voorhees Middle School	\$ 40,987.32	\$ 77,321.97	\$ 65,244.59	\$ 53,064.70

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**FIDUCIARY FUNDS**  
 Payroll Agency Fund Schedule of Receipts and Disbursements  
 For the Fiscal Year Ended June 30, 2020

	<u>Balance</u> <u>June 30, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2020</u>
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 17,517.32	\$ 34,199,549.39	\$ 33,787,938.54	\$ 429,128.17
Interfund Accounts Receivable: Due from General Fund		810.68		810.68
Other Accounts Receivable	881.52	1,078.08	881.52	1,078.08
Total Assets	<u>\$ 18,398.84</u>	<u>\$ 34,201,438.15</u>	<u>\$ 33,788,820.06</u>	<u>\$ 431,016.93</u>
<b>LIABILITIES:</b>				
Net Payroll, Payroll Deductions and Withholdings, and Employer's Share of Pension	\$ 12,398.84	\$ 33,798,290.94	\$ 33,508,512.94	\$ 302,176.84
Intrafund Accounts Payable		45,626.44		45,626.44
Interfund Accounts Payable: Due to General Fund	6,000.00	357,520.77	280,307.12	83,213.65
Total Liabilities	<u>\$ 18,398.84</u>	<u>\$ 34,201,438.15</u>	<u>\$ 33,788,820.06</u>	<u>\$ 431,016.93</u>



LONG-TERM DEBT

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Schedule of Serial Bonds  
 For the Fiscal Year Ended June 30, 2020

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	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance June 30, 2019	Paid By Budget Appropriation	Balance June 30, 2020
			Date	Amount				
Refunding Bonds, Series 2015	8-27-2015	\$ 5,720,000.00	3-1-2021	\$ 925,000.00	4.00%	<u>\$ 3,760,000.00</u>	<u>\$ 935,000.00</u>	<u>\$ 2,825,000.00</u>
			3-1-2022	960,000.00	2.00%			
			3-1-2023	940,000.00	2.25%			
						<u>\$ 3,760,000.00</u>	<u>\$ 935,000.00</u>	<u>\$ 2,825,000.00</u>

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
**DEBT SERVICE FUND**  
 Budgetary Comparison Schedule  
 For the Fiscal Year Ended June 30, 2020

	Original Budget	Budget Modifications	Final Budget	Actual	Variance Positive (Negative) Final to Actual
<b>REVENUES:</b>					
Local Sources:					
Local Tax Levy	\$ 22,106.00		\$ 22,106.00	\$ 22,106.00	
Miscellaneous				648.93	\$ 648.93
Debt Service Aid Type II	342,451.00		342,451.00	342,451.00	
Total Revenues	364,557.00	-	364,557.00	365,205.93	648.93
<b>EXPENDITURES:</b>					
Regular Debt Service:					
Interest on Bonds	96,900.00		96,900.00	96,900.00	
Redemption of Principal	935,000.00		935,000.00	935,000.00	
Total Regular Debt Service	1,031,900.00	-	1,031,900.00	1,031,900.00	-
Total Expenditures	1,031,900.00	-	1,031,900.00	1,031,900.00	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(667,343.00)	-	(667,343.00)	(666,694.07)	648.93
Other Financing Sources (Uses):					
Operating Transfers In:					
Transfers from Capital Reserve				561,085.00	561,085.00
Interest Earned on Deposits				1,018.64	1,018.64
Total Other Financing Sources (Uses)	-	-	-	562,103.64	562,103.64
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over (Under) Expenditures	(667,343.00)	-	(667,343.00)	(104,590.43)	562,752.57
Fund Balance, July 1	669,277.97	-	669,277.97	669,277.97	-
Fund Balance, June 30	\$ 1,934.97	\$ -	\$ 1,934.97	\$ 564,687.54	\$ 562,752.57
Restricted for:					
Debt Service				\$ 1,667.54	
Debt Service--Designated for Subsequent Year's Expenditures				563,020.00	
				\$ 564,687.54	

STATISTICAL SECTION

## Financial Trends Information

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

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

	Fiscal Year Ended June 30,									
	2020 (1)(2)	2019 (1)(2)	2018 (1)(2)	2017 (1)	2016 (1)	2015 (1)	2014	2013	2012	2011
<b>Governmental Activities:</b>										
Net Investment in Capital Assets	\$ 24,941,851	\$ 25,273,432	\$ 25,652,469	\$ 25,561,988	\$ 26,379,315	\$ 23,470,662	\$ 21,876,771	\$ 20,340,144	\$ 17,176,043	\$ 14,410,879
Restricted	32,287,896	27,970,891	25,095,247	21,308,425	15,618,765	14,289,251	12,815,420	9,976,843	11,572,242	11,501,270
Unrestricted (Deficit)	(11,733,176)	(13,479,030)	(14,620,936)	(14,121,472)	(12,627,323)	(12,089,383)	138,441	1,043,127	1,028,065	919,477
<b>Total Governmental Activities Net Position</b>	<b>\$ 45,496,571</b>	<b>\$ 39,765,293</b>	<b>\$ 36,126,780</b>	<b>\$ 32,748,941</b>	<b>\$ 29,370,757</b>	<b>\$ 25,670,530</b>	<b>\$ 34,830,632</b>	<b>\$ 31,360,114</b>	<b>\$ 29,776,349</b>	<b>\$ 26,831,626</b>
<b>Business-type Activities:</b>										
Net Investment in Capital Assets	\$ 189,435	\$ 125,618	\$ 169,053	\$ 175,403	\$ 154,907	\$ 81,754	\$ 81,027	\$ 113,227	\$ 139,417	\$ 145,264
Unrestricted	2,538,399	2,869,969	3,042,942	2,930,838	3,066,393	3,016,981	2,933,939	2,950,594	2,753,901	2,543,963
<b>Total Business-type Activities Net Position</b>	<b>\$ 2,727,834</b>	<b>\$ 2,995,587</b>	<b>\$ 3,211,995</b>	<b>\$ 3,106,241</b>	<b>\$ 3,221,300</b>	<b>\$ 3,098,735</b>	<b>\$ 3,014,966</b>	<b>\$ 3,063,821</b>	<b>\$ 2,893,318</b>	<b>\$ 2,689,227</b>
<b>District-wide:</b>										
Net Investment in Capital Assets	\$ 25,131,286	\$ 25,399,050	\$ 25,821,522	\$ 25,737,391	\$ 26,534,222	\$ 23,552,416	\$ 21,957,798	\$ 20,453,371	\$ 17,315,460	\$ 14,556,143
Restricted	32,287,896	27,970,891	25,095,247	21,308,425	15,618,765	14,289,251	12,815,420	9,976,843	11,572,242	11,501,270
Unrestricted (Deficit)	(9,194,777)	(10,609,061)	(11,577,994)	(11,190,634)	(9,560,930)	(9,072,403)	3,072,380	3,993,721	3,781,966	3,463,440
<b>Total District-wide Net Position</b>	<b>\$ 48,224,405</b>	<b>\$ 42,760,880</b>	<b>\$ 39,338,775</b>	<b>\$ 35,855,182</b>	<b>\$ 32,592,057</b>	<b>\$ 28,769,264</b>	<b>\$ 37,845,598</b>	<b>\$ 34,423,934</b>	<b>\$ 32,669,668</b>	<b>\$ 29,520,853</b>

(1) Amounts for the years 2020, 2019, 2018, 2017, 2016 and 2015 include the implementation of Governmental Accounting Standards Board Statement Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27, No. 68, and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68.

(2) Amounts for the years 2020, 2019 and 2018 include the implementation of Governmental Accounting Standards Board Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

Source: CAFR Exhibit A-1

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

	Fiscal Year Ended June 30,									
	2020 (1)(2)	2019 (1)(2)	2018 (1)(2)	2017 (1)	2016 (1)	2015 (1)	2014	2013	2012	2011
<b>Expenses:</b>										
Governmental Activities:										
Instruction:										
Regular	\$ 17,474,816	\$ 17,226,531	\$ 16,977,285	\$ 16,636,876	\$ 16,646,158	\$ 16,676,254	\$ 16,532,479	\$ 16,894,014	\$ 16,920,056	\$ 17,504,319
Special Education	6,612,227	6,387,652	5,868,922	5,766,736	5,620,710	5,378,487	5,541,692	5,354,575	5,097,249	5,074,718
Other Special Education	969,032	893,747	713,336	706,689	728,930	933,420	844,578	809,981	811,011	1,025,850
Other Instruction	262,560	272,424	263,626	257,567	248,005	253,365	265,536	270,205	266,403	263,827
Community Service Programs	28,612	28,612	30,832	30,832	30,832	30,832	30,654	30,638	30,638	30,638
Support Services:										
Tuition	1,476,285	1,164,892	1,260,771	1,290,057	1,183,880	1,065,193	1,085,257	1,031,607	1,228,232	1,036,796
Student and Instruction Related Services	4,511,304	4,447,942	4,357,335	4,305,117	4,247,759	4,291,957	4,550,889	4,530,977	4,523,609	4,870,268
School Administrative Services	1,524,045	1,413,157	1,407,157	1,358,653	1,333,516	1,362,719	1,390,600	1,404,185	1,424,243	1,461,720
General and Business Administrative Services	2,316,819	2,349,703	2,483,185	2,417,456	2,361,241	2,232,167	2,107,614	1,823,079	1,754,383	1,916,792
Plant Operations and Maintenance	4,824,555	5,220,962	4,782,039	4,429,023	4,607,056	5,402,734	4,857,424	4,663,691	3,798,540	4,023,459
Pupil Transportation	2,845,103	2,954,765	2,636,545	2,198,984	2,341,166	2,185,135	2,176,996	2,081,621	2,064,459	1,963,077
Unallocated Benefits	17,461,366	25,805,355	27,719,252	27,001,671	21,278,558	18,238,797	11,746,859	12,892,085	11,385,516	10,741,048
Transfer to Charter Schools	43,500	44,803	32,273	13,641	40,085	52,413				
Interest on Long-term Debt	104,543	126,554	145,187	176,104	258,522	415,433	474,649	488,683	674,487	491,185
Amortization of Bond Issuance Costs									27,023	31,886
Other Administrative Services								181,524		
Unallocated Depreciation	17,727	17,727	18,082	18,082	18,082	19,724	19,724	20,216	23,695	27,381
<b>Total Governmental Activities Expenses</b>	<b>60,472,492</b>	<b>68,354,825</b>	<b>68,695,828</b>	<b>66,607,488</b>	<b>60,944,501</b>	<b>58,538,630</b>	<b>51,624,949</b>	<b>52,477,080</b>	<b>50,029,545</b>	<b>50,462,964</b>
Business-type Activities:										
Food Service	824,714	856,368	957,198	992,965	905,010	915,392	985,757	1,000,986	977,945	915,454
Community Education and Recreation	1,315,215	1,974,112	1,472,815	1,612,645	1,483,036	1,468,646	1,499,786	1,224,445	1,179,293	1,077,907
<b>Total Business-type Activities Expense</b>	<b>2,139,929</b>	<b>2,830,480</b>	<b>2,430,013</b>	<b>2,605,610</b>	<b>2,388,046</b>	<b>2,384,038</b>	<b>2,485,542</b>	<b>2,225,432</b>	<b>2,157,238</b>	<b>1,993,361</b>
<b>Total District Expenses</b>	<b>\$ 62,612,421</b>	<b>\$ 71,185,305</b>	<b>\$ 71,125,841</b>	<b>\$ 69,213,098</b>	<b>\$ 63,332,547</b>	<b>\$ 60,922,669</b>	<b>\$ 54,110,491</b>	<b>\$ 54,702,511</b>	<b>\$ 52,186,782</b>	<b>\$ 52,456,325</b>
<b>Program Revenues:</b>										
Governmental Activities:										
Operating Grants and Contributions	\$ 11,819,087	\$ 18,380,912	\$ 19,608,680	\$ 18,371,312	\$ 14,067,726	\$ 11,722,297	\$ 5,655,361	\$ 6,525,162	\$ 5,423,378	\$ 4,669,421
<b>Total Governmental Activities Program Revenues</b>	<b>11,819,087</b>	<b>18,380,912</b>	<b>19,608,680</b>	<b>18,371,312</b>	<b>14,067,726</b>	<b>11,722,297</b>	<b>5,655,361</b>	<b>6,525,162</b>	<b>5,423,378</b>	<b>4,669,421</b>
Business-type activities:										
Charges for services										
Food service	392,248	537,973	573,332	594,384	605,714	617,051	648,193	655,551	716,419	732,420
Community Education and Recreation	1,129,076	1,749,764	1,665,193	1,625,277	1,610,021	1,543,770	1,516,742	1,481,582	1,387,525	1,162,483
Operating Grants and Contributions	307,964	279,716	267,497	246,185	263,878	255,408	269,339	256,541	249,689	236,516
<b>Total Business-type Activities Program Revenues</b>	<b>1,829,288</b>	<b>2,567,453</b>	<b>2,506,022</b>	<b>2,465,846</b>	<b>2,479,613</b>	<b>2,416,229</b>	<b>2,434,275</b>	<b>2,393,673</b>	<b>2,353,633</b>	<b>2,131,419</b>
<b>Total District Program Revenues</b>	<b>\$ 13,648,375</b>	<b>\$ 20,948,365</b>	<b>\$ 22,114,702</b>	<b>\$ 20,837,158</b>	<b>\$ 16,547,339</b>	<b>\$ 14,138,526</b>	<b>\$ 8,089,636</b>	<b>\$ 8,918,835</b>	<b>\$ 7,777,011</b>	<b>\$ 6,800,841</b>

(Continued)

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

	Fiscal Year Ended June 30,									
	2020 (1)(2)	2019 (1)(2)	2018 (1)(2)	2017 (1)	2016 (1)	2015 (1)	2014	2013	2012	2011
<b>Net (Expense)/Revenue:</b>										
Governmental Activities	\$ (48,653,405)	\$ (49,973,913)	\$ (49,087,147)	\$ (48,236,176)	\$ (46,876,775)	\$ (46,816,333)	\$ (45,969,588)	\$ (45,951,918)	\$ (44,606,166)	\$ (45,793,543)
Business-type Activities	(310,641)	(263,027)	76,008	(139,764)	91,567	32,191	(51,268)	168,241	196,395	138,059
Total District-wide Net Expense	<u>\$ (48,964,046)</u>	<u>\$ (50,236,940)</u>	<u>\$ (49,011,139)</u>	<u>\$ (48,375,940)</u>	<u>\$ (46,785,208)</u>	<u>\$ (46,784,142)</u>	<u>\$ (46,020,855)</u>	<u>\$ (45,783,677)</u>	<u>\$ (44,409,772)</u>	<u>\$ (45,655,484)</u>
<b>General Revenues and Other Changes in Net Position:</b>										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 47,501,938	\$ 46,570,527	\$ 45,657,379	\$ 44,762,136	\$ 43,884,447	\$ 43,023,968	\$ 42,180,361	\$ 41,353,295	\$ 40,542,446	\$ 39,747,496
Taxes Levied for Debt Service	22,106	22,106	40,080	50,000	174,869	306,198	789,614	57,333	1,189,617	1,355,271
Unrestricted Grants and Contributions	6,028,310	6,205,561	6,246,845	6,194,332	6,192,410	6,198,786	6,029,282	5,989,632	5,639,642	4,849,673
Investment Earnings	484,055	627,840	268,338	70,174	32,302	16,934	15,692	15,380	54,052	65,993
Other Income	333,923	183,553	252,346	537,718	292,974	112,668	423,257	126,568	123,518	281,399
Donation/(Disposal) of Assets	14,350.00	2,838					1,900		3,040	
Transfers								(6,525)	(1,425)	
Total Governmental Activities	<u>54,384,683</u>	<u>53,612,426</u>	<u>52,464,987</u>	<u>51,614,360</u>	<u>50,577,002</u>	<u>49,658,553</u>	<u>49,440,106</u>	<u>47,535,682</u>	<u>47,550,890</u>	<u>46,299,832</u>
Business-type Activities:										
Investment Earnings	37,162	54,265	26,602	8,258	4,108	2,443	2,413	2,261	7,697	7,359
Unrestricted Grants and Contributions			3,143	16,448	26,891	49,135				
Donation/(Disposal) of Assets	5,726	(7,646)								
Total Business-type Activities	<u>42,888</u>	<u>46,619</u>	<u>29,745</u>	<u>24,705</u>	<u>30,999</u>	<u>51,578</u>	<u>2,413</u>	<u>2,261</u>	<u>7,697</u>	<u>7,359</u>
Total District-wide	<u>\$ 54,427,571</u>	<u>\$ 53,659,045</u>	<u>\$ 52,494,732</u>	<u>\$ 51,639,065</u>	<u>\$ 49,710,132</u>	<u>\$ 49,710,132</u>	<u>\$ 49,442,519</u>	<u>\$ 47,537,943</u>	<u>\$ 47,558,586</u>	<u>\$ 46,307,191</u>
<b>Change in Net Position:</b>										
Governmental Activities	\$ 5,731,278	\$ 3,638,513	\$ 3,377,839	\$ 3,378,184	\$ 3,700,227	\$ 2,842,220	\$ 3,470,519	\$ 1,583,764	\$ 2,944,723	\$ 506,289
Business-type Activities	(267,753)	(216,408)	105,753	(115,059)	122,565	83,769	(48,855)	170,502	204,091	145,418
Total District	<u>\$ 5,463,525</u>	<u>\$ 3,422,105</u>	<u>\$ 3,483,592</u>	<u>\$ 3,263,126</u>	<u>\$ 3,822,792</u>	<u>\$ 2,925,989</u>	<u>\$ 3,421,664</u>	<u>\$ 1,754,266</u>	<u>\$ 3,148,815</u>	<u>\$ 651,707</u>

(1) Amounts for the years 2020, 2019, 2018, 2017, 2016 and 2015 include the implementation of Governmental Accounting Standards Board Statement No. 68, Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27, and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68.

(2) Amounts for the years 2020, 2019 and 2018 include the implementation of Governmental Accounting Standards Board Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

Source: CAFR Exhibit A-2



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

	Fiscal Year Ended June 30,									
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund:										
Restricted	\$ 31,667,258	\$ 27,255,013	\$ 24,152,442	\$ 19,854,391	\$ 15,063,310	\$ 11,852,637	\$ 9,272,169	\$ 6,979,318	\$ 5,961,351	3,573,541
Committed	993,887									
Assigned	1,556,455	1,204,323	109,630	2,957	19,048	16,394		184,125	315,220	913,841
Unassigned	<u>1,363,267</u>	<u>1,273,145</u>	<u>1,217,435</u>	<u>1,159,570</u>	<u>211,008</u>	<u>1,133,650</u>	<u>1,128,471</u>	<u>1,152,076</u>	<u>1,040,717</u>	<u>1,203,108</u>
Total General Fund	<u>\$ 35,580,866</u>	<u>\$ 29,732,481</u>	<u>\$ 25,479,508</u>	<u>\$ 21,016,918</u>	<u>\$ 15,293,367</u>	<u>\$ 13,002,681</u>	<u>\$ 10,400,639</u>	<u>\$ 8,315,519</u>	<u>\$ 7,317,287</u>	<u>\$ 5,690,491</u>
All Other Governmental Funds:										
Restricted, Reported in:										
Capital Projects Fund	\$ 78,900	\$ 78,900	\$ 284,268	\$ 831,968	\$ 842,876	\$ 848,876	\$ 2,175,955	\$ 3,152,380	\$ 4,849,614	7,215,339
Debt Service Fund	<u>564,688</u>	<u>669,278</u>	<u>697,203</u>	<u>666,866</u>	<u>730,294</u>	<u>1,704,923</u>	<u>1,504,898</u>	<u>1,002,215</u>	<u>1,715,975</u>	<u>565,910</u>
Total All Other Governmental Funds	<u>\$ 643,588</u>	<u>\$ 748,178</u>	<u>\$ 981,471</u>	<u>\$ 1,498,834</u>	<u>\$ 1,573,171</u>	<u>\$ 2,553,799</u>	<u>\$ 3,680,853</u>	<u>\$ 4,154,594</u>	<u>\$ 6,565,588</u>	<u>\$ 7,781,249</u>

Source: CAFR Exhibit B-1

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

	Fiscal Year Ended June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
<b>Revenues:</b>										
Tax Levy	\$ 47,524,044	\$ 46,592,633	\$ 45,697,459	\$ 44,812,136	\$ 44,059,316	\$ 43,330,166	\$ 42,969,975	\$ 41,410,628	\$ 41,732,063	\$ 41,102,767
Other Local Revenue	817,978	811,393	520,684	607,892	325,275	129,601	438,950	141,948	177,570	347,392
State Sources	14,196,637	14,107,343	13,247,025	12,411,831	11,903,323	11,252,593	10,578,185	11,337,838	9,646,101	8,425,983
Federal Sources	1,058,403	1,159,780	1,088,372	1,100,579	1,163,048	1,157,350	1,106,458	1,176,956	1,416,919	1,093,111
<b>Total Revenue</b>	<b>63,597,063</b>	<b>62,671,149</b>	<b>60,553,541</b>	<b>58,932,438</b>	<b>57,450,963</b>	<b>55,869,711</b>	<b>55,093,568</b>	<b>54,067,369</b>	<b>52,972,653</b>	<b>50,969,253</b>
<b>Expenditures:</b>										
<b>Instruction</b>										
Regular Instruction	16,729,406	16,482,848	16,231,499	15,891,090	15,900,220	15,877,949	15,739,783	16,090,953	16,097,551	16,632,557
Special Education Instruction	6,612,227	6,387,652	5,868,922	5,766,736	5,620,710	5,378,487	5,541,692	5,354,575	5,097,249	5,074,718
Other Special Instruction	969,032	893,747	713,336	706,689	728,930	933,420	844,578	809,981	811,011	1,025,850
Other Instruction	262,560	272,424	263,626	257,567	248,005	253,365	265,536	270,205	266,403	263,827
<b>Support Services:</b>										
Tuition	1,476,285	1,164,892	1,260,771	1,290,057	1,183,880	1,065,193	1,085,257	1,031,607	1,228,232	1,036,796
Student and Instruction Related Services	4,469,487	4,405,379	4,314,772	4,261,455	4,204,337	4,243,213	4,502,145	4,478,972	4,467,469	4,804,451
School Administrative Services	1,487,330	1,376,610	1,370,610	1,322,106	1,296,969	1,322,816	1,350,190	1,362,198	1,382,425	1,419,425
Other Administrative Services	2,130,092	1,871,025	2,204,972	2,106,421	2,108,865	1,931,523	1,837,270	1,681,454	1,639,012	1,783,174
Plant Operations and Maintenance	3,906,063	4,216,303	3,987,940	3,788,652	4,300,410	5,078,922	4,575,781	4,386,600	3,651,700	3,979,762
Pupil Transportation	2,845,103	2,954,765	2,636,545	2,198,984	2,341,166	2,185,135	2,176,996	2,081,621	2,064,459	1,963,077
Unallocated Benefits	15,178,795	16,899,425	15,534,171	14,468,948	13,496,251	12,490,775	12,036,041	12,875,523	11,300,972	10,918,745
Transfer to Charter Schools	43,500	44,803	32,273	13,641	40,085	52,413				
<b>Debt Service:</b>										
Principal	1,435,000	955,000	920,000	920,000	1,925,000	1,775,000	1,690,000	1,605,000	1,475,000	1,460,000
Interest and Other Charges	96,900	116,000	134,400	171,575	301,385	412,805	471,005	517,105	558,605	552,233
Capital Outlay	1,205,375	610,597	1,134,477	119,301	2,560,451	1,393,707	1,365,917	2,927,813	2,520,004	1,545,975
<b>Total Expenditures</b>	<b>58,847,155</b>	<b>58,651,470</b>	<b>56,608,314</b>	<b>53,283,222</b>	<b>56,256,664</b>	<b>54,394,723</b>	<b>53,482,188</b>	<b>55,473,606</b>	<b>52,560,092</b>	<b>52,460,591</b>
<b>Excess (Deficiency) of Revenues</b>										
Over (Under) Expenditures	4,749,908	4,019,680	3,945,227	5,649,215	1,194,299	1,474,987	1,611,379	(1,406,237)	412,561	(1,491,338)
<b>Other Financing Sources (Uses):</b>										
Proceeds of Refunding Bonds					5,720,000					
Premium on Refunding Bonds					159,681					
Payment to Refunded Bond Escrow Account	993,887				(5,763,922)					
Accounts Receivable/Payable Canceled								(6,525)	(1,425)	
<b>Total Other Financing Sources (Uses)</b>	<b>993,887</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>115,759</b>	<b>-</b>	<b>-</b>	<b>(6,525)</b>	<b>(1,425)</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>\$ 5,743,795</b>	<b>\$ 4,019,680</b>	<b>\$ 3,945,227</b>	<b>\$ 5,649,215</b>	<b>\$ 1,310,057</b>	<b>\$ 1,474,987</b>	<b>\$ 1,611,379</b>	<b>\$ (1,412,762)</b>	<b>\$ 411,136</b>	<b>\$ (1,491,338)</b>
<b>Debt Service as a Percentage of</b>										
Noncapital Expenditures	2.7%	1.8%	1.9%	2.1%	4.1%	4.1%	4.1%	4.0%	4.1%	4.0%

Source: CAFR Exhibit B-2

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 General Fund - Other Local Revenue by Source  
 Last Ten Fiscal Years (Modified Accrual Basis of Accounting)  
*Unaudited*

	Fiscal Year Ended June 30,									
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Various Refunds (including E-Rate)	\$ 65,311.60	\$ 70,693.66	\$ 9,236.35	\$ 153,489.67	\$ 155,640.25	\$ 48,767.58	\$ 98,421.49	\$ 74,279.64	\$ 21,437.59	\$ 151,163.52
Refund of Prior Year Expenditures	39,936.64	17,458.88	139,376.17	226,192.60						
Refund of Prior Year Expenditures - SDA Grants							36,899.39			36,866.00
Energy Incentives (Sale of SRECs)	27,741.60	15,198.30	23,750.75	35,454.76	38,499.21	46,113.85	27,409.50	20,764.99	6,266.04	
Sale of Assets/Textbooks	126,560.00									
Outstanding Checks Canceled	896.50			2,064.17			5,423.00	10,450.46		
Tuition	5,527.45	77,255.00	75,210.06	104,585.60	60,770.72	14,346.44	251,639.36	20,391.36	95,605.20	71,690.20
Preschool Tuition	38,035.06									
Other	2,010.31	2,947.14	4,158.90	503.68	37,768.30	3,098.72	3,127.82	385.91	9.89	407.14
Donations	25,910.00									
Administrative Fees			613.97	550.50	294.94	340.94	336.56	295.31	199.00	169.68
Emergency Snow Removal - FEMA				14,876.65						21,102.57
Interest Earned on Deposits	482,387.58	625,905.84	264,600.11	67,708.86	31,091.33	16,012.79	13,691.53	12,482.96	38,077.64	37,560.16
<b>Total Miscellaneous Revenues</b>	<b>\$ 814,316.74</b>	<b>\$ 809,458.82</b>	<b>\$ 516,946.31</b>	<b>\$ 605,426.49</b>	<b>\$ 324,064.75</b>	<b>\$ 128,680.32</b>	<b>\$ 436,948.65</b>	<b>\$ 139,050.63</b>	<b>\$ 161,595.36</b>	<b>\$ 318,959.27</b>

Source: District Records

## Revenue Capacity Information

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Assessed Value and Actual Value of Taxable Property  
 Last Ten Fiscal Years  
*Unaudited*

Year Ended Dec. 31	Vacant Land	Residential	Farm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities (1)	Net Valuation Taxable	Taxable Value of Partial Exemptions and Abatements	Real Property Exempt from Taxation	Estimated Actual (County Equalized ) Value	Total Direct School Tax Rate (2)
2020	\$ 50,896,800.00	\$ 2,251,857,475.00	\$ 933,725.00	\$ 672,529,601.00	\$ 20,922,300.00	\$ 195,114,900.00	\$ 3,192,254,801.00	\$ 7,083,710.00	\$ 3,199,338,511.00	\$ 854,700.00	\$ 456,319,500.00	\$ 3,798,810,520.00	\$ 1.500
2019	50,242,000.00	2,248,542,675.00	918,129.00	671,474,200.00	20,922,300.00	195,318,300.00	3,187,417,604.00	7,478,432.00	3,194,896,036.00	1,064,700.00	453,269,600.00	3,561,757,007.00	1.473
2018	50,746,000.00	2,247,941,975.00	918,129.00	666,078,800.00	20,907,300.00	195,318,300.00	3,181,910,504.00	7,548,549.00	3,189,459,053.00	1,024,400.00	454,397,400.00	3,489,179,579.00	1.447
2017	50,817,900.00	2,238,275,181.00	1,590,859.00	664,070,400.00	20,827,900.00	195,318,300.00	3,170,900,540.00	7,478,238.00	3,178,378,778.00	1,056,000.00	453,963,300.00	3,504,662,894.00	1.424
2016	50,012,900.00	2,219,870,135.00	1,590,859.00	663,363,701.00	20,611,000.00	166,777,100.00	3,122,225,695.00	7,471,988.00	3,129,697,683.00	1,153,300.00	448,745,750.00	3,436,584,697.00	1.420
2015	51,157,600.00	2,207,420,250.00	1,160,929.00	677,496,800.00	24,856,100.00	217,104,100.00	3,179,195,779.00	7,579,817.00	3,186,775,596.00	425,100.00	445,048,800.00	3,501,951,204.00	1.371
2014	51,420,200.00	2,205,483,150.00	1,240,229.00	677,239,900.00	24,991,600.00	217,891,200.00	3,178,266,279.00	7,339,102.00	3,185,605,381.00	589,700.00	409,962,200.00	3,553,380,236.00	1.354
2013 (3)	52,862,301.00	2,203,083,800.00	1,242,200.00	669,764,600.00	24,578,800.00	217,891,200.00	3,169,422,901.00	6,095,002.00	3,175,517,903.00	836,600.00	410,817,900.00	3,420,317,668.00	1.329
2012	55,063,136.00	2,867,757,290.00	2,412,900.00	720,330,302.00	30,438,700.00	163,947,300.00	3,839,949,628.00	5,880,232.00	3,845,829,860.00	1,343,200.00	442,421,200.00	3,616,212,714.00	1.081
2011	56,917,536.00	2,894,373,390.00	2,412,900.00	727,482,802.00	31,074,300.00	153,757,100.00	3,866,018,028.00	6,050,077.00	3,872,068,105.00	1,254,900.00	335,937,800.00	3,817,563,464.00	1.070

(1) Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

(2) Tax Rates are per \$100.00 of Assessed Valuation

(3) Reassessment

Source: Camden County Board of Taxation

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Direct and Overlapping Property Tax Rates  
 Last Ten Fiscal Years  
 (Rate per \$100 of Assessed Value)  
*Unaudited*

Year Ended <u>Dec. 31</u>	<u>District Direct Rate</u>			<u>Overlapping Rates</u>				<u>Total Direct and Overlapping Tax Rate</u>
	<u>Basic Rate</u>	<u>General Obligation Debt Service</u>	<u>Total Direct School Tax Rate</u>	<u>Regional High School District</u>	<u>Township of Voorhees</u>	<u>Township of Voorhees Fire District</u>	<u>Camden County</u>	
2020	\$ 1.500	\$ 0.001	\$ 1.500	\$ 0.669	\$ 0.911	-	\$ 1.010	\$ 4.090
2019	1.472	0.001	1.473	0.654	0.852	-	0.967	3.946
2018	1.446	0.001	1.447	0.661	0.833	-	0.979	3.920
2017	1.422	0.001	1.424	0.646	0.799	\$ 0.034	0.984	3.887
2016	1.416	0.004	1.420	0.652	0.630	0.194	0.974	3.870
2015	1.364	0.008	1.371	0.620	0.607	0.183	0.967	3.748
2014	1.336	0.017	1.354	0.609	0.607	0.178	0.953	3.701
2013	1.315	0.013	1.329	0.613	0.587	0.169	0.886	3.584
2012	1.065	0.016	1.081	0.484	0.466	0.137	0.723	2.891
2011	1.037	0.033	1.070	0.484	0.441	0.125	0.713	2.833

Source: Municipal Tax Collector

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

Taxpayer	2020			2011		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Virtua Health-Division of Property Mgmt	\$ 49,959,300.00	1	1.56%	\$ 30,379,900.00	4	0.78%
Foster Sq 1-6%Lowe Ent Invest.	33,669,400.00	2	1.05%			
HCP III Eagle, LLC	25,030,300.00	3	0.78%			
Cooper Holdings, LLC % Deloitte	17,517,500.00	4	0.55%	16,507,900.00	10	0.43%
Del Coop, LLC	17,242,700.00	5	0.54%	17,713,900.00	7	0.46%
SJF CCRC, Inc.	16,694,500.00	6	0.52%	16,691,300.00	9	0.43%
Village Group Limited Partnership	16,412,200.00	7	0.51%	35,415,500.00	3	0.91%
Whitehorse 401 LLC	16,299,300.00	8	0.51%			
Vista 2016, LLC	15,588,500.00	9	0.49%			
Village Group Limited Partnership	15,370,400.00	10	0.48%			
Echelon Glen I & II Investors, LLC				46,835,000.00	1	1.21%
Echelon Title LLC % PREIT				40,633,300.00	2	1.05%
Eagle Plaza Associates				24,392,400.00	4	0.63%
QRP Voorhees, LP				19,685,200.00	5	0.51%
VSC LHIC, LLC				17,496,300.00	8	0.45%
<b>Total</b>	<b>\$ 223,784,100.00</b>		<b>6.99%</b>	<b>\$ 265,750,700.00</b>		<b>6.86%</b>

Source: Municipal Tax Assessor

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

<u>Fiscal Year Ended June 30,</u>	<u>School District Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy (1)</u>		<u>Collections in Subsequent Years</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	
2020	\$ 47,524,044.00	\$ 47,524,044.00	100.00%	-
2019	46,592,633.00	46,592,633.00	100.00%	-
2018	45,697,459.00	45,697,459.00	100.00%	-
2017	44,812,136.00	44,812,136.00	100.00%	-
2016	44,059,316.00	44,059,316.00	100.00%	-
2015	43,330,166.00	43,330,166.00	100.00%	-
2014	42,969,975.00	42,969,975.00	100.00%	-
2013	41,410,628.00	41,410,628.00	100.00%	-
2012	41,732,063.00	41,732,063.00	100.00%	-
2011	41,102,767.00	41,102,767.00	100.00%	-

(1) 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: District Records



## Debt Capacity Information

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

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

Fiscal Year Ended <u>June 30,</u>	Governmental Activities		<u>Total District</u>	Percentage of Personal <u>Income (2)</u>	<u>Per Capita (3)</u>
	<u>General Obligation Bonds (1)</u>	<u>Purchasing Agreements (1)</u>			
2020	\$ 2,825,000.00	\$ 493,887.00	\$ 3,318,887.00	Unavailable	\$ 113.76
2019	3,760,000.00	-	3,760,000.00	0.24%	128.73
2018	4,715,000.00	-	4,715,000.00	0.31%	161.40
2017	5,635,000.00	-	5,635,000.00	0.38%	192.80
2016	6,555,000.00	-	6,555,000.00	0.46%	224.59
2015	8,209,000.00	-	8,209,000.00	0.60%	281.12
2014	9,984,000.00	-	9,984,000.00	0.75%	341.52
2013	11,674,000.00	-	11,674,000.00	0.89%	398.27
2012	13,279,000.00	-	13,279,000.00	1.03%	453.19
2011	14,754,000.00	-	14,754,000.00	1.20%	503.70

Sources:

- (1) District Records
- (2) Personal income has been estimated based upon the municipal population and per capita personal income data provided by the NJ Dept of Labor and Workforce Development
- (3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

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

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Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Net Assessed Valuation Taxable (2)	Per Capita (3)
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding (1)		
2020	\$ 2,825,000.00	-	\$ 2,825,000.00	0.09%	\$ 96.83
2019	3,760,000.00	-	3,760,000.00	0.12%	128.60
2018	4,715,000.00	-	4,715,000.00	0.15%	161.40
2017	5,635,000.00	-	5,635,000.00	0.18%	192.80
2016	6,555,000.00	-	6,555,000.00	0.21%	224.59
2015	8,209,000.00	-	8,209,000.00	0.26%	281.12
2014	9,984,000.00	-	9,984,000.00	0.31%	341.52
2013	11,674,000.00	-	11,674,000.00	0.37%	398.27
2012	13,279,000.00	-	13,279,000.00	0.35%	453.19
2011	14,754,000.00	-	14,754,000.00	0.38%	503.70

## Sources:

(1) District Records

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

(3) Per Capita calculation based upon population information provided by the NJ Dept of Labor and Workforce Development

**TOWNSHIP OF VORHEES SCHOOL DISTRICT**  
 Direct and Overlapping Governmental Activities Debt  
 As of December 31, 2019  
*Unaudited*

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Statutory Net Debt Outstanding</u>	<u>Net Debt Outstanding Allocated to Voorhees Township</u>	<u>County Debt Authorized But Not Issued</u>
Municipal Debt: (1)					
Voorhees Township School District	\$ 3,760,000.00	\$ 3,760,000.00			
Voorhees Township	51,510,603.30	15,607,695.37	\$ 35,902,907.93	\$ 35,902,907.93	
	<u>55,270,603.30</u>	<u>19,367,695.37</u>	<u>35,902,907.93</u>	<u>35,902,907.93</u>	
Overlapping Debt Apportioned to the Municipality:					
County of Camden: (2)					
General:					
Bonds	40,475,000.00	17,734,529.00 (4)	22,740,471.00	2,083,027.14 (6)	\$ 44,848,355.85
Notes	35,461,125.00		35,461,125.00	3,248,239.05 (6)	
Loan Agreements	340,001,133.00		340,001,133.00	31,144,103.78 (6)	
Bonds Issued by Other Public Bodies Guaranteed by the County	260,305,410.00	260,305,410.00 (5)			
	<u>676,242,668.00</u>	<u>278,039,939.00</u>	<u>398,202,729.00</u>	<u>36,475,369.98</u>	<u>44,848,355.85</u>
	<u>\$ 731,513,271.30</u>	<u>\$ 297,407,634.37</u>	<u>\$ 434,105,636.93</u>	<u>\$ 72,378,277.91</u>	<u>\$ 44,848,355.85</u>

Sources:

- (1) 2019 Annual Debt Statement
- (2) County's 2019 Audit Report
- (3) Entity's Audit Report
- (4) Includes Reserve for Payment of Bonds, Other Accounts Receivable and General Obligation Pension Refunding Bonds.
- (5) Deductible in accordance with N.J.S. 40:37A-80.
- (6) Such debt is allocated as a proportion of the Township's share of the total 2019 Net Valuation on which County taxes are apportioned, which is 9.16%. The source for this computation was the 2019 Camden County Abstract of Ratables.

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

Legal Debt Margin Calculation for Fiscal Year 2020

	Equalized Valuation Basis (1)
2019	\$ 3,785,981,238
2018	3,547,280,384
2017	<u>3,468,877,081</u>
	<u>\$ 10,802,138,703</u>
Average equalized valuation of taxable property	<u>\$ 3,600,712,901</u>
Debt limit (3% of average equalization value) (2)	\$ 108,021,387
Total Net Debt Applicable to Limit	<u>2,825,000</u>
Legal Debt Margin	<u>\$ 105,196,387</u>

	Fiscal Year Ended June 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Debt limit	\$ 108,021,387.03	\$ 104,899,288.21	\$ 104,335,848.36	\$ 105,269,878.26	\$ 105,885,459.75	\$ 107,884,492.80	\$ 111,828,351.18	\$ 111,361,171.78	\$ 113,416,782.31	\$ 116,427,009.66
Total net debt applicable to limit (3)	<u>2,825,000.00</u>	<u>3,760,000.00</u>	<u>4,715,000.00</u>	<u>5,635,000.00</u>	<u>6,555,000.00</u>	<u>8,209,000.00</u>	<u>9,984,000.00</u>	<u>11,674,000.00</u>	<u>13,279,000.00</u>	<u>14,754,000.00</u>
Legal debt margin	<u>\$ 105,196,387.03</u>	<u>\$ 101,139,288.21</u>	<u>\$ 99,620,848.36</u>	<u>\$ 99,634,878.26</u>	<u>\$ 99,330,459.75</u>	<u>\$ 99,675,492.80</u>	<u>\$ 101,844,351.18</u>	<u>\$ 99,687,171.78</u>	<u>\$ 100,137,782.31</u>	<u>\$ 101,673,009.66</u>
Total net debt applicable to the limit as a percentage of debt limit	2.62%	3.58%	4.52%	5.35%	6.19%	7.61%	8.93%	10.48%	11.71%	12.67%

Sources:  
 (1) Equalized valuation bases were provided by the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.  
 (2) Limit set by NJSA 18A:24-19 for a K through 8 district.  
 (3) District Records

## Demographic and Economic Information

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

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

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<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	County of Camden Per Capita <u>Personal Income (3)</u>	<u>Unemployment Rate (4)</u>
2019	29,175	Unavailable	Unavailable	2.7%
2018	29,208	\$ 1,580,240,424.00	\$ 54,103.00	3.1%
2017	29,214	1,514,804,328.00	51,852.00	3.4%
2016	29,227	1,466,143,228.00	50,164.00	3.8%
2015	29,186	1,426,932,726.00	48,891.00	4.4%
2014	29,201	1,369,672,905.00	46,905.00	5.4%
2013	29,234	1,322,429,224.00	45,236.00	6.0%
2012	29,312	1,307,080,704.00	44,592.00	7.4%
2011	29,301	1,283,237,295.00	43,795.00	7.0%
2010	29,291	1,225,681,895.00	41,845.00	6.4%

## Sources:

- (1) Population information provided by the NJ Dept of Labor and Workforce Development
- (2) Personal income has been estimated based upon the municipal population and per capita personal income presented
- (3) Per Capita Personal Income data provided by the NJ Dept of Labor and Workforce Development
- (4) Unemployment data provided by the NJ Dept of Labor and Workforce Development

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

<u>Employer</u>	<u>2020</u>			<u>2011</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Annual Average Labor Force</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Annual Average Labor Force</u>
Virtua New Jersey Health System	1,450	1	9.79%	1,200	2	6.86%
Cooper Health System	400	2	2.70%			
Children's Hospital	300	3	2.03%			
Lakewood of Voorhees	290	4	1.96%	290	6	1.66%
Comcast Corp.	265	5	1.79%	265	7	1.52%
Genesis Eldercare	225	6	1.52%	225	8	1.29%
NJ-American Water Co.	200	7	1.35%	180	10	1.03%
Cedar Hill Shopping Center	190	8	1.28%			
Boscov's	175	9	1.18%	300	5	1.72%
Target Store	100	10	0.68%			
Echelon Mall				1,450	1	8.29%
Macy's				450	3	2.57%
Cigna Corp.				445	4	2.55%
AFL-Web Inc.				200	9	1.14%
	<u>3,595</u>		<u>24.28%</u>	<u>5,005</u>		<u>28.63%</u>

(1) Information not available  
Source: Township Official Statement



## Operating Information

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

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Full-time Equivalent District Employees by Function/Program  
 Last Ten Fiscal Years  
*Unaudited*

<b>Function/Program</b>	Fiscal Year Ended June 30,									
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Instruction:										
Regular	173.3	180.3	174.8	173.8	182.3	178.3	183.3	183.3	181.0	182.1
Special Education	97.5	102.1	108.4	100.9	107.7	105.5	107.7	113.5	117.7	117.4
Support Services:										
Student & Instruction Related Services	45.1	47.1	47.0	46.3	44.8	46.3	45.2	45.4	47.9	48.9
General Administrative Services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
School Administrative Services	22.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0	19.0	20.0
Business Administrative Services	6.0	6.0	8.2	8.2	8.2	7.2	7.2	7.5	7.5	7.5
Plant Operations and Maintenance	30.6	29.1	29.5	30.0	29.0	29.0	29.0	28.5	28.0	29.5
Pupil Transportation	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
<b>Total</b>	<u><u>377.5</u></u>	<u><u>386.6</u></u>	<u><u>389.9</u></u>	<u><u>381.2</u></u>	<u><u>394.0</u></u>	<u><u>388.3</u></u>	<u><u>394.4</u></u>	<u><u>400.2</u></u>	<u><u>404.1</u></u>	<u><u>408.4</u></u>

Source: District Records

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Operating Statistics  
 Last Ten Fiscal Years  
*Unaudited*

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Fiscal Year Ended June 30.	Enrollment	Operating Expenditures	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio		Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School				
2020	2,942	\$ 56,109,879.56	\$ 19,072.02	0.47%	271	11.1	10.5	2,951	2,838	-1.30%	96.18%
2019	3,001	56,969,872.63	18,983.63	4.48%	282	10.9	10.5	2,990	2,862	-0.17%	95.84%
2018	2,995	54,419,437.40	18,170.10	2.62%	274	9.2	9.1	2,995	2,858	2.28%	95.40%
2017	2,941	52,072,346.70	17,705.66	3.85%	267	9.1	9.1	2,928	2,800	-0.87%	95.60%
2016	3,019	51,469,828.28	17,048.63	0.86%	281	9.0	9.8	2,954	2,827	-1.73%	95.70%
2015	3,006	50,813,211.68	16,903.93	1.21%	283	9.1	8.7	3,006	2,874	-0.15%	95.60%
2014	2,991	49,955,266.01	16,701.86	2.78%	287	9.9	9.2	3,011	2,875	-3.15%	95.50%
2013	3,103	50,423,689.00	16,249.98	7.40%	298	11.0	11.2	3,108	2,967	-2.21%	95.50%
2012	3,173	48,006,482.91	15,129.68	0.06%	297	11.4	11.2	3,179	3,058	-0.33%	96.20%
2011	3,234	48,902,382.70	15,121.33	-1.31%	302	11.3	11.4	3,189	3,059	0.02%	96.00%

Sources: District Records

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

	Fiscal Year Ended June 30,									
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>District Buildings:</b>										
<b>Elementary Schools:</b>										
Hamilton School (1969)										
Square Feet	63,347	63,347	63,347	63,347	63,347	63,347	63,347	63,347	63,347	63,347
Capacity (students)	550	550	550	550	550	550	550	550	550	550
Enrollment	387	393	383	376	410	418	413	453	486	487
Kresson School (1981)										
Square Feet	61,115	61,115	61,115	61,115	61,115	61,115	61,115	61,115	61,115	61,115
Capacity (students)	539	539	539	539	539	539	539	539	539	539
Enrollment	384	385	394	392	373	367	342	339	359	390
Osage School (1957)										
Square Feet	78,797	78,797	78,797	78,797	78,797	78,797	78,797	78,797	78,797	78,797
Capacity (students)	620	620	620	620	620	620	620	620	620	620
Enrollment	688	670	664	616	629	641	658	649	647	610
Signal Hill (1988)										
Square Feet	82,283	82,283	82,283	82,283	82,283	82,283	82,283	81,283	81,283	81,283
Capacity (students)	615	615	615	615	615	615	615	615	615	615
Enrollment	477	494	504	467	474	457	477	482	467	527
<b>Middle School:</b>										
Voorhees Middle School (1972)										
Square Feet	198,270	198,270	198,270	198,270	198,270	198,270	198,270	198,270	198,270	198,270
Capacity (students)	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259	1,259
Enrollment	1,015	1,042	1,045	1,066	1,055	1,107	1,101	1,157	1,146	1,165
<b>Other:</b>										
Administration Building (1957)										
Square Feet	18,854	18,854	18,854	18,854	18,854	18,854	18,854	18,854	18,854	18,854

Number of Schools at June 30, 2020  
 Elementary = 4  
 Middle School = 1  
 Other = 1

Source: District Records

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Schedule of Required Maintenance  
 Last Ten Fiscal Years  
*Unaudited*

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

School Facilities	Project Number	Fiscal Year Ended June 30,									
		2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
E.T. Hamilton Elementary School	SP 5400-020-02-0130	\$ 168,439.00	\$ 184,259.00	\$ 128,338.76	\$ 103,411.29	\$ 168,266.68	\$ 379,484.68	\$ 151,307.09	\$ 116,898.58	\$ 115,972.08	\$ 91,113.65
Kresson Elementary School	SP 5400-055-02-0129	167,613.00	164,629.00	107,585.20	153,109.65	162,713.78	236,936.79	139,241.00	139,454.00	128,943.17	109,166.82
Osage Elementary School	SP 5400-090-02-0133	145,066.00	241,625.00	127,984.01	176,221.66	119,052.23	478,950.93	230,126.94	112,054.69	147,728.47	139,022.20
Signal Hill Elementary School	SP 5400-095-02-0131	108,131.00	133,108.00	120,074.92	161,174.05	169,186.64	284,080.78	244,481.21	195,230.43	170,501.73	103,453.25
Voorhees Middle School	SP 5400-100-02-0132	260,922.00	301,063.00	448,427.67	326,515.83	588,710.08	633,214.48	629,410.92	385,786.99	425,690.70	346,308.97
Total School Facilities		<u>850,171.00</u>	<u>1,024,684.00</u>	<u>932,410.56</u>	<u>920,432.48</u>	<u>1,207,929.41</u>	<u>2,012,667.66</u>	<u>1,394,567.15</u>	<u>949,424.68</u>	<u>988,836.15</u>	<u>789,064.89</u>
Other Facilities		<u>109,423.00</u>	<u>126,462.00</u>	<u>11,404.76</u>	<u>14,188.95</u>	<u>19,773.30</u>	<u>40,688.81</u>	<u>22,048.22</u>	<u>15,482.34</u>	<u>13,747.67</u>	<u>8,599.36</u>
Grand Total		<u>\$ 959,594.00</u>	<u>\$ 1,151,146.00</u>	<u>\$ 943,815.32</u>	<u>\$ 934,621.43</u>	<u>\$ 1,227,702.71</u>	<u>\$ 2,053,356.47</u>	<u>\$ 1,416,615.37</u>	<u>\$ 964,907.02</u>	<u>\$ 1,002,583.82</u>	<u>\$ 797,664.25</u>

Source: District Records

## TOWNSHIP OF VOORHEES SCHOOL DISTRICT

Insurance Schedule

June 30, 2020

*Unaudited*


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	<u>Coverage</u>	<u>Deductible</u>
School Package Policy		
Property		
Blanket Building & Contents - Per Occurrence	\$ 175,000,000.00	\$ 500.00
Boiler and Machinery		
Property Damage	125,000,000.00	1,000.00
Comprehensive General Liability	20,000,000.00	-
Automobile Liability	20,000,000.00	-
Workers Compensation	Statutory	-
Educators Legal Liability Policy - Per Claim/Aggregate	20,000,000.00	-
Crime	500,000.00	500.00
Pollution Legal Liability - Per Claim/Aggregate	3,000,000.00	25,000.00
Violent Malicious Acts	1,000,000.00	15,000.00
Cyber Liability	2,000,000.00	10,000.00
Disaster Management Services	2,000,000.00	15,000.00
Student Accident	5,000,000.00	-
Terrorism	50,000.00	25,000.00

Source: School District Records

SINGLE AUDIT SECTION

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

**INDEPENDENT AUDITOR'S REPORT**

The Honorable President and  
Members of the Board of Education  
Township of Voorhees School District  
County of Camden

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

We have audited the Township of Voorhees School District's, in the County of Camden, State of New Jersey, compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2020. The School District's major federal and state programs are identified in the *Summary of Auditor's Results* section of the accompanying *Schedule of Findings and Questioned Costs*.

***Management's Responsibility***

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

***Auditor's Responsibility***

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

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the Township of Voorhees School District's, in the County of Camden, State of New Jersey, compliance.

***Opinion on Each Major Federal and State Program***

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



### Report on Internal Control over Compliance

Management of the Township of Voorhees School District, in the County of Camden, State of New Jersey, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and State of New Jersey Circular 15-08-OMB, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Township of Voorhees School District's internal control over compliance.

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

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

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

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Todd R. Saler  
Certified Public Accountant  
Public School Accountant No. CS 02195

Voorhees, New Jersey  
February 3, 2021

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Schedule of Expenditures of Federal Awards  
 For the Fiscal Year Ended June 30, 2020

Federal Grantor/ Pass-through Grantor/ Program or Cluster Title	CFDA Number	Federal FAIN Number	Pass-Through Entity Identifying Number	Award Amount	Grant Period		Balance June 30, 2019	Carry-over Amount
					From	To		
General Fund:								
U.S. Department of Health and Human Services:								
Passed-through the State Department of Education:								
Medicaid Cluster:								
Medical Assistance Program (Special Education--Medicaid Initiative)	93.778	2005NJ5MAP	100-054-7540-211	\$ 38,735.93	7-1-18	6-30-19	-	-
Total Medicaid Cluster							-	-
Total General Fund							-	-
Special Revenue Fund:								
U.S. Department of Education:								
Passed-through State Department of Education:								
E.S.E.A.:								
Title I - Grants to Local Educational Agencies	84.010	S010A180030	100-034-5064-194	240,489.00	7-1-18	6-30-19	\$ (95,433.00)	
Title I - Grants to Local Educational Agencies	84.010	S010A190030	100-034-5064-194	225,013.00	7-1-19	6-30-20		
Total Title I							(95,433.00)	-
Title II - Supporting Effective Instruction Grants	84.367	S367A180029	100-034-5063-290	51,747.00	7-1-18	6-30-19	(18,886.00)	
Title II - Supporting Effective Instruction Grants	84.367	S367A190029	100-034-5063-290	52,150.00	7-1-19	6-30-20		
Total Title II							(18,886.00)	-
Title III - English Language Acquisition State Grants	84.365	S365A180030	100-034-5064-187	29,038.00	7-1-18	6-30-19	(13,328.00)	
Title III - English Language Acquisition State Grants	84.365	S365A190030	100-034-5064-187	31,490.00	7-1-19	6-30-20		
Title III Immigrant - English Language Acquisition Grants	84.365	S365A180030	100-034-5064-187	11,551.00	7-1-18	6-30-19	(4,628.00)	
Title III Immigrant - English Language Acquisition Grants	84.365	S365A190030	100-034-5064-187	12,017.00	7-1-19	6-30-20		
Total Title III & Title III Immigrant							(17,956.00)	-
IDEA Special Education Cluster:								
IDEA, Part B Basic - Special Education-Grants to States	84.027	H027A180100	100-034-5065-016	758,383.00	7-1-18	6-30-19	(87,538.20)	
IDEA, Part B Basic - Special Education-Grants to States	84.027	H027A190100	100-034-5065-016	751,915.00	7-1-19	6-30-20		
IDEA Preschool - Special Education-Preschool Grants	84.173	H173A180114	100-034-5065-020	38,333.00	7-1-18	6-30-19	(6,937.00)	
IDEA Preschool - Special Education-Preschool Grants	84.173	H173A190114	100-034-5065-020	37,658.00	7-1-19	6-30-20		
Total IDEA Special Education Cluster							(94,475.20)	-
Coronavirus Aid Relief and Economic Security Act 2020 - CARES Act:								
Elementary and Secondary School Emergency Relief Fund (ESSER)	84.425	S425D200027	Unavailable	180,892.00	3-13-2020	9-30-22	-	-
Total Coronavirus Aid Relief and Economic Security Act 2020 - CARES Act							-	-
Total Special Revenue Fund							(226,750.20)	-
Enterprise Fund:								
U.S. Department of Agriculture:								
Passed-through State Department of Agriculture:								
Child Nutrition Cluster:								
Non-Cash Assistance (Food Distribution):								
National School Lunch Program	10.555	191NJ304N1099	Unavailable	71,929.52	7-1-18	6-30-19	4,999.91	
National School Lunch Program	10.555	201NJ304N1099	Unavailable	69,974.24	7-1-19	6-30-20		
Cash Assistance:								
School Breakfast Program	10.553	191NJ304N1099	100-010-3350-028	12,819.35	7-1-18	6-30-19	(1,050.37)	
School Breakfast Program	10.553	201NJ304N1099	100-010-3350-028	15,186.14	7-1-19	6-30-20		
School Breakfast Program - CARES Act	10.553	201NJ304N1099	100-010-3350-028	23,092.00	7-1-19	6-30-20		
National School Lunch Program	10.555	191NJ304N1099	100-010-3350-026	187,189.23	7-1-18	6-30-19	(13,233.49)	
National School Lunch Program	10.555	201NJ304N1099	100-010-3350-026	144,480.73	7-1-19	6-30-20		
National School Lunch Program - CARES Act	10.555	201NJ304N1099	100-010-3350-098	43,674.00	7-1-19	6-30-20		
Total Child Nutrition Cluster							(9,283.95)	-
Total Enterprise Fund							(9,283.95)	-
Total Federal Financial Assistance							\$ (236,034.15)	\$ -

(A) See Note 6 to the Schedules of Expenditures of Federal Awards and State Financial Assistance

The accompanying Notes to Financial Statements and Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

Cash Received	Adjustments (A)	Budgetary Expenditures			Passed- Through to Subrecipients	Repayment of Prior Years' Balances	Balance at June 30, 2020		
		Pass-Through Funds	Direct Funds	Total Budgetary Expenditures			Accounts Receivable	Unearned Revenue	Due to Grantor
\$ 38,735.93	-	\$ 38,735.93	-	\$ 38,735.93	-	-	-	-	-
38,735.93	-	38,735.93	-	38,735.93	-	-	-	-	-
38,735.93	-	38,735.93	-	38,735.93	-	-	-	-	-
95,433.00									
148,736.00		224,613.00		224,613.00			\$ (75,877.00)		
244,169.00	-	224,613.00	-	224,613.00	-	-	(75,877.00)	-	-
18,886.00									
33,485.00		52,143.00		52,143.00			(18,658.00)		
52,371.00	-	52,143.00	-	52,143.00	-	-	(18,658.00)	-	-
13,328.00									
19,620.00		31,451.33		31,451.33			(11,831.33)		
4,628.00									
5,558.00		11,423.40		11,423.40			(5,865.40)		
43,134.00	-	42,874.73	-	42,874.73	-	-	(17,696.73)	-	-
87,548.00	\$ (9.80)								
590,026.00		663,611.42		663,611.42			(73,585.42)		
6,937.00									
29,437.00	2.00	36,425.00		36,425.00			(6,986.00)		
713,948.00	(7.80)	700,036.42	-	700,036.42	-	-	(80,571.42)	-	-
-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-
1,053,622.00	(7.80)	1,019,667.15	-	1,019,667.15	-	-	(192,803.15)	-	-
69,974.24		4,999.91		4,999.91					
		69,974.24		69,974.24					
1,050.37									
15,186.14		15,186.14		15,186.14					
13,064.00		23,092.00		23,092.00			(10,028.00)		
13,233.49									
144,480.73		144,480.73		144,480.73					
24,708.00		43,674.00		43,674.00			(18,966.00)		
281,696.97	-	301,407.02	-	301,407.02	-	-	(28,994.00)	-	-
281,696.97	-	301,407.02	-	301,407.02	-	-	(28,994.00)	-	-
\$ 1,374,054.90	\$ (7.80)	\$ 1,359,810.10	\$ -	\$ 1,359,810.10	\$ -	\$ -	\$ (221,797.15)	\$ -	\$ -

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Schedule of Expenditures of State Financial Assistance  
 For the Fiscal Year Ended June 30, 2020

State Grantor/ Program Title	State Project Number	Award Amount	Grant Period		Balance at June 30, 2019	
			From	To	Unearned Revenue/ Accounts Receivable	Due to Grantor
<b>General Fund:</b>						
State Department of Education:						
Current Expense:						
State Aid - Public Cluster:						
Equalization Aid	19-495-034-5120-078	\$ 2,916,383.00	7-1-18	6-30-19	\$ (280,695.00)	
Equalization Aid	20-495-034-5120-078	2,727,088.00	7-1-19	6-30-20		
Special Education Categorical Aid	19-495-034-5120-089	1,699,913.00	7-1-18	6-30-19	(163,613.00)	
Special Education Categorical Aid	20-495-034-5120-089	1,699,913.00	7-1-19	6-30-20		
Security Aid	19-495-034-5120-084	236,331.00	7-1-18	6-30-19	(22,746.00)	
Security Aid	20-495-034-5120-084	236,331.00	7-1-19	6-30-20		
Total State Aid - Public					(467,054.00)	-
Transportation Aid:						
Transportation Aid	19-495-034-5120-014	602,456.00	7-1-18	6-30-19	(57,985.00)	
Transportation Aid	20-495-034-5120-014	602,456.00	7-1-19	6-30-20		
Nonpublic School Transportation Aid	19-495-034-5120-014	30,092.00	7-1-18	6-30-19	(30,092.00)	
Nonpublic School Transportation Aid	20-495-034-5120-014	456.00	7-1-19	6-30-20		
Total Transportation Aid					(88,077.00)	-
Extraordinary Special Education Costs Aid						
Extraordinary Special Education Costs Aid	19-495-034-5120-044	276,012.00	7-1-18	6-30-19	(276,012.00)	
Extraordinary Special Education Costs Aid	20-495-034-5120-044	390,397.00	7-1-19	6-30-20		
Total Extraordinary Special Education Costs Aid					(276,012.00)	-
Reimbursed TPAF Social Security Contributions						
Reimbursed TPAF Social Security Contributions	19-495-034-5094-003	1,592,144.75	7-1-18	6-30-19	(79,922.88)	
Reimbursed TPAF Social Security Contributions	20-495-034-5094-003	1,650,946.21	7-1-19	6-30-20		
Total Reimbursed TPAF Social Security Contributions					(79,922.88)	-
On-behalf T.P.A.F. Pension Contributions - Normal Cost						
On-behalf T.P.A.F. Pension Contributions - Normal Cost	20-495-034-5094-002	4,579,513.00	7-1-19	6-30-20		
On-behalf T.P.A.F. Pension Contributions - Non-contributory Insurance	20-495-034-5094-004	82,083.00	7-1-19	6-30-20		
On-behalf T.P.A.F. Pension Contributions - Long Term Disability Insurance	20-495-034-5094-004	3,127.00	7-1-19	6-30-20		
On-behalf T.P.A.F. Pension Contributions - Post Retirement Medical	20-495-034-5094-001	1,729,366.00	7-1-19	6-30-20		
Total On-Behalf TPAF Pension Contributions					-	-
Total General Fund					(922,572.20)	-
Special Revenue Fund:						
State Department of Education:						
Nonpublic Aid:						
Nursing Services	19-100-034-5120-070	14,550.00	7-1-18	6-30-19		\$ 145.50
Nursing Services	20-100-034-5120-070	13,968.00	7-1-19	6-30-20		
Total Nursing Services					-	145.50
Textbook Aid (Ch. 194, L. 1977)						
Textbook Aid (Ch. 194, L. 1977)	19-100-034-5120-064	7,850.00	7-1-18	6-30-19		566.49
Textbook Aid (Ch. 194, L. 1977)	20-100-034-5120-064	7,431.00	7-1-19	6-30-20		
Total Textbook Aid (Ch. 194, L. 1977)					-	566.49
Technology Aid						
Technology Aid	19-100-034-5120-373	5,292.00	7-1-18	6-30-19		169.70
Technology Aid	20-100-034-5120-373	5,076.00	7-1-19	6-30-20		
Total Technology Aid					-	169.70
Security Aid						
Security Aid	19-100-034-5120-509	22,500.00	7-1-18	6-30-19		1,888.15
Security Aid	20-100-034-5120-509	21,600.00	7-1-19	6-30-20		
Total Security Aid					-	1,888.15
Auxiliary Services (Ch. 192, L. 1977)						
Compensatory Education	19-100-034-5120-067	48,224.00	7-1-18	6-30-19		12,184.40
English as a Second Language		8,628.00	7-1-18	6-30-19		4,918.39
Auxiliary Services (Ch. 192, L. 1977)	20-100-034-5120-067	47,049.00	7-1-19	6-30-20		
Compensatory Education		7,445.00	7-1-19	6-30-20		
English as a Second Language						
Total Auxiliary Services (Ch. 192, L. 1977)					-	17,102.79
Handicapped Services (Ch. 193, L. 1977)						
Corrective Speech	19-100-034-5120-066	22,767.00	7-1-18	6-30-19		6,607.32
Examination and Classification		39,854.00	7-1-18	6-30-19		16,744.40
Supplementary Instruction		21,013.00	7-1-18	6-30-19		6,740.80
Handicapped Services (Ch. 193, L. 1977)	20-100-034-5120-066	26,431.00	7-1-19	6-30-20		
Corrective Speech		33,434.00	7-1-19	6-30-20		
Examination and Classification		24,285.00	7-1-19	6-30-20		
Supplementary Instruction						
Total Handicapped Services (Ch. 193, L. 1977)					-	30,092.52
State Department of Treasury:						
Passed through Township of Voorhees:						
Municipal Drug Alliance	2000-475-995120-60	6,764.00	7-1-18	6-30-19	(3,487.50)	
Municipal Drug Alliance	2000-475-995120-60	3,788.00	7-1-19	6-30-20		
Total Municipal Alliance					(3,487.50)	-
Total Special Revenue Fund					(3,487.50)	49,965.15
Debt Service Fund:						
State Department of Education:						
State Support	20-495-034-5120-017	342,451.00	7-1-19	6-30-20	-	-

Carryover/ Walkover Amount	Cash Received	Adjustments (A)	Total Budgetary Expenditures	Passed- Through to Subrecipients	Repayment of Prior Years' Balances	Balance at June 30, 2020			Memo	
						Accounts Receivable	Unearned Revenue	Due to Grantor	Budgetary Receivable June 30, 2020	Cumulative Total Expenditures
	\$ 280,695.00		\$ 2,727,088.00			\$ (259,154.00)			\$ (259,154.00)	\$ 2,727,088.00
	2,467,934.00									
	163,613.00									
	1,538,371.00		1,699,913.00			(161,542.00)			(161,542.00)	1,699,913.00
	22,746.00									
	213,873.00		236,331.00			(22,458.00)			(22,458.00)	236,331.00
-	4,687,232.00	-	4,663,332.00	-	-	(443,154.00)	-	-	(443,154.00)	4,663,332.00
	57,985.00									
	545,205.00		602,456.00			(57,251.00)			(57,251.00)	602,456.00
	30,092.00		456.00			(456.00)				456.00
-	633,282.00	-	602,912.00	-	-	(57,707.00)	-	-	(57,251.00)	602,912.00
	276,012.00									
			390,397.00			(390,397.00)				390,397.00
-	276,012.00	-	390,397.00	-	-	(390,397.00)	-	-	-	390,397.00
	79,922.88									
	1,568,793.61		1,650,946.21			(82,152.60)				
-	1,648,716.49	-	1,650,946.21	-	-	(82,152.60)	-	-	-	
	4,579,513.00		4,579,513.00							4,579,513.00
	82,083.00		82,083.00							82,083.00
	3,127.00		3,127.00							3,127.00
	1,729,366.00		1,729,366.00							1,729,366.00
-	6,394,089.00	-	6,394,089.00	-	-	-	-	-	-	6,394,089.00
-	13,650,837.81	-	13,701,676.21	-	-	(973,410.60)	-	-	(500,405.00)	12,050,730.00
	13,968.00	\$ (0.50)	13,828.33		\$ 145.00			\$ 139.67		13,828.33
-	13,968.00	(0.50)	13,828.33	-	145.00	-	-	139.67	-	13,828.33
	7,431.00	0.51	6,818.15		567.00			612.85		6,818.15
-	7,431.00	0.51	6,818.15	-	567.00	-	-	612.85	-	6,818.15
	5,076.00	0.30	4,966.73		170.00			109.27		4,966.73
-	5,076.00	0.30	4,966.73	-	170.00	-	-	109.27	-	4,966.73
	21,600.00	(0.15)	18,652.32		1,888.00			2,947.68		18,652.32
-	21,600.00	(0.15)	18,652.32	-	1,888.00	-	-	2,947.68	-	18,652.32
	41,419.00	(0.44)	29,446.56 (B)		12,184.00			17,602.00		29,446.56
	7,445.00				4,918.00	(5,630.00)		7,445.00		
-	48,864.00	(1.23)	29,446.56	-	17,102.00	(5,630.00)	-	25,047.00	-	29,446.56
	11,993.00	(0.32)	20,233.08 (B)		6,607.00			6,198.00		20,233.08
	33,434.00	(0.40)	20,247.00 (B)		16,744.00	(14,438.00)		13,187.00		20,247.00
	24,285.00	(0.80)	13,276.00 (B)		6,740.00			11,009.00		13,276.00
-	69,712.00	(1.44)	53,756.08	-	30,091.00	(14,438.00)	-	30,394.00	-	53,756.08
	3,487.50		3,788.00			(1,113.00)				3,788.00
-	6,162.50	-	3,788.00	-	-	(1,113.00)	-	-	-	3,788.00
-	172,813.50	(2.51)	131,256.17	-	49,963.00	(21,181.00)	-	59,250.47	-	131,256.17
-	342,451.00	-	342,451.00	-	-	-	-	-	-	342,451.00

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
 Schedule of Expenditures of State Financial Assistance  
 For the Fiscal Year Ended June 30, 2020

State Grantor/ Program Title	State Project Number	Award Amount	Grant Period		Balance at June 30, 2019	
			From	To	Unearned Revenue/ Accounts Receivable	Due to Grantor
State Department of Education: Enterprise Fund: State School Lunch Aid	20-100-010-3350-023	\$ 6,557.12	7-1-19	6-30-20	-	-
Total State School Lunch Aid					\$ (622.93)	-
Total Enterprise Fund					(622.93)	-
Total State Financial Assistance					\$ (926,682.63)	\$ 49,965.15
Less: State Financial Assistance not subject to Calculation for Major Program Determination for State Single Audit:						
General Fund (Non-Cash Assistance):						
New Jersey Department of Education:						
On-behalf T.P.A.F. Pension Contributions - Normal Cost	20-495-034-5094-002	4,579,513.00	7-1-19	6-30-20		
On-behalf T.P.A.F. Pension Contributions - Non-contributory Insurance	20-495-034-5094-004	82,083.00	7-1-19	6-30-20		
On-behalf T.P.A.F. Pension Contributions - Long Term Disability Insurance	20-495-034-5094-004	3,127.00	7-1-19	6-30-20		
On-behalf T.P.A.F. Pension Contributions - Post Retirement Medical	20-495-034-5094-001	1,729,366.00	7-1-19	6-30-20		
Total General Fund (Non-Cash Assistance)						

Total State Financial Assistance subject to Major Program Determination for State Single Audit

(A) See Note 6 to the Schedules of Expenditures of Federal Awards and State Financial Assistance

(B) Passed through to Camden County Educational Services Commission

The accompanying Notes to Financial Statements and Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance are an integral part of this schedule.

Carryover/ Walkover Amount	Cash Received	Adjustments (A)	Total Budgetary Expenditures	Passed- Through to Subrecipients	Repayment of Prior Years' Balances	Balance at June 30, 2020			Memo	
						Accounts Receivable	Unearned Revenue	Due to Grantor	Budgetary Receivable June 30, 2020	Cumulative Total Expenditures
-	\$ 6,257.37	-	\$ 6,557.12	-	-	\$ (299.75)	-	-	-	\$ 6,557.12
-	6,880.30	-	6,557.12	-	-	(299.75)	-	-	-	6,557.12
-	6,880.30	-	6,557.12	-	-	(299.75)	-	-	-	6,557.12
\$ -	\$ 14,172,982.61	\$ (2.51)	14,181,940.50	\$ -	\$ 49,963.00	\$ (994,891.35)	\$ -	\$ 59,250.47	\$ (500,405.00)	\$ 12,530,994.29

(4,579,513.00)  
(82,083.00)  
(3,127.00)  
(1,729,366.00)  
(6,394,089.00)  
\$ 7,787,851.50

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Notes to Schedules of Expenditures of Federal Awards and State Financial Assistance  
For the Fiscal Year Ended June 30, 2020

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**Note 1: BASIS OF PRESENTATION**

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

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**Note 3: INDIRECT COST RATE**

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

**Note 4: RELATIONSHIP TO BASIC FINANCIAL STATEMENTS**

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

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



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

The net adjustment to reconcile revenues from the budgetary basis to the GAAP basis is \$24,634.00 for the general fund and (\$3,380.00) for the special revenue fund. See exhibit C-3, notes to required supplementary information, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

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

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 38,735.93	\$ 13,726,310.21	\$ 13,765,046.14
Special Revenue	1,019,667.15	127,876.17	1,147,543.32
Debt Service		342,451.00	342,451.00
Food Service	301,407.02	6,557.12	307,964.14
	<u>1,359,810.10</u>	<u>14,203,194.50</u>	<u>15,563,004.60</u>
GAAP Basis Revenues			
GAAP Adjustments:			
State Aid Payments	-	(24,634.00)	(24,634.00)
Encumbrances	-	3,380.00	3,380.00
	<u>-</u>	<u>(21,254.00)</u>	<u>(21,254.00)</u>
Total Awards and Financial Assistance Expended	<u>\$ 1,359,810.10</u>	<u>\$ 14,181,940.50</u>	<u>\$ 15,541,750.60</u>

**Note 5: RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

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

**Note 6: ADJUSTMENTS**

Amounts reported in the column entitled "adjustments" represent the following:

<u>Adjustment</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
Rounding Adjustments		\$ (2.51)	\$ (2.51)
Prior Year Order Adjustments	\$ (7.80)		(7.80)
Total Adjustments	<u>\$ (7.80)</u>	<u>\$ (2.51)</u>	<u>\$ (10.31)</u>

**Note 7: REIMBURSED AND ON-BEHALF PAYMENTS**

During the fiscal year ended June 30, 2020, the School District was the recipient of federal and state assistance that represented either a reimbursement to the School District or payments made on-behalf of the School District. Revenues and expenditures reported under the federal food distribution program represent the current year value received and the current year distribution, respectively, of American-grown United States Department of Agriculture foods utilized in the School District's food service program. TPAF Social Security Contributions represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year. Lastly, the School District has recognized as revenues and expenditures on-behalf payments made by the State for normal costs, non-contributory insurance, post-retirement medical costs, and long-term disability insurance related to TPAF members.

**Note 8: MAJOR PROGRAMS**

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

TOWNSHIP OF VOORHEES SCHOOL DISTRICT
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2020

Section 1- Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified
Internal control over financial reporting:
Material weakness(es) identified? yes X no
Significant deficiency(ies) identified? yes X none reported
Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal control over major programs:
Material weakness(es) identified? yes X no
Significant deficiency(ies) identified? yes X none reported
Type of auditor's report issued on compliance for major programs Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 516 of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)? yes X no

Identification of major programs:

Table with 3 columns: CFDA Number(s), FAIN Number(s), Name of Federal Program or Cluster. Includes entries for IDEA Special Education Cluster, IDEA, Part B Basic - Special Education-Grants to States, and IDEA Preschool - Special Education-Preschool Grants.

Dollar threshold used to distinguish between type A and type B programs: \$750,000
Auditee qualified as low-risk auditee? X yes no



**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2020

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***Section 2- Schedule of Financial Statement Findings***

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, requires.

None.

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2020

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***Section 3- Schedule of Federal Award Findings and Questioned Costs***

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

None.

**TOWNSHIP OF VOORHEES SCHOOL DISTRICT**  
Schedule of Findings and Questioned Costs  
For the Fiscal Year Ended June 30, 2020

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

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

None.

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

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

**FINANCIAL STATEMENT FINDINGS**

None.

**FEDERAL AWARDS**

None.

**STATE FINANCIAL ASSISTANCE PROGRAMS**

None.



