

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
WILLINGBORO TOWNSHIP SCHOOL DISTRICT
BOARD OF EDUCATION
BURLINGTON COUNTY, NEW JERSEY
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Prepared by
Willingboro Township School District
Finance Department

OUTLINE OF CAFR

	PAGE
INTRODUCTORY SECTION	
Letter of Transmittal	1
Organizational Chart	7
Roster of Officials	8
Consultants and Advisors	9
FINANCIAL SECTION	
Independent Auditor's Report	11

REQUIRED SUPPLEMENTARY INFORMATION — PART I

Management's Discussion and Analysis	15
--------------------------------------	----

BASIC FINANCIAL STATEMENTS

A. District-wide Financial Statements:	
A-1 Statement of Net Position	23
A-2 Statement of Activities	24
B. Fund Financial Statements:	
B-1 Balance Sheet	27
B-2 Statement of Revenues, Expenditures & Changes in Fund Balances	28
B-3 Reconciliation of the Statement of Revenues, Expenditures & Changes in Fund Balances of Governmental Funds to the Statement of Activities	29
Proprietary Funds:	
B-4 Statement of Net Position	31
B-5 Statement of Revenues, Expenditures & Changes in Fund Net Position	32
B-6 Statement of Cash Flows	33
Fiduciary Funds:	
B-7 Statement of Fiduciary Net Position	35
B-8 Statement of Changes in Fiduciary Net Position	36
Notes to Financial Statements	37

REQUIRED SUPPLEMENTARY INFORMATION — PART II

C. Budgetary Comparison Schedules	
C-1 Budgetary Comparison Schedule — General Fund	77
C-1a Combining Schedule of Revenues, Expenditures & Changes in Fund Balance - Budget & Actual	N/A
C-1b Education Jobs Fund Program – Budget & Actual	N/A
C-2 Budgetary Comparison Schedule — Special Revenue Fund	86

(continued)

OUTLINE OF CAFR — (continued):

	PAGE
Notes to the Required Supplementary Information	
C-3 Budget-to-GAAP Reconciliation	87

REQUIRED SUPPLEMENTARY INFORMATION — PART III

Schedules Related to Accounting and Reporting for Pensions (GASB 68)	
L-1 Schedule of the District’s Proportionate Share of the Net Pension Liability - PERS	89
L-2 Schedule of District Contributions – PERS	89
L-3 Schedule of the District’s Proportionate Share of the Net Pension Liability – TPAF	89
Schedules Related to Accounting and Reporting for OPEB (GASB 75)	
M-1 Schedule of the District’s Changes in the Net OPEB Liability and Related Ratios	90
Notes to the Required Supplementary Information – Part III	91

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules Fund —	
D-1 Combining Balance Sheet	N/A
D-2 Blended Resource Fund - Schedule of Expenditures Allocated by Resource Type - Actual	N/A
D-3 Blended Resource Fund - Schedule of Blended Expenditures - Budget and Actual	N/A
E. Special Revenue Fund:	
E-1 Combining Schedule of Revenues & Expenditures Special Revenue Fund — Budgetary Basis	93
E-2 Preschool Education Aid Schedule(s) of Expenditures - Budgetary Basis	97
F. Capital Projects Fund:	
F-1 Summary Statement of Project Expenditures	99
F-2 Summary Schedule of Revenues, Expenditures and Changes in Fund Balance — Budgetary Basis	100
F-2a Schedule of Revenues, Expenditures Project Balance & Project Status — Upgrades to Levitt Middle School	101
F-2b Schedule of Revenues, Expenditures Project Balance & Project Status — Other Capital Projects	102
F-2c Schedule of Revenues, Expenditures Project Balance & Project Status — Renovations to Levitt Middle School	103
F-2d Schedule of Revenues, Expenditures Project Balance & Project Status — HVAC Project	104
G. Proprietary Funds:	
Enterprise Fund:	
G-1 Combining Schedule of Net Position	106
G-2 Combining Schedule of Revenues, Expenses & Changes in Fund Net Position	106
G-3 Combining Schedule of Cash Flows	107

OUTLINE OF CAFR — (continued):

	PAGE
G. Proprietary Funds (continued):	
Internal Service Fund:	
G-4 Combining Schedule of Net Position	N/A
G-5 Combining Schedule of Revenues, Expenses & Changes in Fund Net Position	N/A
G-6 Combining Schedule of Cash Flows	N/A
H. Fiduciary Funds:	
H-1 Combining Statement of Fiduciary Net Position	109
H-2 Combining Statement of Changes in Fiduciary Net Position	110
H-3 Student Activity Agency Fund Schedule of Receipts & Disbursements	111
H-4 Payroll Agency Fund Schedule of Receipts & Disbursements	111
I. Long-Term Debt:	
I-1 Schedule of Serial Bonds	113
I-2 Schedule of Obligations Under Capital Leases	114
I-3 Debt Service Fund Budgetary Comparative Schedule	115

STATISTICAL SECTION (unaudited)

Financial Trends:	
J-1 Net Position by Component	117
J-2 Changes in Net Position	118
J-3 Fund Balance – Governmental Funds	121
J-4 Changes in Fund Balances – Governmental Funds	122
J-5 General Fund Other Local Revenue by Source	123
Revenue Capacity:	
J-6 Assessed Value & Estimated Actual Value of Taxable Property	124
J-7 Direct & Overlapping Property Tax Rates	125
J-8 Principal Property Tax Payers	126
J-9 Property Tax Levies & Collections	127
Debt Capacity:	
J-10 Ratio of Outstanding Debt to Type	127
J-11 Ratio of General Bonded Debt Outstanding	128
J-12 Ratio of Overlapping Governmental Activities Debt	128
J-13 Legal Debt Margin Information	129
Demographic & Economic Information:	
J-14 Demographic & Economic Statistics	130
J-15 Principal Employers	N/A
Operating Information:	
J-16 Full-Time Equivalent District Employees by Function/Program	N/A
J-17 Operating Statistics	131
J-18 School Building Information	N/A
J-19 Schedule of Required Maintenance	132
J-20 Insurance Schedule	133

OUTLINE OF CAFR — (continued):

	PAGE
K. SINGLE AUDIT SECTION	
K-1 Report on Compliance and on Internal Control Over Financial Reporting and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	135
K-2 Independent Auditor’s Report on Compliance for Each Major Program; Report on Internal Control Over Compliance; Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance and New Jersey OMB Circular 25-08	137
K-3 Schedule of Expenditures of Federal Awards, Schedule A	141
K-4 Schedule of Expenditures of State Financial Assistance, Schedule B	143
K-5 Notes to Schedules of Awards and Financial Assistance	145
K-6 Schedule of Findings and Questioned Costs	147
K-7 Financial Statement Findings	149
K-8 Summary Schedule of Prior Audit Findings	152 (concluded)

INTRODUCTORY SECTION

WILLINGBORO PUBLIC SCHOOLS

WILLINGBORO, NEW JERSEY 08046-2847



KELVIN L. SMITH, CPA, MBA
Assistant Superintendent for
Business/Board Secretary

COUNTRY CLUB ADMINISTRATION BLDG.
440 Beverly-Rancocas Road
Telephone: (609) 835-8600 x-1020
Fax: (609) 877-1408

January 12, 2021

The Honorable President and
Members of the Board of Education
Willingboro Township School District
Burlington County, New Jersey 08046

Dear Board Members:

The comprehensive annual financial report of the Willingboro Township School District for the fiscal year ended June 30, 2020, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the administration of the Board of Education. To the best of our knowledge and belief, the data presented in this report are accurate in all material respects and are reported in a manner designed to present fairly the financial position and the results of operations of the various funds and account groups 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 the transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the basic financial statements and schedules and the auditor's report. 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 conformance with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations are included in the single audit section of this report.

1) **REPORTING ENTITY AND ITS SERVICES:** The Willingboro Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board as established by National Center for Governmental Accountants Statement No. 3. All fund account groups of the District are included in this report. The Willingboro Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, vocational as well as special education programs. The District completed the 2019-2020 fiscal year with an average daily enrollment of 3573, which is 227 students more than the previous year's average enrollment. The following details the changes in the student enrollment of the District over the last seven years.

Annual Daily Enrollment

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percentage Change</u>
2019 – 2020	3573	6.78%
2018 – 2019	3346	-3.96%
2017 -2018	3484	-5.07%
2016 – 2017	3670	0.16%
2015 – 2016	3664	-0.02%
2014 - 2015	3739	2.79%
2013- 2014	3605	-0.07%

2) MAJOR INITIATIVES:

The mission of the Willingboro Public School District is to create a challenging learning environment that encourages high expectations for all students. The district implements differentiated, standards-based instruction that allows for individual differences and learning styles. The district endeavors to promote a safe and supportive environment, where each student’s self-esteem is fostered through positive relationships. In collaboration with parents and all stakeholders, the district endeavors to nurture and develop the greatness in every student.

To achieve this mission, the major initiatives undertaken by the district are/will be as follows:

1. Purchased chromebooks to allow students to have a device at home as well as at school.
2. Established Synchronous Learning Support Teams in each of our schools that support teachers with the infusion of technology into instruction.
3. Purchased additional technology equipment, licenses, and platforms to enhance virtual instruction.
4. Redesigned the district website to reflect relevant information, virtual videos, and guidelines about virtual instruction and safety protocols.

5. Provided staff members with summer professional development and six (6) full days of professional development during the school year that focused on virtual learning instructional protocols and curriculum pacing.
6. Provided parent workshops to help support curriculum implementation, virtual learning, and the use of technology.
7. Created a Technology Help Desk for parents/guardians and students.
8. Introduced a Uniform Grading Profile to ensure that all students are assessed equitably across the district.
9. Conducted the first of three progress monitoring assessments using the IXL diagnostic platform.
10. Implemented after-school tutorial programs in six district schools.
11. Create district curriculum committees to review standards-based English language arts and mathematics curriculum materials for implementation in the 2021-2022 school year.
12. Provide all district instructional staff with professional development on Kagan Cooperative Learning Structures to promote student engagement.
13. Provide all district staff with professional development on Restorative Practices to promote healthy and sustained relationships.
14. Implement Central Office School Walkthroughs to provide teachers with targeted feedback regarding curriculum, instruction, and assessment.
15. Implement common grade-level benchmark assessments in order to monitor student achievement.
16. Ensure that students are exposed to the real-world relevance of the state academic standards through exposure to field trips, assembly programs, and extracurricular activities.

It is the goal of the Willingboro Public School District to ensure that students will become lifelong learners and productive citizens who will be prepared to compete in a competitive, pluralistic, and ever-changing global society.

3) **INTERNAL ACCOUNTING CONTROLS:** District Administration 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 are 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 administration.

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

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 and to determine that the District has complied with applicable laws and regulations.

4) **BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. The final budget amount as amended for the fiscal year is presented in the financial section.

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

5) **BASIS OF ACCOUNTING:** The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note #1E.

6) **FINANCIAL INFORMATION AT FISCAL YEAR-END:** As demonstrated by the various statements and schedules included in the financial section of this report, the District meets its responsibility for financial management. The following schedule presents a summary of the General Fund, Special Revenue Fund and Debt Service Fund. Revenues for the fiscal year ended June 30, 2020 and the amount and percentage of increases (decreases) in relation to prior year revenues.

The following schedule presents a summary of General Fund, Special Revenue Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2020 and the amount and percentage of increases (decreases) in relation to prior year amounts:

Revenues	2019-2020	Percent of Total	Increase (Decrease) from 2019	Percentage Increase (Decrease)
Local Sources	34,138,639	37.40%	623,325	1.82%
State Sources	54,554,708	59.80%	2,021,603	3.71%
Federal Sources	2,554,322	2.80%	(478,080)	-18.72%
Total Revenue	91,247,669	100%	2,644,928	2.90%

Expenditures	2019-2020 Actual	Percent of Total	Increase (Decrease) from 2019	Percentage Increase (Decrease)
Operating	78,132,513	92.80%	(1,767,237)	(-2.26%)
Capital Outlay	4,313,370	5.12%	2,548,408	59.08%
Special Schools	-	0%	0	0%
Debt Services	1,751,201	2.08%	(97,606)	(-5.57%)
Total Expenditures	84,197,084	100.00%	683,565	0.81%

7) **DEBT ADMINISTRATION:** At June 30, 2020, the District's outstanding debt issues included \$19,970,000, general obligation bonds.

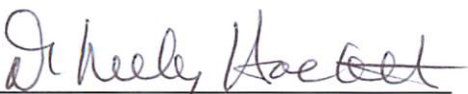
8) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note #2. The District has adopted an investment policy, which requires it to deposit public funds in public depositories protected from loss under 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.

9) **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 insurance, and fidelity bonds.


10) **INDEPENDENT AUDIT:** State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board approved the accounting firm of Brent Lee & Co. LLC during the meeting of March 25, 2020. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance); and New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11) **ACKNOWLEDGEMENTS:** We would like to express our appreciation to the Willingboro Township Board of Education for its concern for providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing its full support to the ongoing improvement of the financial operation. The preparation of this report could not have been accomplished without the dedicated services of the District staff.

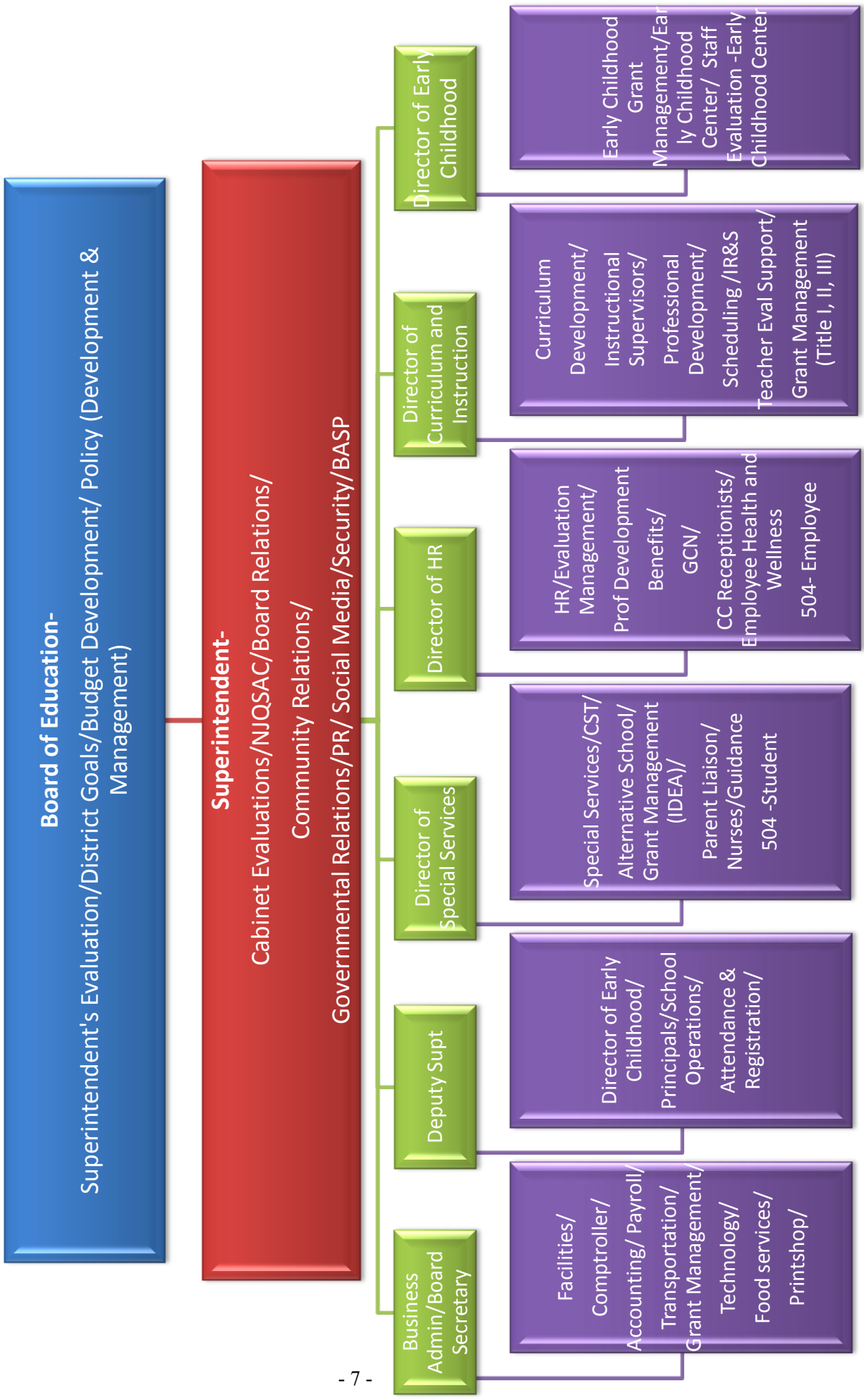
Respectfully submitted,



Dr. Neely Hackett
Superintendent of Schools



Kelvin L. Smith, CPA, MBA
Assistant Superintendent for Business\Board Secretary



WILLINGBORO BOARD OF EDUCATION

ROSTER OF OFFICIALS

JUNE 30, 2020

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Carlos Worthy, President	2021
Debra Williams, Vice President	2020
Tonya Brown	2020
Gary Johnson	2020
Laurie Gisbon-Parker	2021
Alexis Harkley	2021
Daisy Maxwell-Cisse	2022
April Maxwell-Henley	2022
Danielle Spinner	2022

OTHER OFFICIALS

Dr. Ronald G. Taylor, Superintendent of Schools – Resigned 7/17/19

Dr. Michael Kozak, Superintendent of Schools – Effective 7/18/19 – 8/19/19

Dr. Charles Blachford, Superintendent of Schools – Effective 8/20/19 – 12/31/19

Nadine Tribett, Acting Superintendent of Schools – Effective 1/1/20 – 4/19/20

Dr. Neely Hackett, Superintendent of Schools – Effective 4/20/20 – Present

Nadine Tribett, Assistant Superintendent of Curriculum & Instruction – Effective 4/20/20 - Present

Kelvin Smith, Business Administrator/Board Secretary

WILLINGBORO BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

BRENT W. LEE & CO., LLC
Certified Public Accounting Firm
3008 New Albany Road
Cinnaminson, New Jersey 08077

ATTORNEYS

Lester Taylor, Esq.
FLORIO, PERRUCCI, STEINHARDT & FADER
ATTORNEYS AT LAW
235 Broubalow Way
Phillipsburg, NJ 08865

OFFICIAL DEPOSITORIES

TD Bank
336 Route 70 East
Marlton, New Jersey 08053

This Page Intentionally Left Blank

FINANCIAL SECTION



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Willingboro Township School District
County of Burlington
Willingboro, New Jersey 08046

I have audited the accompanying financial statements of the governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Board of Education of the Willingboro Township School District, in the County of Burlington, 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 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; 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

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

609-456-8804
3008 New Albany Rd., Cinnaminson, NJ 08077

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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Willingboro Township Board of Education, in the County of Burlington, State of New Jersey, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis and Budgetary Comparison Information, as listed on 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I 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

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Willingboro Township School District Board of Education's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and was derived from and relates 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 standard generally accepted in the United States of America. In my opinion, the combining and individual nonmajor the procedures performed as described above, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued a report dated January 12, 2021 on my consideration of the Willingboro Township School District Board of Education's internal control structure over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Licensed Public School Accountant No. 700

Cinnaminson, New Jersey
January 21, 2021

This Page Intentionally Left Blank

REQUIRED SUPPLEMENTARY INFORMATION – PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

**WILLINGBORO TOWNSHIP PUBLIC SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020
(UNAUDITED)**

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

Financial Highlights-2020

Net Position totaled \$20,790,578, which represents a \$3,410,038 increase from 2018-2019. The increase is mostly due to covid-19 which caused a decrease in instructional staff training and plant operations & maintenance expenses.

General Fund revenues accounted for \$82,291,260 in revenue or 90.16% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, accounted for \$7,117,556, 7.80% of the total revenue, \$50 is in the permanent fund and the remainder was the debt service in the amount of \$1,863,934 or 2.04% of total revenue in the amount of \$91,272,800.

The District had \$84,222,215 in expenses; special revenue funds accounted for \$7,117,556, capital projects funds \$794,899, debt service \$1,776,332 and permanent funds in the amount of \$500. Note: The remaining amount of \$ 74,532,928 is in the General Fund.

Among major funds, the General Fund had \$82,291,260 in revenues and \$74,532,928 in expenditures. The General Fund's fund balance is \$7,758,332.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the District as a Whole

Statement of Net Position and the Statement of Activities

This document contains all funds used by the District to provide programs and activities, viewing the District as a whole and reports the culmination of all financial transactions. The report answers the question “How We Did Financially during Fiscal Year 2020.” The Statement of Net Position and the Statement of activities provides the summary. The statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year’s revenues and expenses regardless of when cash is received or paid.

These two statements report the District’s net position and changes in net position. This change in net assets is important because they report on whether the District’s financial position has improved or diminished.

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

Governmental Activities - All of the District’s programs and services are reported here including, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business-Type Activities - These services are provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service and Community School Enterprise Funds are reported as business activities.

Reporting the District’s Most Significant Funds

Fund Financial Statement

The Analysis of the District’s major funds provides detailed information about the District’s major funds. The District’s major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund.

Governmental Funds

The District’s activities are reported in governmental funds, which focus on how money flows into and out of the funds and balances left at year-end available for spending in the future years. These funds are reported using a modified accrual accounting method, which measures cash and all other financial assets

That can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District’s general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The Enterprise Fund uses the same basis of accounting as business-type activities. The reporting of this fund did not change with the conversion to GASB 34.

The District as a Whole

Table I provides a comparative summary of the District's net position for 2019 and 2020.

Table I – Net Position

The District's combined net position were \$20,790,578 on June 30, 2020. This is an increase of 19.6% from the previous fiscal year.

Net Position	30-Jun-20	30-Jun-19
Invested in Capital Assets, Net of Debt	\$ 31,294,662	32,551,891
Restricted For: Other Purposes	9,887,231	7,627,991
Unrestricted	(20,391,315)	(22,799,342)
Total Net Position	\$ <u>20,790,578</u>	\$ <u>17,380,540</u>

Government Activities

Property taxes as approved by the voters of the Willingboro Township made up 37.40% of revenues for governmental activities for the fiscal year 2020. The District's total revenues were \$91,272,800 for the year ended June 30, 2020. Federal, state, local grants and miscellaneous account for the other 62.60% of revenue.

Revenue for Fiscal Year 2020

<u>Revenue</u>	<u>FY 2020</u>
Tax Levy	34,138,639
Tuition Charges	347,826
Miscellaneous	2,132,308
State Services	52,099,705
Federal Sources	2,554,322
	<hr/>
Total	\$91,272,800
	<hr/>

Expenses for Fiscal Year 2020

The total cost of all programs and services was \$84,197,084 Instruction and out of district tuition comprises 32.77% of the District's expenses.

<u>Expense</u>	<u>FY 2020</u>
Instruction	18,854,346
Out of District Placement	8,735,366
Undistributed Expenditures	50,542,301
Capital Outlay	4,313,370
Debt Service	1,776,332
Scholarships Awarded	500
	<hr/>
Total	\$84,222,215
	<hr/>

Business-Type Activities

Revenues for the District's business-type activities (food service and the before and after school program) were comprised of charges for services and federal and state reimbursements.

Food service expenses exceeded revenues by \$149,693. Charges for services represent 100% of revenue. This represents the amount paid by patrons for daily food service and catering.

Federal and state reimbursements for meals, including payments for free and reduced lunches and donated commodities were \$1,455,944.

Before and after school program expenses exceeded revenues by \$47,198. Charges for services represent 100% of revenue. This represents the amount paid by patrons for tuition.

Governmental Activities

The Comparative Statement of Activities (Table 3) shows the cost of program services for 2019-2020 compared to 2018-2019.

Table 3 – Comparative Statement of Activities

	<u>2019-2020</u>	<u>2018-2019</u>	<u>Dollar Change</u>	<u>Percent Change</u>
Instruction (Excluding Grants)	18,854,346	19,502,046	(647,700)	-3.32%
Co/Extra Curricular Activities	1,692,639	1,626,900	65,739	4.04%
Special Education Instruction	4,418,368	4,572,362	(153,994)	-3.37%
Attendance, Health, Student & Related Services (Excluding Grants)	6,869,993	7,548,288	(678,295)	-8.99%
Library com	754,653	863,095	(108,442)	-12.56%
Improvement of Instruction Services	890,235	690,335	199,900	28.96%
General and School Administration	3,418,729	2,966,576	452,153	15.24%
Central Services & Adm Info Technology	1,038,433	1,021,596	16,837	1.65%
Plant Operations and Maintenance	7,691,179	7,986,610	(295,431)	-3.70%
Pupil Transportation	3,916,816	4,358,558	(441,742)	-10.14%
Fringe Benefits	9,925,628	9,668,117	257,511	2.66%
Scholarships	500	1,175	(675)	-57.45%
Capital Outlay	4,313,370	1,764,962	2,548,408	144.39%
Tuition	8,735,366	9,425,976	(690,610)	-7.33%
Debt Service	1,776,332	1,848,807	(72,475)	-3.92%
Total District Obligations	<u>74,296,587</u>	<u>73,845,403</u>	<u>451,184</u>	0.61%
Fringe Obligations of the State	<u>9,925,628</u>	<u>9,668,116</u>	<u>257,512</u>	2.66%
Grand Total	<u>84,222,215</u>	<u>83,513,519</u>	<u>708,696</u>	0.84%

Instructional expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extracurricular and co-curricular activities.

Extracurricular and co-curricular activities include expenses related to student activities provided by the District which are designed to provide opportunities for students to participate in school and public events for the purpose of motivation, enjoyment, skill improvement, school spirit and leadership.

Attendance, Health, Medical and other support services initiate activities that enable students to receive instruction and support.

Improvement of instruction staff includes the activities involved with assisting staff with the content and process of teaching students, including curriculum and staff development.

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

Operation and maintenance of facilities 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, to school co-curricular, athletic activities and co-curricular field trips as provided by state law.

Special Schools include the Adult High School. Capital Outlay includes improvement to school facilities and equipment. Debt Services include current payments for long-term debt.

The District's Funds

Information about the District's major funds starts on page 28 these funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$91,272,800.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. The following schedules present a summary of the revenues of the governmental funds for the fiscal years ended June 30, 2020 and June 30, 2019 and the amount of increases and decreases in relation to prior year expenditures.

Instruction decreased by \$647,700 primarily due to covid-19 and all classes went virtual and textbook purchases decreased.

Co-curricular and extracurricular activities expenses increased by \$65,739 this increase was due to covid-19 and having to do things for the teachers and students since all learning was virtual the last 4 months of 2019-2020 school year.

Special Education Instruction decreased by \$153,994; as a result of purchasing more funds out of federal sources.

Attendance, health, and student support services decreased by \$678,295 due to covid-19 and all learning was virtual for the final 4 months of school year.

Library and media services costs decreased by \$108,442 due to less media activity for the district.

Improvement of instructional services increased by \$199,900 due to an increase in materials to teach virtually.

General and school administration increased by \$452,153 due to covid and substitute staffing.

Central services and administrative information technology costs increased by \$16,837 because of realignment of staff.

Plant operation and required maintenance costs decreased by \$295,431, because the buildings were empty due to covid and all learning being virtual.

Pupil transportation cost decreased by \$441,742 because no students had to be transported the last 4 months of the school year due to covid and all learning being virtual.

Fringe benefit costs increased by \$257,511; this was primarily due to increase in unemployment compensation expense.

Scholarships awarded decreased by \$675.

Capital outlay costs increased by \$2,548,408 due to the replacement/restoration of the Levitt Middle School HVAC System.

Debt service costs decreased by \$97,606; due to decreasing interest payable on the bond approved in the year 2009-2010.

Tuition decreased by \$690,610 due to covid.

Comparative Summary of Revenues

<u>Revenues</u>	<u>2019 - 2020</u>		<u>2018 - 2019</u>		<u>Increase (Decrease) from 2018-19 to 2019-20</u>
	<u>Amount</u>	<u>Percent of Total</u>	<u>Amount</u>	<u>Percent of Total</u>	
Local Sources	\$ 34,138,639	37.4	\$ 33,515,314	37.6	\$ 623,325
State Sources	54,579,839	59.8	52,533,105	59.0	2,046,734
Federal Sources	2,554,322	2.8	3,032,402	3.4	(478,080)
	<u>\$ 91,272,800</u>	<u>100.0</u>	<u>\$ 89,080,821</u>	<u>100.0</u>	<u>\$ 2,191,979</u>

There was an increase in Local Funding of \$623,325, due to increase in Tax Levy, interest on investments and miscellaneous sources.

There was an overall increase in funding for State Sources in the amount of \$2,046,734, primarily due to increase in Preschool Funding and tuition revenue.

There was a decrease in funding for Federal Sources in the amount of \$478,080.

General Fund Budgeting Highlights

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

During the course of the fiscal year 2020, the district amended its General Fund budget as appropriated. Transfers from one program to another must be approved by the Board of Education.

At the end of the fiscal year 2020, the District had \$118,736,884 invested in land, buildings, furniture and equipment and vehicles. Table 4 shows fiscal 2020 balances compared to 2019.

Table 4 - Capital Assets at June 30

	<u>2020</u>	<u>2019</u>
Land/Sites	\$ 1,430,025	\$ 1,430,025
Buildings and Improvements	105,756,437	103,913,305
Machinery and Equipment	<u>11,550,422</u>	<u>10,383,138</u>
Totals	<u>\$ 118,736,884</u>	<u>\$ 115,726,468</u>

Overall capital assets increased by \$3,010,416 from fiscal year 2019 to fiscal year 2020 primarily due to new machine & equipment and site improvements.

For the Future

The Willingboro Board of Education continues to emphasize the improvement of instruction and student achievement. Programs implemented during the past five years were supported in the 2019-2020

Budgets with emphasis of improving test scores. The Board will continue to support funding to improve the centralized student enrollment center; the summer curriculum development program; improved delivery of services in Math and Language Arts; and special education classes at the elementary level.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, you may contact Kelvin L. Smith, CPA, MBA, Assistant Superintendent for Business/Board Secretary, Willingboro Township Public Schools, Country Club Administration Building, and 440 Beverly-Rancocas Road, Willingboro, New Jersey 08046.

BASIC FINANCIAL STATEMENTS

A. District – Wide Financial Statements

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
STATEMENT OF NET POSITION
JUNE 30, 2020

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Cash & Cash Equivalents	\$10,521,061	735,046	11,256,107
Receivables, Net	3,549,349	147,263	3,696,612
Inventory		2,013	2,013
Restricted Assets:			
Cash & Cash Equivalents	643,604		643,604
Capital Assets, Net (Note 4)	<u>53,337,992</u>	<u>175,402</u>	<u>53,513,394</u>
 Total Assets	 <u>68,052,006</u>	 <u>1,059,724</u>	 <u>69,111,730</u>
 DEFERRED OUTFLOWS OF RESOURCES			
Bond Discount on Debt Refunding	90,141		90,141
Pension Deferred Outflows	<u>3,486,553</u>	<u>35,218</u>	<u>3,521,771</u>
 Total Deferred Outflows of Resources	 <u>3,576,694</u>	 <u>35,218</u>	 <u>3,611,912</u>
 LIABILITIES			
Accounts Payable	3,082,759	598,675	3,681,434
Accrued Interest	215,579		215,579
Other Liabilities	1,462,407		1,462,407
Unearned Revenue	1,290,646	34,089	1,324,735
Net Pension Liability	16,199,586	163,632	16,363,218
Noncurrent Liabilities (Note 5):			
Due Within One Year	1,473,757		1,473,757
Due Beyond One Year	<u>20,570,983</u>		<u>20,570,983</u>
 Total Liabilities	 <u>44,295,717</u>	 <u>796,396</u>	 <u>45,092,113</u>
 DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows	<u>6,772,541</u>	<u>68,410</u>	<u>6,840,951</u>
 Total Deferred Inflows of Resources	 <u>6,772,541</u>	 <u>68,410</u>	 <u>6,840,951</u>
 NET POSITION			
Invested in Capital Assets, Net of Related Debt	31,119,260	175,402	31,294,662
Restricted For:			
Other Purposes	9,887,231		9,887,231
Unrestricted	<u>(20,446,049)</u>	<u>54,734</u>	<u>(20,391,315)</u>
 Total Net Position	 <u>\$20,560,442</u>	 <u>230,136</u>	 <u>20,790,578</u>

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION	
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	BUSINESS-TYPE ACTIVITIES
Governmental Activities:				
Instruction:				
Regular	\$18,854,346		3,497,864	(15,356,482)
Special Education	4,418,368			(4,418,368)
Other Special Instruction				
Other Instruction	1,692,639			(1,692,639)
Support Services & Undistributed Costs:				
Tuition	8,735,366			(8,735,366)
Attendance & Social Work Services	413,662			(413,662)
Health Services	554,971			(554,971)
Student & Instruction Related Services	5,901,360		2,988,294	(2,913,066)
Educational Media Services/School Library	754,653			(754,653)
Instructional Staff Training	890,235			(890,235)
School Administrative Services	1,370,693			(1,370,693)
Other Administrative Services	2,048,036			(2,048,036)
Central Services	1,038,433			(1,038,433)
Plant Operations & Maintenance	7,691,179			(7,691,179)
Pupil Transportation	3,916,816			(3,916,816)
Unallocated Benefits	19,851,256		8,974,964	(10,876,292)
Transfer to Charter School	5,642,059			(5,642,059)
Scholarship Awarded	500			(500)
Nonbondable Capital Assets	1,335,364			(1,335,364)
Cancellation of Grants Receivable	10,545			(10,545)
Interest on Long-Term Debt	455,575			(455,575)
Unallocated Depreciation	3,459,669			(3,459,669)

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Total Governmental Activities	89,035,725		15,461,122	(73,574,603)		(73,574,603)
Business-Type Activities:						
Food Service	1,936,186	330,549	1,455,944		(149,693)	(149,693)
Day Care Program	591,696	544,498			(47,198)	(47,198)
Total Business-Type Activities	2,527,882	875,047	1,455,944		(196,891)	(196,891)
Total Primary Government	\$91,563,607	875,047	16,917,066	(73,574,603)	(196,891)	(73,771,494)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				32,299,836		32,299,836
Taxes Levied for Debt Service				1,838,803		1,838,803
Federal & State Aid Not Restricted				40,639,485		40,639,485
Tuition Received				347,826		347,826
Miscellaneous Income				685,728		685,728
Transfer in				1,140,640		1,140,640
Decrease in Pension Liability				229,214		229,214
Total General Revenues, Special Items, Extraordinary Items & Transfers				77,181,532		77,181,532
Change in Net Position				3,606,929	(196,891)	3,410,038
Net Position - Beginning				16,953,513	427,027	17,380,540
Net Position - Ending				\$20,560,442	230,136	20,790,578

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

This Page Intentionally Left Blank

B. Fund Financial Statements

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2020**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	PERMANENT FUND	TOTAL
Assets:						
Cash & Cash Equivalents	\$8,742,683	2,189,347	107,164	87,605	37,866	11,164,665
Due From Other Funds	1,071,217		1,701,899			2,773,116
Receivables From Other Governments	1,124,164	1,463,280				2,587,444
Other Receivables	385,638					385,638
Total Assets	\$11,323,702	3,652,627	1,809,063	87,605	37,866	16,910,863
Liabilities & Fund Balances:						
Liabilities:						
Accounts Payable	2,590,443	491,803	513			3,082,759
Payable to Other Governments		62,407				62,407
Other Liabilities						
Note Payable			1,400,000			1,400,000
Interfund Payable	389,078	1,807,771				2,196,849
Unearned Revenue		1,290,646				1,290,646
Total Liabilities	2,979,521	3,652,627	1,400,513			8,032,661
Fund Balances:						
Restricted For:						
Excess Surplus	5,119,176					5,119,176
Excess Surplus Designated for Subsequent Year's Expenditures	3,133,889					3,133,889
Additional Excess Surplus Designated for Subsequent Year's Expenditures	928,130					928,130
Capital Reserve	172,015					172,015
Debt Service Fund				87,605		87,605
Special Revenue Fund						
Permanent Fund					37,866	37,866
Committed to:						
Other Purposes			408,550			408,550
Unassigned:						
General Fund	(1,009,029)					(1,009,029)
Total Fund Balances	8,344,181		408,550	87,605	37,866	8,878,202
Total Liabilities & Fund Balances	\$11,323,702	3,652,627	1,809,063	87,605	37,866	

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$117,723,164 and the accumulated depreciation is \$64,385,172.	53,337,992
Deferred Outflows related to pension contributions subsequent to the Net Pension Liability measurement date and other deferred items are not current financial resources and therefore are not reported in the fund statements.	3,486,553
Deferred Inflows related to pension actuarial gains from experience and differences in actual return and assumed returns and other deferred items are not reported as liabilities in the fund statements.	(6,772,541)
Discount on School Refunding Bonds (amortized as interest expense).	
Deferred Charge	95,775
Less: Accumulated Amortization	(5,634)
Long-term liabilities, including Net Pension Liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds	(16,199,586)
Accrued Interest is not recorded in the fund statements	(215,579)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Illustrative Note 5)	(22,044,740)
Net Position of Governmental Activities	\$20,560,442

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2020**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	PERMANENT FUND	TOTAL
Revenues:						
Local Tax Levy	\$32,299,836			1,838,803		34,138,639
Tuition Charges	347,826					347,826
Miscellaneous	685,678	1,446,580			50	2,132,308
State Sources	48,808,588	3,265,986		25,131		52,099,705
Federal Sources	149,332	2,404,990				2,554,322
Total Revenues	82,291,260	7,117,556		1,863,934	50	91,272,800
Expenditures:						
Current:						
Regular Instruction	15,356,482	3,497,864				18,854,346
Special Education Instruction	4,418,368					4,418,368
Other Instruction	1,692,639					1,692,639
Support Services & Undistributed Costs:						
Tuition	8,735,366					8,735,366
Attendance & Social Work Services	413,662					413,662
Health Services	554,971					554,971
Student & Instruction Related Services	4,359,646	1,541,714				5,901,360
Educational Media Services/School Library	754,653					754,653
Instructional Staff Training	890,235					890,235
General Administrative Services	1,370,693					1,370,693
Other Administrative Services	2,048,036					2,048,036
Central Services	1,038,433					1,038,433
Plant Operations & Maintenance	7,691,179					7,691,179
Pupil Transportation	3,916,816					3,916,816
Unallocated Benefits	19,851,256					19,851,256
Scholarships Awarded					500	500
Debt Service:						
Principal				1,235,000		1,235,000
Interest				541,332		541,332
Capital Outlay	1,440,493	2,077,978	794,899			4,313,370
Total Expenditures	74,532,928	7,117,556	794,899	1,776,332	500	84,222,215
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	7,758,332		(794,899)	87,602	(450)	7,050,585
Other Financing Sources/(Uses):						
Transfer in	320,466		820,174			1,140,640
Cancellation of Grant Receivable	(10,545)					(10,545)
Transfer to Charter School	(5,642,059)					(5,642,059)
Total Other Financing Sources	(5,332,138)		820,174			(4,511,964)
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures & Other Financing Sources	2,426,194		25,275	87,602	(450)	2,538,621
Fund Balance - July 1	5,917,987		383,275	3	38,316	6,339,581
Fund Balance - June 30	\$8,344,181		408,550	87,605	37,866	8,878,202

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$2,538,621

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:

Depreciation Expense	(3,459,669)	
Capital Outlays	<u>2,978,006</u>	(481,663)

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. 1,235,000

Accrued interest is not recorded in the governmental funds, but is expensed in the statement of net position.

Current Year	(215,579)	
Prior Year	<u>301,336</u>	<u>85,757</u>

Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including services and interest costs, administrative costs, investment returns, and experience/assumptions. This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period. 229,214

Change in Net Position of Governmental Activities \$3,606,929

See accompanying notes to the financial statements.

This Page Intentionally Left Blank

Proprietary Funds

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2020**

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTAL
	FOOD SERVICE	DAY CARE	
Current Assets:			
Cash & Cash Equivalents	\$98,550	636,496	735,046
Interfund Accounts Receivable	68,689		68,689
Due from Other Governments	68,812		68,812
Other Accounts Receivable		9,762	9,762
Inventories	2,013		2,013
Total Current Assets	238,064	646,258	884,322
Noncurrent Assets:			
Furniture, Machinery & Equipment	986,606	27,114	1,013,720
Less: Accumulated Depreciation	811,204	27,114	838,318
Total Noncurrent Assets	175,402		175,402
Total Assets	413,466	646,258	1,059,724
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferred Outflows		35,218	35,218
Total Deferred Outflows of Resources		35,218	35,218
LIABILITIES			
Current Liabilities:			
Accounts Payable	76,508		76,508
Interfund Accounts Payable	308,778	213,389	522,167
Pension Liability		163,632	163,632
Unearned Revenue		34,089	34,089
Total Liabilities	385,286	411,110	796,396
DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows		68,410	68,410
Total Deferred Inflows of Resources		68,410	68,410
NET POSITION			
Net Investment in Capital Assets	175,402		175,402
Unrestricted	(147,222)	201,956	54,734
Total Net Position	\$28,180	201,956	230,136

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2020**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTAL
	FOOD SERVICE	DAY CARE	
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$198,597		198,597
Daily Sales - Nonreimbursable Programs	74,775		74,775
Special Functions	23,239		23,239
Miscellaneous Revenue	33,938		33,938
Tuition & Fees		544,498	544,498
Total Operating Revenues	330,549	544,498	875,047
Operating Expenses:			
Cost of Sales - Reimbursable Programs	503,149		503,149
Cost of Sales - Non-Reimbursable Programs	19,774		19,774
Salaries	687,119	326,478	1,013,597
Management Fee	139,190		139,190
Employee Benefits	91,060	59,081	150,141
Cleaning, Repair & Maintenance Services	7,022		7,022
Travel Services	102	1,384	1,486
Purchased Services	78,378	9,052	87,430
Insurance	25,356		25,356
Supplies and Materials	200,652	10,919	211,571
Miscellaneous	21,498	9,782	31,280
Rent	145,466	175,000	320,466
Depreciation	17,420		17,420
Total Operating Expenses	1,936,186	591,696	2,527,882
Operating Income/(Loss)	(1,605,637)	(47,198)	(1,652,835)
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	23,639		23,639
Federal Sources:			
National School Lunch Program	907,569		907,569
National School Snack Program	52,267		52,267
National School Breakfast Program	332,281		332,281
Food Distribution Program	140,188		140,188
Total Nonoperating Revenues/(Expenses)	1,455,944		1,455,944
Income/(Loss) Before Contributions & Transfers	(149,693)	(47,198)	(196,891)
Total Net Position - Beginning	177,873	249,154	427,027
Total Net Position - Ending	\$28,180	201,956	230,136

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2020**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		
	FOOD SERVICE	DAY CARE	TOTAL
Cash Flows From Operating Activities:			
Receipts from Customers	\$844,529	584,433	1,428,962
Payments to Employees	(687,119)	(326,478)	(1,013,597)
Payments for Employee Benefits	(91,060)	(61,396)	(152,456)
Payments to Suppliers	(1,274,846)	(182,964)	(1,457,810)
Net Cash Provided/(Used) by Operating Activities	<u>(1,208,496)</u>	<u>13,595</u>	<u>(1,194,901)</u>
Cash Flows From Noncapital Financing Activities:			
State Sources	23,639		23,639
Federal Sources	1,292,117		1,292,117
Net Cash Provided/(Used) by Noncapital Financing Activities	<u>1,315,756</u>		<u>1,315,756</u>
Cash Flows From Capital & Related Financing Activities:			
Obligations Under Service Agreements	(20,410)		(20,410)
Net Cash Provided/(Used) by Capital & Related Financing Activities	<u>(20,410)</u>		<u>(20,410)</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	86,850	13,595	100,445
Balances - Beginning of Year	11,700	622,901	634,601
Balances - End of Year	<u>\$98,550</u>	<u>636,496</u>	<u>735,046</u>
Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Operating Income/(Loss)	(\$1,605,637)	(47,198)	(1,652,835)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Depreciation & Net Amortization	17,420	(2,315)	15,105
Commodities Received	140,188		140,188
Increase/(Decrease) in Unearned Revenue		26,254	26,254
(Increase)/Decrease in Accounts Receivable, Net	243,977	13,681	257,658
(Increase)/Decrease in Inventories	(307)		(307)
Increase/(Decrease) in Interfund Payable	129,815	35,512	165,327
Increase/(Decrease) in Accounts Payable	(133,952)	(12,339)	(146,291)
Total Adjustments	<u>397,141</u>	<u>60,793</u>	<u>457,934</u>
Net Cash Provided/(Used) by Operating Activities	<u>(\$1,208,496)</u>	<u>13,595</u>	<u>(1,194,901)</u>

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

This Page Intentionally Left Blank

Fiduciary Fund

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2020**

ASSETS	PRIVATE PURPOSE		AGENCY		TOTAL
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	PAYROLL AGENCY FUND	STUDENT ACTIVITY FUND	
Cash & Cash Equivalents	\$378,747	37,866	561,758	162,238	1,140,609
Interfunds Receivable	38,179				38,179
Total Assets	416,926	37,866	561,758	162,238	1,178,788
LIABILITIES					
Payable to Student Groups				162,238	162,238
Interfunds Payable			160,968		160,968
Payroll Deductions & Withholdings			400,790		400,790
Total Liabilities			561,758	162,238	723,996
NET POSITION					
Held in Trust for Unemployment Claims & Other Purposes Reserved for Scholarships	416,926	37,866			416,926
Total Net Position	\$416,926	37,866	-	-	454,792

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2020**

ADDITIONS	PRIVATE PURPOSE			TOTAL
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	WORKERS COMPENSATION TRUST	
Contributions:				
Other	\$61,792		432	62,224
Total Contributions	61,792		432	62,224
Investment Earnings:				
Interest	2,217	50	4	2,271
Net Investment Earnings	2,217	50	4	2,271
Total Additions	64,009	50	436	64,495
DEDUCTIONS				
Workers Compensation			436	436
Scholarships Awarded		500		500
Total Deductions		500	436	936
Change in Net Position	64,009	(450)		63,559
Net Position - Beginning of the Year	352,917	38,316		391,233
Net Position - End of the Year	\$416,926	37,866		454,792

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

NOTES TO FINANCIAL STATEMENTS

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies

The accompanying financial statements of the Willingboro Township Board of Education have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). The following is a summary of more significant accounting policies.

A. Reporting Entity

The Willingboro Township Board of Education is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members appointed to three-year terms. These terms are staggered so that three members' terms expire each year. The District provides a full range of educational services appropriate to grade levels K through 12. These include regular, vocational, as well as special education for handicapped youngsters. The Willingboro Township Board of Education has an approximate enrollment at June 30, 2020 of 3,451 students.

B. Component Unit

The primary criterion for including activities within the District's reporting entity, as set forth in Section 2100 of the GASB *Codification of Governmental Accounting and Financial Reporting Standards*, is whether:

- the organization is legally separate (can sue or be sued in their own name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- there is a fiscal dependency by the organization on the District

Based on the aforementioned criteria, the District has no component units.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

District-Wide Financial Statements - The governmental 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies (continued):

Governmental Fund Financial Statements — The Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Principal revenue sources considered susceptible to accrual include federal and state grants, interest on investments, tuition and transportation. Other revenues are considered to be measurable and available only when cash is received by the state.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

D. Fund Accounting:

The accounts of the Willingboro Township Board of Education are maintained in accordance with the principles of fund accounting to ensure observance of limitations and restrictions on the resources available. The principles of fund accounting require that resources be classified for accounting and reporting purposes into funds or account groups in accordance with activities or objectives specified for the resources. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The various funds and accounts are grouped, in the financial statements in this report, into seven fund types within three broad fund categories and two account groups as follows:

Governmental Funds

General Fund - The general fund is the general operating fund of the Willingboro Township Board of Education and 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 which are classified in the Capital Outlay sub-fund.

As required by the New Jersey Department of Education Willingboro Township Board of Education includes budgeted Capital Outlay in this fund. Generally accepted accounting principles (GAAP) 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.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies (continued):

D. Fund Accounting (continued):

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, interest earnings and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Debt Service Fund - The debt service fund is used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

Permanent Fund — Resources that are legally restricted to the extent that only earnings and not principal may be used for purposes that support the reporting governments programs, that is for the benefit of the government or its citizenry.

Proprietary Fund

The focus of Proprietary Fund measurement is upon determination of net income, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the Proprietary Funds of the District:

Enterprise - The enterprise fund is used to account for the operations that are financed and operated in a manner similar to a private business enterprise. The costs of providing goods or services are financed primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's Enterprise Fund is comprised of the Food Service Fund and Day Care Fund.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 1. Summary of Significant Accounting Policies (continued):

D. Fund Accounting (continued):

All Proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net position.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line-method. The estimated useful lives are as follows:

Food Service Fund & Day Care Fund:	
Equipment	5 Years
Light Trucks & Vehicle	5 Years
Heavy Trucks & Vehicle	5 Years

Fiduciary Fund

Fiduciary funds are used to account for assets held by a governmental entity for other parties (either as trustee or as an agent) and that cannot be used to finance the governmental entity's own operating programs which includes private purpose trust funds and agency funds.

Private Purpose Trust Funds are used to account for the principal and income for trust arrangements that benefit individuals, private organizations, or other governments. The District currently maintains an Unemployment Trust Fund, Scholarship Fund and Workers Compensation Trust Fund as a private purpose trust.

Agency Funds are assets held by a governmental entity (either as trustee or as an agent) for other parties that cannot be used to finance the governmental entity's own operating programs. The District currently maintains Payroll funds and Student Activity Funds as Agency Funds.

E. Basis of Accounting:

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and private purpose trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies (continued):

E. Basis of Accounting (continued):

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net position) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position.

The modified accrual basis of accounting is used for measuring financial position and operating results of all governmental fund types, expendable trust funds and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. State equalization monies are recognized as revenue during the period in which they are appropriated. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest on general long-term debt which are recorded when due.

In its accounting and financial reporting, the Willingboro Township Board of Education follows the pronouncements of the Governmental Accounting Standards Board (GASB) and the pronouncements of the Financial Accounting Standards Board (FASB) and its predecessor organizations issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements. The Willingboro Township Board of Education's proprietary funds have elected not to apply the standards issued by FASB after November 30, 1989.

The accrual basis of accounting is used for measuring financial position and operating results of proprietary fund types and private purpose trust funds. Under this method, revenues are recognized in the accounting period in which they are earned and expenses are recognized when they are incurred.

F. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office and are voted upon at the annual school election on the first Tuesday in November. Budgets are prepared using the modified

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 1. Summary of Significant Accounting Policies (continued):

F. Budgets/Budgetary Control: (continued):

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:23-1.2*. All budget amendments must be approved by School Board resolution.

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 last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related 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 Exhibit C-1, includes all amendments to the adopted budget, if any.

The following presents a reconciliation of the special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual — General, Special Revenues and Debt Service Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types:

**Notes to Required Supplementary information
Budgetary Comparison Schedule**

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$82,308,877	\$7,117,556

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies (continued):

F. Budgets/Budgetary Control: (continued):

	General Fund	Special Revenue Fund
Difference — Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	\$3,917,708	
State aid payment recognized for budgetary purposes, not recognized for GAAP Statements until the subsequent year	<u>(3,935,325)</u>	_____
 Total revenue as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	 <u>\$82,291,260</u>	 <u>\$ 7,117,556</u>
 Uses/Outflows of Resources		
Actual amounts (budgetary basis) “total outflows” from the budgetary comparison schedule	<u>\$74,532,928</u>	<u>\$ 7,117,556</u>
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes	_____	_____
 Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	 <u>\$74,532,928</u>	 <u>\$ 7,117,556</u>

G. Encumbrances:

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

Open encumbrances in the special revenue fund for which the Willingboro Township Board of Education has received advances are reflected in the balance sheet as deferred revenues at fiscal year-end.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies (continued):

G. Encumbrances (continued):

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.

H. Cash, Cash Equivalents and Investments:

Cash and Cash equivalents 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. 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.18A:20-37* provides a list of permissible investments that may be purchased by New Jersey school districts.

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey.

N.J.S.A.17:9-41 et. Seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured. All public depositories must pledge collateral, having a market value 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 full amount of their deposits to the Governmental Units.

I. Tuition Receivable/Payable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

These adjustments are recorded upon certification by the State Board of Education, which is normally three years following the contract year. The cumulative adjustments through June 30, 2020, which have not been recorded, are not determinable.

The tuition rate adjustments for the years 2017-2018 have been established. According to the School District's records, these amounts are adjustments in the financial statements.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies (continued):

J. Inventories & Prepaid Expenses

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

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

Prepaid expenses, which benefit future periods, other than those recorded in the enterprise funds, are recorded as expenditure during the year of purchase. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2020.

K. Short-Term Interfund Receivables/Payables

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

L. Capital Assets:

General fixed assets acquired or constructed during the year are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Fixed assets are defined by the District as assets, which have a cost in excess of \$2,000 at the date of acquisition and a useful life of one year or more. Donated fixed assets are valued at their estimated fair market value on the date received. The general fixed assets acquired or constructed were valued by an independent appraisal company. General fixed assets, such as land and buildings, are valued at the historical cost basis and through estimated procedures performed by an independent appraisal company, respectively.

General fixed assets are reflected as expenditures in the applicable governmental funds. Depreciation expense is recorded in the district-wide financial statements as well as the proprietary fund. Capital assets are depreciated on the straight-line method over the assets' estimated useful life. There is no depreciation recorded for land and construction in progress. Generally estimated useful lives are as follows:

Machinery & Equipment	3 - 20 Years
Building & Other Improvements	7 - 60 Years
Infrastructure	30 Years

M. Accrued Salaries and Wages

District employees, who provide services to the District over the ten-month academic year and extended eleven-month calendar, do not have the option to have their salaries disbursed during the entire twelve-month year. Therefore, there is no accrual as of June 30, 2020 for such salaries.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies (continued):

N. Compensated Absences

Compensated absences are those absences for which employees will be paid, such as vacation, sick leave and sabbatical leave. A liability for compensated absences that are attributable to services already rendered, and that are not contingent on a specific event that is outside the control of the 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 District and its employees, are accounted for in the period in which such services are rendered or in which such events take place.

In the District-Wide financial statements, under governmental activities, compensated absences are reported as an expenditure and noncurrent liabilities.

O. 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 District is eligible to realize the revenue.

P. Long-term Obligations

In district-wide financial statements, under governmental activities, long-term debt is recognized as a liability in the general fund as debt is incurred.

Q. Fund Balance Disclosure

In accordance with Government Accounting Standards Board, Fund Balance Reporting and Governmental Fund Type Definitions, the Willingboro Township Board of Education classifies governmental fund balances as follow:

- Non-spendable – includes fund balance amount that cannot be spent either because it is not in spendable form or because legal or contractual constraints.
- Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by external parties, constitutional provision or enabling legislation.
- Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund Balance may be assigned by the Business Administrator.
- Unassigned – includes balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2020

Q. Fund Balance Disclosure (continued):

The Willingboro Township Board of Education uses restricted/committed amounts to be spent first when both restricted and unrestricted fund balance are available, unless prohibited by law or regulation. Additionally, the Willingboro Township Board of Education would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

R. Net Position

Net position, represents the difference between summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified in 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 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 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.

S. Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

The following GASB Statements became effective for the year ended June 30, 2020:

Statement 83, *Certain Asset Retirement Obligations*. An asset retirement obligation is a legally enforceable liability associated with the retirement of a tangible capital asset. Statement 83 establishes guidance for determining the timing and pattern of recognition for liabilities and corresponding deferred outflow of resources related to such obligations. Statement 83 is effective for the reporting period beginning after June 15, 2018 but has been extended by one year. Management does not expect this statement to have a material impact on the School District's financial statements.

Statement 88, *Certain Disclosures Related to Debt, Including Direct Borrowing and Direct Placement*. The statement will improve financial reporting users of financial statements with essential information that currently is not consistently provided. In addition, information about resources to liquidate debt and risks associated with changes in terms associated with debt will be disclosed. As a result, users will have better information to understand the effects of debt on a government's future resource flows. The requirements of this statement are effective for reporting periods beginning after June 15, 2018 but has been extended by one year. Management does not expect this statement to have a material impact on the School District's financial statements.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

S. Impact of Recently Issued Accounting Principles (continued):

Recently Issued Accounting Pronouncements

The GASB has issued the following statements which will become effective in future fiscal years as shown below:

Statement No. 87, *Leases*. Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. The GASB based the new standard on the principle that leases are financing of the right to use an underlying asset. Statement No. 87 is effective for reporting periods beginning after June 15, 2021. Management has not yet determined the potential impact on the School District's financial statements.

Statement 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*. This statement will improve financial reporting by providing users of financial statements with more relevant information about capital assets and the cost of borrowing for a reporting period. The resulting information also will enhance the comparability of information about capital assets and the cost of borrowing for a reporting period for both governmental activities and business-type activities. The requirements of this statement are effective for reporting periods beginning after December 15, 2020. Management has not yet determined the potential impact on the School District's financial statements.

Statement 90, *Majority Equity Interests – an amendment of GASB statements 14 and 61*. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. The requirements of this statement are effective for reporting periods beginning after December 15, 2019. Management has not yet determined the potential impact on the School District's financial statements.

Statement 91, *Conduit Debt Obligations*. This statement will provide financial reporting by eliminating the existing option for issuers to report conduit debt obligations as their own liabilities, thereby ending significant diversity in practice. The clarified definition will resolve stakeholders' uncertainty as to whether a given financing is, in fact, a conduit debt obligation. The requirements of this statement are effective for reporting periods beginning after December 15, 2021. Management does not expect this statement to have a material impact on the School District's financial statements.

Statement 92, *Omnibus 2020*. The objective of this Statement is to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The requirements of this statement are effective for reporting periods beginning after June 15, 2021. Management does not expect this statement to have a material impact on the School District's financial statements.

Statement 93, *Replacement of Interbank Offered Rates*. This Statement is to address those and other accounting and financial reporting implications that result from the replacement of an interbank offered rate (IBOR). The requirements of this statement are effective for reporting periods beginning after June 15, 2021. Management does not expect this statement to have a material impact on the School District's financial statements.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

S. Impact of Recently Issued Accounting Principles (continued):

Recently Issued Accounting Pronouncements (continued):

Statement 94, *Public-Private and Public-Private Partnerships and Availability Payment Arrangements*. The objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-private partnership arrangements (PPPs). PPP is an arrangement in which a government contracts with an operator to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset, for a period of time in exchange or exchange-like transaction. The requirements of this statement are effective for reporting periods beginning after June 15, 2022. Management does not expect this statement to have a material impact on the School District's financial statements.

Statement 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset, an intangible asset and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of costs of a SBITA; and (4) requires note disclosure regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. Management has not yet determined the potential impact on the School District's financial statements.

Statement 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. This Statement will result in more consistent financial reporting of defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans, while mitigating the costs associated with reporting those plans. The requirements also enhance the relevance, consistency, and comparability of (1) the information related to Section 457 plans that meet the definition of a pension plan and the benefits provided through those plans and (2) investment information for all Section 457 plans.

Note 2. Cash and Cash Equivalents and Investments

The District is governed by the deposit and investment limitations of New Jersey state law. The Deposits and investments held at June 30, 2020, and reported at fair value are as follows:

Type	Carrying Value
Deposits	
Demand Deposits	<u>\$13,040,320</u>
Total Deposits	<u>\$13,040,320</u>
Reconciliation of Statements of Net Position:	
Governmental Funds	\$11,164,665
Enterprise Funds	735,046
Fiduciary Funds	<u>1,140,609</u>
Total Cash and Cash Equivalents	<u>\$13,040,320</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 2. Cash and Cash Equivalents and Investments (continued):

Custodial Credit Risk — Deposits in financial institutions, reported as components of cash, cash equivalents and investments had a bank balance of \$14,048,341 at June 30, 2020. Of the bank balance \$500,000 was fully insured by the FDIC (Federal Depository Insurance Corporation) and \$13,548,341 was secured by a collateral pool held by the bank, but not in the District's name, as required by New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Governmental Unit Deposit Protection Act is more fully described in Note 3 of these financial statements.

Investment Interest Rate Risk — The District has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Maturities of investment held at June 30, 2020 are provided in the above schedule.

Investment Credit Risk — The District has no investment policy that limits its investment choices other than the limitation of state law as follows:

- Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- Government money market mutual funds;
- Any obligation that a federal agency or federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor;
- Bonds or other obligations of the District or bonds or other obligations of the local unit or units within which the District is located;
- Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, approved by the Division of Investment in the Department of Treasury for investment by the District;
- Local Governments investment pools;
- Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281; or
- Agreements for the repurchase of fully collateralized securities with certain limitations.

Concentration of Investment Credit Risk — The District places no limit on the amount it may invest in any one issuer.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 2. Cash and Cash Equivalents and Investments (continued):

The District has deposited cash in 2019 with an approved public fund depository qualified under the provisions of the Government Unit Deposit Protection Act. In addition to savings and checking accounts the District invests monies in certificates of deposits.

The Governmental Unit Deposit Protection Act P.L. 1970, Chapter 236, was passed to afford protection against bankruptcy or default by a depository. C.17:9-42 provides that no governmental unit shall deposit funds in a public depository unless such funds are secured in accordance with this act. C.17:9-42 provides that every public depository having public funds on deposit shall, as security for such deposits, maintain eligible collateral having a market value at least equal to either (1) 5% of the average daily balance of collected public funds on deposit during the 6 month period ending on the next preceding valuation date (June 30 or December 31) or (2) at the election of the depository, at least equal to 5% of the average balance of collected public funds on deposit on the first, eighth, fifteenth, and twenty-second days of each month in the 6 month period ending on the next preceding valuation date (June 30 or December 31). No public depository shall be required to maintain any eligible collateral pursuant to this act as security for any deposit or deposits of any governmental unit to the extent such deposits are insured by F.D.I.C. or any other U.S. agency which insures public depository funds.

No public depository shall at any time receive and hold on deposit for any period in excess of 15 days public funds of a governmental unit(s) which, in the aggregate, exceed 75% of the capital funds of the depository, unless such depository shall, in addition to the security required to be maintained under the paragraph above, secure such excess by eligible collateral with a market value at least equal to 100% of such excess.

In the event of a default, the Commissioner of Banking within 20 days after the default occurrence shall ascertain the amount of public funds on deposit in the defaulting depository and the amounts covered by federal deposit insurance and certify the amounts to each affected governmental unit. Within 10 days after receipt of this certification, each unit shall furnish to the Commissioner verified statements of its public deposits. The Commissioner shall ascertain the amount derived or to be derived from the liquidation of the collateral maintained by the defaulting depository and shall distribute such proceeds pro rata among the governmental units to satisfy the net deposit liabilities to such units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

If the proceeds of the sale of the collateral are insufficient to pay in full the liability to all affected governmental units, the Commissioner shall assess the deficiency against all other public depositories having public funds on deposit determined by a formula determined by law. All sums collected by the Commissioner shall be paid to the governmental units having deposits in the defaulting depository in the proportion that the net deposit liability to each such governmental unit bears to the aggregate of the net deposit liabilities to all such governmental units.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 2. Cash and Cash Equivalents and Investments (continued):

All public depositories are required to furnish information and reports dealing with public funds on deposit every six months, June 30th and December 31st, with the Commissioner of Banking. Any public depository which refuses or neglects to give any information so requested may be excluded by the Commissioner from the right to receive public funds for deposit until such time as the Commissioner shall acknowledge that such depository has furnished the information requested.

Upon review and approval of the Certification Statement that the public depository complies with statutory requirements, the Commissioner issues forms approving the bank as a municipal depository. The District should request copies of these approval forms semiannually to assure that all depositories are complying with requirements.

Note 3. Accounts Receivable

Accounts receivables at June 30, 2020 consisted of accounts and intergovernmental grants. All intergovernmental receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds.

Accounts receivable at June 30, 2020 for the School District's individual major and fiduciary funds, in aggregate, are as follows:

	General Fund	Special Revenue Fund	Proprietary Fund	Total
State Aid	\$ 1,124,164		6,390	\$ 1,130,554
Federal Aid		1,040,161	62,422	1,102,583
Other	<u>395,638</u>	<u>423,119</u>	<u> </u>	<u>818,757</u>
Total	<u>\$ 1,519,802</u>	<u>1,463,280</u>	<u>68,812</u>	<u>\$ 3,051,894</u>

Note 4. Fixed Assets:

The following schedule is a summarization of the general fixed assets by source for the fiscal year ended June 30, 2020:

	June 30, 2019	Additions/ Adjustments	Deletions	June 30, 2020
<u>Governmental Activities:</u>				
Capital Assets Being Depreciated:				
Land	\$ 1,430,025			\$ 1,430,025
Building & Improvements	103,913,305	1,843,132		105,756,437
Machinery & Equipment	<u>9,389,828</u>	<u>1,146,874</u>		<u>10,536,702</u>
Total Capital Assets Being Depreciated	<u>114,733,158</u>	<u>2,990,006</u>	- 0 -	<u>117,723,164</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 4. Fixed Assets (continued):

	June 30, 2019	Additions/ Adjustments	Deletions	June 30, 2020
Less: Accumulated Depreciation:				
Land				
Building & Improvements	(53,498,004)	(3,220,524)		(56,718,528)
Machinery & Equipment	(7,427,499)	(239,145)		(7,666,644)
Total Accumulated Depreciation	<u>(60,925,503)</u>	<u>(3,459,669)</u>	- 0 -	<u>(64,385,172)</u>
 Net Capital Assets Being Depreciated	 <u>53,807,655</u>	 <u>(469,663)</u>	 - 0 -	 <u>53,337,992</u>
 Total Capital Assets	 <u>\$ 53,807,655</u>	 <u>(469,663)</u>	 - 0 -	 <u>\$ 53,337,992</u>

The following schedule is a summarization of the proprietary fund fixed assets recorded at historical cost by source for the fiscal year ended June 30, 2020:

	June 30, 2019	Additions	Deletions	June 30, 2020
<u>Business-Type Activities</u>				
Capital Assets Being Depreciated:				
Machinery & Equipment:				
Food Service	\$966,196	20,410		\$ 986,606
Day Care	<u>27,114</u>			<u>27,114</u>
Total Capital Assets Being Depreciated	<u>993,310</u>	<u>20,410</u>	- 0 -	<u>1,013,720</u>
 Less: Accumulated Depreciation:				
Machinery & Equipment:				
Food Service	(793,784)	(17,420)		(776,364)
Day Care	<u>(27,114)</u>			<u>(27,114)</u>
Total Accumulated Depreciation	<u>(820,898)</u>	<u>(17,420)</u>	- 0 -	<u>(838,318)</u>
 Net Capital Assets Being Depreciated	 <u>172,412</u>	 <u>2,990</u>	 - 0 -	 <u>175,402</u>
 Total Capital Assets	 <u>\$172,412</u>	 <u>2,990</u>	 - 0 -	 <u>\$ 175,402</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 5. Long-Term Debt

During the fiscal year ended June 30, 2020 the following changes occurred in liabilities reported in the long-term debt:

	Balance 6/30/19	Increases	Retired/ Decreases	Balance 6/30/20	Due Within One Year
Compensated					
Absences Payable	\$ 1,098,315	20,529		1,118,844	
Other Liabilities	604,617		604,617	- 0 -	
Equipment Lease					
Payable	1,114,064		266,224	847,840	274,256
Capital Leases					
Payable	150,604		42,548	108,056	44,501
Bonds Payable	<u>20,210,000</u>	<u>19,155,000</u>	<u>19,395,000</u>	<u>19,970,000</u>	<u>1,155,000</u>
Total	<u>\$23,048,748</u>	<u>19,175,259</u>	<u>20,308,389</u>	<u>22,044,740</u>	<u>\$1,473,757</u>

A. Bonds Payable

The voters of the municipality through referendums authorize bonds in accordance with state law. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. At June 30, 2020, bonds payable consisted of the following issues:

Purpose	Interest Rate	Maturity Date	Amount Issued	Amount Outstanding
2010 School Bonds	3.50%	3/1/2021	\$27,210,000	\$ 1,025,000
2019 Refunding Bonds	2.033% -3.292%	3/1/2036	19,550,000	<u>18,945,000</u>
				<u>\$ 19,970,000</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

Note 5. Long-Term Debt (continued):

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2021	\$ 1,155,000	\$ 585,972	\$ 1,740,972
2022	1,180,000	547,390	1,727,390
2023	1,170,000	521,902	1,691,902
2024	1,155,000	495,190	1,650,190
2025	1,165,000	467,667	1,632,667
2026-2030	6,085,000	1,854,250	7,939,250
2031-2035	6,605,000	911,732	7,516,732
2036	1,455,000	49,063	1,504,063
Total	\$ 19,970,000	\$ 5,433,166	\$ 25,403,166

C. Equipment Installment Agreement - Loan Payable

On August 28, 2018 the District entered into an equipment installment agreement for a chiller (HVAC System) at the District's High School facility. The loan is for a term of five years. Principal and interest due on the outstanding loan payable is as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2020	\$ 274,256	\$ 25,579	\$ 299,835
2021	282,530	17,305	299,835
2022	291,054	8,781	299,835
Total	\$ 847,840	\$ 51,665	\$ 899,505

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 5. Long-Term Debt (continued):

D. Grant Anticipation Note

On July 11, 2019 the District issued a grant anticipation note in the amount of \$1,400,000, maturing July 10, 2020 bearing an interest rate of 1.85% for the purpose of a security project.

E. Capital Leases Payable

The District is leasing a front loader and two Ford trucks under capital leases totaling \$225,505. All capital leases are for terms of five years. The following is a schedule of the remaining future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2020:

Fiscal Year Ending June 30,	Principal	Interest	Total
2021	\$ 44,501	5,348	\$ 49,849
2022	46,553	3,296	49,849
2023	17,001	1,139	18,140
2024	<u>1</u>		<u>1</u>
Total	<u>\$108,056</u>	<u>9,783</u>	<u>\$117,839</u>

F. Operating Leases

As of June 30, 2020, the School District has operating lease agreements in effect for the following:

Copiers and a Mailing Machine

Total operating lease payments made during the year ended June 30, 2020 was \$57,866. Future minimum lease payments are as follows:

Year	Amount
2021	\$ 30,360
2022	21,191
2023	13,529
2024	<u>1,565</u>
Total Minimum Lease Payments	<u>\$ 66,645</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 6. Pension Plans

Plan Descriptions — Substantially all of the employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625. In addition, several District employees participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan. This plan is administered by the State of New Jersey Division of Pensions and Benefits.

Teachers' Pension and Annuity Fund (TPAF)

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

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:

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

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) (continued):

The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2019, the State's pension contribution was less than the actuarial determined amount.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over the several preceding fiscal years.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, 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 the year ended June 30, 2020, the District recognized pension expense and related revenue of \$8,219,686 for support provided by the State. Although the district does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the district.

The collective amounts are the total of all New Jersey Local governments participating in the TPAF plan.

	Measurement Date <u>6/30/19</u>
Collective deferred outflows of resources	\$10,077,460,797
Collective deferred inflows of resources	17,525,379,167
Collective net pension liability (Non-Employer – State of New Jersey)	61,370,943,870
State's portion of net pension liability that was associated with the district	139,357,635
State's portion of the net pension liability That was associated with the district as a percentage of collective net liability	.2270742897%

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) (continued):

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

Inflation rate	
Price	2.75%
Wage	3.25%
Salary increases:	
Through 2026	2.00 – 6.00%
	Based on years of service
Thereafter	2.00 – 5.45%
	Based on years of service
Investment rate of return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, with future improvement from the base year 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 of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-safety Disabled Retiree mortality table with a 10.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

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

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) (continued):

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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. Develop Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%

Discount Rate - The discount rate used to measure the total pension liability was 5.60% as of June 30, 2019. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.50% as of June 30, 2019, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State contributed 70% of the actuarially determined contributions. 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.

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate – As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. The following represents the State's proportionate share of the net pension liability, attributable to the School District calculated using the discount rate of 5.60% as well as what the State's proportionate share of the net pension liability, attributable to the School District's would be if it were calculated using a discount rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 6. Pension Plans (continued):

Teachers' Pension and Annuity Fund (TPAF) (continued):

	1% Decrease <u>(4.60%)</u>	Current Discount Rate <u>(5.60%)</u>	1% Increase <u>(6.60%)</u>
District's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the District	<u>164,333,496</u>	<u>139,357,635</u>	<u>118,635,557</u>
	<u>\$ 164,333,496</u>	<u>\$139,357,635</u>	<u>\$118,635,557</u>

Pension Plan Fiduciary Net Position - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, 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.

Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS JUNE 30, 2020

Note 6. Pension Plans (continued):

Public Employees' Retirement System (PERS) (continued):

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 before age 62 with 25 or more years of service credit 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.

The contribution policy for PERS is set by *N.J.S.A. 15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2019, the State's pension contribution was less than the actuarial determined amount.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. Board of Education contributions to PERS amounted to \$883,348 for 2019.

The employee contribution rate is 7.5% of the base salary as of July 1, 2018.

Net Pension Liability and Pension Expense - At June 30, 2020, the District's proportionate share of the PERS net pension liability is valued to be \$16,363,218. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2018, to the measurement date of June 30, 2019. The District's proportion of the net pension liability was based on the Board of Education's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2019. The District's proportion measured as of June 30, 2019, was .09081%, which was an increase of .08989% from its proportion measured as of June 30, 2018.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 6. Pension Plans (continued):

Public Employees' Retirement System (PERS) (continued):

	Measurement Date
Actuarial valuation date	June 30, 2019
Net Pension Liability	\$ 16,363,218
District's portion of the Plan's total Net Pension Liability	0.09081%

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

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

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

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 6. Pension Plans (continued):

Public Employees' Retirement System (PERS) (continued):

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
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. Develop Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%

Discount Rate - The discount rate used to measure the total pension liability was 6.28% and 5.66% as of June 30, 2019 and 2018, respectively. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% as of June 30 2019 and 2018, respectively, and a municipal bond rate of 3.50% and 3.87% as of June 30, 2019 and 2018, respectively, based on the Bond Buyer GO 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 70% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2057. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2057 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 6. Pension Plans (continued):

Public Employees' Retirement System (PERS) (continued):

Sensitivity of the Board of Education's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the District's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>At 1% decrease (5.28%)</u>	<u>At current discount rate (6.28%)</u>	<u>At 1% increase (7.28%)</u>
District's proportionate Share of pension liability	<u>\$ 20,669,403</u>	<u>\$ 16,363,218</u>	<u>\$ 12,734,647</u>

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, 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 the year ended June 30, 2020, the District recognized pension expense of \$616,868 at June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 293,698	\$ 72,285
Changes of assumptions	1,633,927	5,679,621
Net difference between projected and actual earnings on pension plan investments		258,300
Changes in proportion and differences between District contributions and proportionate share of contributions	710,793	830,744
District contributions subsequent to the measurement date	883,353	
Total	<u>\$ 3,521,771</u>	<u>6,840,950</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 6. Pension Plans (continued):

Additional Information

Collective balances at June 30, 2020 are as follows:

	<u>6/30/20</u>
Collective deferred outflows of resources	\$ 2,638,418
Collective deferred inflows of resources	\$ 6,840,950
Collective net pension liability	\$16,363,218
 District's Proportion	 .0908135153%

\$883,353 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Year Ended June 30:
2021	\$ (785,358)
2022	(785,358)
2023	(785,358)
2024	(785,358)
2025	(785,360)
Thereafter	<u>(275,740)</u>
 Total	 \$ <u>(6,840,950)</u>

Additional detailed information about the pension plans is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/gasb-68-rpts.shtml>

Defined Contribution Retirement Plan (DCRP) - The Defined Contribution Retirement Program (DCRP) was established as of 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 cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N. J.S.A. 43:15C-1 et. seq.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however, statute also requires the return to the normal rate when such surplus pension assets no longer exist. The District's contributions, equal to the required contribution for June 30, 2020 is \$35,593.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 7. Post-Retirement Benefits

The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provision of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of PERS and Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents. In Fiscal Year 2019, the State paid PRM benefits for 153,893 State and local retirees.

The State funds post-retirement medical benefits on a "pay-as-you-go" basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For Fiscal Year 2019, the State contributed \$1.908 billion to pay for pay-as-you-go PRM benefit costs incurred by covered retirees. The State's pay-as-you-go contributions have remained consistent with Fiscal Year 2018 amounts. The State has appropriated \$1.612 billion in Fiscal Year 2020 as the State's contribution to fund pay-as-you-go PRM costs.

In accordance with the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective for Fiscal Year 2018. The State is now required to accrue a liability in all instances where stator language names the State as the legal obligor for benefit payments. The Fiscal Year 2019 total State OPEB liability to provide these benefits is \$76.0 billion, a decrease of \$14.5 billion or 16 percent from the \$90.5 billion liability recorded in Fiscal Year 2018.

The School Employees Health Benefits Program (SEHBP) Act is found in New Jersey Statutes Annotated, Title 52, Article 17.25 et. seq. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

The measurement date under GASB 75 is the date in which the discount rate, the balance sheet liabilities and income statement entries are reported. GASB 75 allows for the measurement date to be equal to any day in the fiscal year. The State of New Jersey has decided to choose the GASB 75 measurement date in the beginning of the fiscal year. The measurement date for the fiscal year ending June 30, 2020 GASB 75 valuation is June 30, 2019.

Total Non-employer OPEB Liability - The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

**NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

Note 7. Post-Retirement Benefits (continued):

Accordingly, the following OPEB liability note information is reported at the State’s level and is not specific to the board of education/board of trustees. Note that actual numbers will be published in the NJ State’s CAFR at (<http://www.nj.gov/treasury/omb/cafr.shtml>).

Actuarial assumptions and other imputes. The total OPEB liability in the June 30, 2019 actuarial valuation reported by the State in the State’s most recently issued CAFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50 %		
	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases: Through 2026	1.55 – 3.05% Based on service years	2.00 – 6.00% Based on service years	3.25 – 15.25% Based on service years
Thereafter	1.55 – 3.05% Based on service Years	3.00 – 7.00% Based on service years	Applied to all future years

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

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, 2010 – June 30, 2014, and July 1, 2013 – June 30, 2018 for TPAF, PFRS and PERS, respectively.

OPEB Obligation and OPEB Expense - The State’s proportionate share of the total Other Post-Employment Benefits Obligations, attributable to the School District as of June 30, 2019 was \$137,763,544. The School District’s proportionate share was \$0.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 7. Post-Retirement Benefits (continued):

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 is 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.

District's change in the Total OPEB liability reported by the State of New Jersey is as follows:

	Total OPEB <u>Liability</u>
Balance at 6/30/18 (Measurement Date)	\$ 158,549,300
Service Cost	4,519,326
Interest on the Total OPEB Liability	6,232,105
Changes of Benefit Terms	-
Differences between Expected and Actual Experience	(29,487,680)
Changes of Assumptions	2,054,066
Gross Benefit Payments	(4,228,930)
Contributions From Members	<u>125,357</u>
Net Changes	<u>(20,785,756)</u>
Balance at 6/30/19 (Measurement Date)	\$ <u>137,763,544</u>

There has been no change of benefit terms in the retirees' share of health insurance premiums from 2018 to 2019.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.87% in 2018 to 3.50% in 2019.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the District for school board retirees, as well as what the District's total OPEB liability for school board would be if it were calculated using a discount rate that

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 7. Post-Retirement Benefits (continued):

is 1 percentage point lower or 1 percentage point higher than the current discount rate as of June 30, 2019:

	<u>1% Decrease</u> <u>(2.50%)</u>	<u>Discount Rate</u> <u>(3.50%)</u>	<u>1% Increase</u> <u>(4.50%)</u>
Total OPEB Liability (School Retirees)	\$ 162,753,186	\$ 137,763,544	\$ 117,913,142

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates as of June 30, 2019:

	<u>1% Decrease</u>	<u>Healthcare Cost</u> <u>Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability (School Retirees)	\$ 113,511,020	\$ 137,763,544	\$ 169,868,906

OPEB expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended June 30, 2019, the board of education recognized OPEB expense of \$924,869 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the Willingboro School District's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2019, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	<u>Deferred Outflows</u> <u>of Resources</u>	<u>Deferred Inflows</u> <u>of Resources</u>
Difference Between Actual and Expected Experience		\$10,484,965,300
Changes of Assumptions or Inputs	<u>-</u>	<u>8,481,529,343</u>
Total	<u>\$ -</u>	<u>\$18,966,494,643</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 7. Post-Retirement Benefits (continued):

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

	Year Ended June 30:
2021	\$ (2,546,527,182)
2022	(2,546,527,182)
2023	(2,546,527,182)
2024	(2,546,527,182)
2025	(2,546,527,182)
Thereafter	<u>(6,233,858,733)</u>
Total	<u>\$(18,966,494,643)</u>

(Contributions made after the measurement date are reported as deferred outflow of resources but are not amortized in the expense.)

Note 8. Risk Management

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

Property and Liability Insurance — The District maintains commercial insurance coverage for property, liability, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report.

New Jersey Unemployment Compensation Insurance — The District has elected to fund their New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State. The following is a summary of School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District's expendable trust fund for the current and previous two years:

Fiscal Year	District Contributions	Interest Earned	Amount Reimbursed	Ending Balance
2019-2020	\$ 38,016	\$2,217	\$ - 0 -	\$378,747
2018-2019	161,868	2,364	249,802	338,514
2017-2018	8,430	1,746	38,265	424,084

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 9. Contingent Liabilities

The Board of Education is involved in several claims and lawsuits incidental to its operations. In the opinion of the Administration and legal council, the ultimate resolution of these matters will not have a material adverse effect on the financial position of the District except for a settlement that has been accrued for under other liabilities. See Note 5.

Note 10. Economic Dependency

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

Note 11. Interfund Receivables and Payables

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

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 1,071,217	\$ 389,078
Special Revenue Fund		1,807,771
Enterprise Fund	68,689	522,167
Fiduciary Funds	38,179	160,968
Capital Projects	<u>1,701,899</u>	<u>-</u>
Total	<u>\$ 2,879,984</u>	<u>\$ 2,879,984</u>

The purpose of these interfunds is for short-term borrowings.

Note 12. Fund Balance Appropriated

General Fund (Exhibit B-1) — Of the \$8,344,181 General Fund balance at June 30, 2020, \$5,119,176 has been restricted for Excess Surplus; \$3,133,889 has been restricted for Excess Surplus Designated for Subsequent Year's Expenditures; \$928,130 has been restricted for Additional Designated for Subsequent Year's Expenditures; \$172,015 has been restricted for Capital Reserve and (\$1,009,029) is unassigned.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 13. Deferred Compensation

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

AXA Equitable Life Insurance	Lincoln Investment Planning
Oppenheimer Funds	Midland
Valic	Metropolitan Life Insurance
ING	

Note 14. Compensated Absences

The 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 vacation.

Sick leave benefits provide for specified dollar amount per sick day accumulated and begin vesting with the employee after one year of service.

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net assets under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable fund total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2020 is \$1,118,844.

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

Note 15. Calculation of Excess Surplus

In accordance with *N.J.S.A.18A:7F-7*, as amended by P.L. 2005, c.73 (S1701), the designation for Restricted Fund Balance — Excess Surplus is a required calculation pursuant to the New Jersey Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve 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 \$9,181,195 of which \$4,062,019 was appropriated in the 2020-2021 budget. The balance of \$5,119,176 will be appropriated in 2021-2022.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 16. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government of its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

For a local school district board of education or board of school estimate that has elected to raise minimum tax levy using the required local share provisions at N.J.S.A. 18A:7F-5(b), the loss of revenue resulting from the municipality or county having entered into a tax abatement agreement is indeterminate due to the complex nature of the calculation of required local share performed by the New Jersey Department of Education based upon district property value and wealth.

The Township of Willingboro (Municipality) provides for long-term tax exemptions, as authorized by New Jersey State Statutes. N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. The exemptions provided by the Municipality are for affordable housing and other permitted purposes. Taxes abated include municipal, local school, and county taxes.

The Municipality recognized revenue of \$265,670 from the annual service charge in lieu of payment of taxes in 2019. The assessed value on these exemption properties amounted to \$26,918,800 which would have resulted in 2019 taxes billed in full of \$1,070,022. A portion of the \$490,999 abatement would have been allocated to the District.

Note 17. Capital Reserve Account

A capital reserve account was established by the Willingboro Board of Education by inclusion of \$1,410,000 on August 28, 2018 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.

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

Beginning balance July 1, 2019	\$ 978,769
Interest Earnings	13,420
Withdrawals	<u>(820,174)</u>
Ending balance June 30, 2020	<u>\$ 172,015</u>

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 17. Capital Reserve Account (continued):

The June 30, 2020 LRFP balance of local support costs of uncompleted capital projects at June 30, 2020 is \$172,015. The withdraws from the capital reserve were for use in a DOE approved facilities project, consistent with the district's Long-Range Facilities Plan.

Note 18. Transfers From Capital Reserve to Capital Outlay

During the year ending June 30, 2020, the district transferred \$820,174 to the capital outlay accounts. The transfer was made from the capital reserve account to supplement a capital project previously approved by the voters in the budget certified for taxes pursuant to N.J.A.C. 6A:23-A-8.4.

Note 19. Deficit Unrestricted Net Position and Unassigned Fund Balance

The District has a deficit in unrestricted net position of \$20,446,049, as reported in the statement of net position (accrual basis). The District also has a deficit in unassigned fund balance of \$1,009,029 in the General Fund shown on Exhibit B-1. The deficits resulted from recording the June 2019 state aid payments in accordance with N.J.S.A. 18A: 22-44.2 which provides that in the event state school aid payments are not made until the following school budget year, districts must record the state aid payments as revenue, for budget purposes only, in the current school budget year. For intergovernmental transactions, GASB Statement No. 33 requires recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the school district cannot recognize the June state aid payments on the GAAP financial statements until the year the State records the payable. Also contributing to the deficit in net assets is the amount of compensated absences, \$1,118,844 and pension liability, \$16,363,218 both recorded on the accrual basis. While reflected as liabilities, the obligations will not be funded until a future date coincident with termination and/or retirement of services. Due to the resulting timing differences, the deficits do not alone indicate that the district is facing financial difficulties.

Pursuant to N.J.S.A.18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the payment of state aid until the following fiscal year, is not considered in violation of New Jersey stature and regulation nor is need of corrective action. The District deficit in the GAAP fund statements of \$1,009,029 is less than the last state aid payments.

Note 20. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2020 and January 12, 2021, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements. No items have come to the attention of the School District that would require disclosure other than below.

WILLINGBORO TOWNSHIP BOARD OF EDUCATION

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

Note 20. Subsequent Events (continued):

COVID-19 - On January 30, 2020, the World Health Organization declared the coronavirus a “Public Health Emergency of International Concern” and on March 10, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the coronavirus include restrictions on travel, quarantines in certain areas and forced closures for certain types of public places and businesses. The coronavirus and actions taken to mitigate it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographic area in which the District operates.

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 District’s financial condition, liquidity, and future operations. Management is actively monitoring the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the District is not able to estimate the effects of the COVID-19 outbreak on its results operations, financial condition, or liquidity for the fiscal year 2020-2021.

REQUIRED SUPPLEMENTARY INFORMATION – PART II

C. Budgetary Comparison Schedules

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Revenues:						
Local Sources:						
Local Tax Levy	10-1210-000	\$32,299,836		32,299,836	32,299,836	
Tuition	10-1300-000	150,000		150,000	347,826	197,826
Transportation Fees from LEAs	10-1420-000	10,000		10,000	64,554	54,554
Interest Earned	10-1510-000				109,736	109,736
Rentals Facility	10-1910-000	15,000		15,000	5,360	(9,640)
Miscellaneous Revenue	10-1990-000	350,000		350,000	506,028	156,028
Total Local Sources		32,824,836		32,824,836	33,333,340	508,504
State Sources:						
Transportation Aid	10-3120-000	1,015,853		1,015,853	1,015,853	
Extraordinary Aid	10-3131-000	800,000		800,000	1,027,518	227,518
Categorical Special Education Aid	10-3132-000	2,391,334		2,391,334	2,391,334	
Equalization Aid	10-3176-000	34,319,716		34,319,716	34,319,716	
Categorical Security Aid	10-3177-000	1,086,670		1,086,670	1,086,670	
Other State Aid	10-3190-000				10,150	10,150
Nonpublic Transportation Aid						
Nonbudgeted:						
On-Behalf TPAF Pension Contribution					5,261,497	5,261,497
On-Behalf TPAF Post-Retirement Medical Contribution					1,951,918	1,951,918
On-Behalf TPAF Long Term Disability Insurance Contribution					2,977	2,977
Reimbursed TPAF Social Security Contributions					1,758,572	1,758,572
Total State Sources		39,613,573		39,613,573	48,826,205	9,212,632
Federal Sources:						
Medicaid Reimbursement	10-4200-000	140,544		140,544	149,332	8,788
Total Federal Services		140,544		140,544	149,332	8,788
Total Revenues		72,578,953		72,578,953	82,308,877	9,729,924
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Kindergarten	11-110-100-101	1,428,064		1,428,064	1,193,519	234,545
Grades 1 - 5	11-120-100-101	5,649,196	40,000	5,689,196	5,534,458	154,738
Grades 6 - 8	11-130-100-101	3,241,907	100,000	3,341,907	3,181,774	160,133
Grades 9 - 12	11-140-100-101	3,558,616	(152,000)	3,406,616	3,169,221	237,395
Regular Programs - Home Instruction:						
Salaries of Teachers	11-150-100-101	150,000		150,000	103,309	46,691
Purchased Professional/ Educational Services	11-150-100-320	15,000	(15,000)			
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	73,918	34,000	107,918	105,165	2,753
Purchased Professional/ Educational Services	11-190-100-320	1,087,895	(74,700)	1,013,195	940,121	73,074

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Regular Programs - Undistributed Instruction (continued):						
Purchased Technical Services	11-190-100-340	174,290	74,023	248,313	155,810	92,503
General Supplies	11-190-100-610	622,476	52,671	675,147	573,745	101,402
Textbooks	11-190-100-640	395,000	36,413	431,413	379,909	51,504
Other Objects	11-190-100-891	44,667	(2,848)	41,819	19,451	22,368
Total Regular Programs - Instruction		16,441,029	92,559	16,533,588	15,356,482	1,177,106
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	2,429,504	(202,000)	2,227,504	1,756,132	471,372
Other Salaries for Instruction	11-204-100-106	90,295		90,295	85,332	4,963
General Supplies	11-204-100-610	5,000		5,000	4,275	725
Total Learning and/or Language Disabilities		2,524,799	(202,000)	2,322,799	1,845,739	477,060
Behavioral Disabilities:						
Salaries of Teachers	11-209-100-101	472,234	145,000	617,234	606,775	10,459
Other Salaries for Instruction	11-209-100-106	16,257	1,000	17,257	16,413	844
General Supplies	11-209-100-610	500		500	500	500
Total Behavioral Disabilities		488,991	146,000	634,991	623,188	11,803
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	732,599		732,599	723,917	8,682
Other Salaries for Instruction	11-212-100-106	78,342	7,000	85,342	82,352	2,990
General Supplies	11-212-100-610	500		500	229	271
Total Multiple Handicapped		811,441	7,000	818,441	806,498	11,943
Resource Room/Resource Center:						
Salaries of Teachers	11-213-100-101	125,988	2,000	127,988	126,313	1,675
Other Salaries for Instruction	11-213-100-106	111,963		111,963	104,715	7,248
General Supplies	11-213-100-610	1,000	796	1,796	1,591	205
Total Resource Room/Resource Center		238,951	2,796	241,747	232,619	9,128
Autism:						
Salaries of Teachers	11-214-100-101	279,443		279,443	255,203	24,240
Other Salaries for Instruction	11-214-100-106	123,200		123,200	84,141	39,059
General Supplies	11-214-100-610	5,000	593	5,593	5,405	188
Total Autism		407,643	593	408,236	344,749	63,487
Preschool Disabilities - Full-Time:						
Salaries of Teachers	11-216-100-101	373,947	153,000	526,947	505,585	21,362
Other Salaries for Instruction	11-216-100-106	83,408	(15,000)	68,408	56,305	12,103
General Supplies	11-216-100-610	5,000		5,000	3,685	1,315
Other Objects	11-216-100-800	5,000		5,000		5,000
Total Preschool Disabilities - Full-Time		467,355	138,000	605,355	565,575	39,780
Total Special Education - Instruction		4,939,180	92,389	5,031,569	4,418,368	613,201

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Bilingual Education:						
Salaries of Teachers	11-240-100-101	134,248	2,000	136,248	134,920	1,328
Total Bilingual Education		134,248	2,000	136,248	134,920	1,328
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	224,119	14,048	238,167	203,837	34,330
Purchased Services	11-401-100-500	1,500		1,500		1,500
Other Objectives	11-401-100-800	8,000	(2,323)	5,677		5,677
Total School Sponsored Cocurricular Activities		233,619	11,725	245,344	203,837	41,507
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	529,307	(13,253)	516,054	489,839	26,215
Purchased Services	11-402-100-500	132,476	(42,863)	89,613	87,498	2,115
Supplies and Materials	11-402-100-600	47,605	55,433	103,038	88,330	14,708
Other Objects	11-402-100-800	16,190	3,958	20,148	20,008	140
Total School Sponsored Athletics - Instruction		725,578	3,275	728,853	685,675	43,178
Alternative Education Programs - Instruction						
Salaries of Teachers	11-423-100-101	524,734		524,734	489,753	34,981
Other Salaries of Instruction	11-423-100-106	16,060	(1,000)	15,060		15,060
General Supplies	11-423-100-610	2,500	(250)	2,250	1,951	299
Total Alternative Education Programs - Instruction		543,294	(1,250)	542,044	491,704	50,340
Alternative Education Programs - Support Services						
Salaries	11-423-200-100	176,149	1,000	177,149	176,503	646
Total Alternative Education Programs - Support Services		176,149	1,000	177,149	176,503	646
Total - Instruction		23,193,097	201,698	23,394,795	21,467,489	1,927,306
Undistributed Expenditures:						
Instruction:						
Tuition to Other LEA's - State Regular	11-000-100-561	421,942	(39,021)	382,921	304,033	78,888
Tuition to Other LEA's - State Special	11-000-100-562	96,292	1,407	97,699	13,333	84,366
Tuition to County Vocational School Regular	11-000-100-563	2,285,759		2,285,759	2,282,576	3,183
Tuition to CSSD & Regional Day School	11-000-100-565	2,543,133	34,411	2,577,544	2,423,840	153,704
Tuition to Private Schools For The Handicapped - State	11-000-100-566	3,340,854		3,340,854	3,286,330	54,524
Tuition - State Facilities	11-000-100-568	422,043		422,043	422,043	
Tuition - Other	11-000-100-569	218,533	(135,000)	83,533	3,211	80,322
Total Undistributed Expenditures - Instruction		9,328,556	(138,203)	9,190,353	8,735,366	454,987

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Attendance & Social Work Services:						
Salaries	11-000-211-100	392,002		392,002	335,918	56,084
Salaries of Family Liaisons	11-000-211-173	70,859		70,859	70,846	13
Purchased Professional/ Technical Services	11-000-211-340	35,000		35,000	5,980	29,020
Other Purchased Services	11-000-211-580	4,500		4,500	93	4,407
Supplies and Materials	11-000-211-610	2,500		2,500	825	1,675
Total Attendance & Social Work Services		504,861		504,861	413,662	91,199
Health Services:						
Salaries	11-000-213-100	591,140	(12,000)	579,140	410,592	168,548
Purchased Professional & Technical Services	11-000-213-300	100,000	73,000	173,000	139,041	33,959
Supplies and Materials	11-000-213-600	11,506	(4,843)	6,663	5,338	1,325
Total Health Services		702,646	56,157	758,803	554,971	203,832
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	812,910	(45,000)	767,910	716,506	51,404
Purchased Professional - Educational Services	11-000-216-320	65,000	65,000	130,000	124,210	5,790
Supplies and Materials	11-000-216-600	10,000	(1,389)	8,611	1,355	7,256
Total Other Support Services - Students - Related - Services		887,910	18,611	906,521	842,071	64,450
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	484,126		484,126	445,616	38,510
Purchased Professional - Educational Services	11-000-217-320	520,000		520,000	474,659	45,341
Total Other Support Services - Students - Extra Services		1,004,126		1,004,126	920,275	83,851
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	810,060		810,060	790,072	19,988
Salaries of Secretarial & Clerical Assistants	11-000-218-105	32,055		32,055	30,449	1,606
Other Purchased Professional & Technical Services	11-000-218-390	11,760	494	12,254	11,208	1,046
Supplies and Materials	11-000-218-600	18,572	(3,749)	14,823	11,633	3,190
Total Other Support Services - Students - Regular		872,447	(3,255)	869,192	843,362	25,830
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	1,379,729	(37,463)	1,342,266	1,259,368	82,898

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Other Support Services - Students - Special Services (continued):						
Salaries of Secretarial & Clerical Assistants	11-000-219-105	103,339	46,324	149,663	146,248	3,415
Unused Vacation Payment to Terminated/ Retired Staff	11-000-219-199	7,000	10,000	17,000	15,220	1,780
Purchased Professional - Educational Services	11-000-219-320	119,000	182,000	301,000	286,243	14,757
Other Purchased Professional & Technical Services	11-000-219-390	30,000	7,080	37,080	21,672	15,408
Other Purchased Services	11-000-219-580	5,000		5,000	2,090	2,910
Supplies and Materials	11-000-219-600	21,355	7,000	28,355	20,482	7,873
Other Objects	11-000-219-800	3,195		3,195	2,615	580
Total Other Support Services - Students - Special Services		1,668,618	214,941	1,883,559	1,753,938	129,621
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisors of Instruction	11-000-221-102	582,805	39,000	621,805	609,206	12,599
Salaries of Other Professional Staff	11-000-221-104	54,764	(4,764)	50,000	34,220	15,780
Salaries of Secretarial & Clerical Assistants	11-000-221-105	124,129		124,129	123,468	661
Unused Vacation Payment to Terminated/ Retired Staff	11-000-221-199	10,000		10,000	7,054	2,946
Other Purchased Professional & Technical Services	11-000-221-390	148,636	(33,478)	115,158	102,940	12,218
Supplies and Materials	11-000-221-600	9,500	405	9,905	5,615	4,290
Other Objects	11-000-221-800	5,460	(1,405)	4,055	4,055	
Total Improvement of Instruction Services/Other Support Services Instructional Staff		935,294	(242)	935,052	886,558	48,494
Educational Media Services/School Library:						
Salaries	11-000-222-100	703,700	(1,000)	702,700	673,479	29,221
Unused Vacation Payment to Terminated/ Retired Staff	11-000-222-199	1,400	1,000	2,400	2,218	182
Purchased Professional & Technical Services	11-000-222-300	73,200	1,000	74,200	69,737	4,463
Supplies and Materials	11-000-222-600	13,645	(2,004)	11,641	9,219	2,422
Total Educational Media Services/School Library		791,945	(1,004)	790,941	754,653	36,288
Instructional Staff Training Services:						
Purchased Professional - Educational Services	11-000-223-320	35,500	(25,000)	10,500		10,500
Other Purchased Services	11-000-223-500	25,531	(5,831)	19,700	3,677	16,023
Total Instructional Staff Training Services		61,031	(30,831)	30,200	3,677	26,523

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Support Services General Administration:						
Salaries	11-000-230-100	444,258	(206,262)	237,996	203,362	34,634
Unused Vacation Payment to Terminated/ Retired Staff	11-000-230-199		52,000	52,000	47,711	4,289
Tuition Reimbursement	11-000-230-280	1,280		1,280		1,280
Legal Services	11-000-230-331	250,000	38,708	288,708	329,988	(41,280)
Audit Fees	11-000-230-332	60,000		60,000	55,980	4,020
Other Purchased Professional Services	11-000-230-339	5,085	132,553	137,638	131,537	6,101
Communications/Telephone	11-000-230-530	582,436	(32,790)	549,646	537,620	12,026
BOE Other Purchased Services	11-000-230-585	8,150		8,150	3,866	4,284
Other Purchased Services	11-000-230-590	13,600	4,887	18,487	6,244	12,243
Supplies and Materials	11-000-230-610	18,000	(681)	17,319	7,868	9,451
In-House Training	11-000-230-630	5,000	(700)	4,300	2,842	1,458
Judgment Against District	11-000-230-820	90,000	(45,000)	45,000	6,000	39,000
Miscellaneous Expenditures	11-000-230-890	9,750		9,750		9,750
BOE Membership Dues and Fees	11-000-230-895	28,000	15,000	43,000	37,675	5,325
Total Support Services General Administration		1,515,559	(42,285)	1,473,274	1,370,693	102,581
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	1,451,271	123,000	1,574,271	1,563,272	10,999
Salaries of Secretarial & Clerical Assistants	11-000-240-105	364,348	(40,271)	324,077	314,530	9,547
Unused Vacation Payment to Terminated/ Retired Staff	11-000-240-199	25,000	(8,000)	17,000		17,000
Unused Vacation Payment to Terminated/ Retired Staff	11-000-240-299	5,000	-	5,000		5,000
Supplies and Materials	11-000-240-600	24,818	(5,653)	19,165	14,915	4,250
Other Objects	11-000-240-800	26,920	(5,792)	21,128	18,524	2,604
Total Support Services School Administration		1,897,357	63,284	1,960,641	1,911,241	49,400
Central Services:						
Salaries	11-000-251-100	931,406	(36,670)	894,736	874,783	19,953
Unused Vacation Payment to Terminated/ Retired Staff	11-000-251-199	6,000		6,000		6,000
Unused Vacation Payment to Terminated/ Retired Staff	11-000-251-299	5,000	(200)	4,800		4,800
Purchased Professional Services	11-000-251-330	27,400	36,076	63,476	59,806	3,670
Purchased Technical Services	11-000-251-340	28,000	7,251	35,251	28,815	6,436
Miscellaneous Purchased Services	11-000-251-592	9,750	(2,650)	7,100	1,403	5,697
Supplies and Materials	11-000-251-610	48,500	(6,955)	41,545	35,156	6,389
Interest on Lease Purchase Agreements	11-000-251-832	3,084	32,000	35,084	33,611	1,473
Miscellaneous Expenditures	11-000-251-890	7,170	1,325	8,495	4,859	3,636
Total Central Services		1,066,310	30,177	1,096,487	1,038,433	58,054
Administrative Information Technology:						
Salaries	11-000-252-100	3,000		3,000	818	2,182
Purchased Technical Services	11-000-252-340	146,760	(1,000)	145,760	119,959	25,801
Other Purchased Services	11-000-252-500	2,500		2,500	504	1,996
Supplies and Materials	11-000-252-600	20,000	14,200	34,200	15,514	18,686
Total Administrative Information Technology		172,260	13,200	185,460	136,795	48,665

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Required Maintenance for School Facilities:						
Salaries	11-000-261-100	705,074	(26,000)	679,074	554,892	124,182
Unused Vacation Payment to Terminated/ Retired Staff	11-000-261-199	15,000		15,000		15,000
Cleaning, Repair & Maintenance Services	11-000-261-420	600,000	11,331	611,331	514,983	96,348
Lead Testing of Drinking Water	11-000-261-421	15,000	(10,000)	5,000	1,210	3,790
General Supplies	11-000-261-610	34,116		34,116	25,357	8,759
Total Required Maintenance for School Facilities		1,369,190	(24,669)	1,344,521	1,096,442	248,079
Custodial Services of Plant:						
Salaries	11-000-262-100	1,742,398	26,500	1,768,898	1,685,242	83,656
Salaries of Non Instructional Aides	11-000-262-107	214,517	16,000	230,517	195,376	35,141
Unused Vacation Payment to Terminated/ Retired Staff	11-000-262-199	10,000		10,000	4,356	5,644
Purchased Professional & Technical Services	11-000-262-300	260,000	(13,471)	246,529	232,770	13,759
Cleaning, Repair & Maintenance Services	11-000-262-420	220,000	31,929	251,929	203,055	48,874
Other Purchased Property Services	11-000-262-490	80,000		80,000	65,886	14,114
Insurance	11-000-262-520	1,552,850	(125,000)	1,427,850	1,351,719	76,131
Miscellaneous Purchased Services	11-000-262-590	7,500		7,500	5,704	1,796
General Supplies	11-000-262-610	375,300	(78,775)	296,525	263,135	33,390
Energy (Natural Gas)	11-000-262-621	236,900	110,000	346,900	342,475	4,425
Energy (Electricity)	11-000-262-622	952,204	69,786	1,021,990	1,002,686	19,304
Energy (Gasoline)	11-000-262-626	25,000		25,000	17,373	7,627
Other Objects	11-000-262-800	10,000	2,501	12,501	8,758	3,743
Total Custodial Services of Plant		5,686,669	39,470	5,726,139	5,378,535	347,604
Care & Upkeep of Grounds:						
Salaries	11-000-263-100	66,788		66,788	66,787	1
Purchased Professional & Technical Services	11-000-263-300	210,000	50,000	260,000	248,759	11,241
CLN, RPR, Maintenance Services	11-000-263-420	15,000	30,000	45,000	43,615	1,385
General Supplies	11-000-263-610	26,500	(15,000)	11,500	6,624	4,876
Total Care & Upkeep of Grounds		318,288	65,000	383,288	365,785	17,503
Security:						
Salaries	11-000-266-100	705,383	(529,550)	175,833	98,967	76,866
Unused Vacation Payment to Terminated/ Retired Staff	11-000-266-199	16,450		16,450		16,450
Purchased Professional & Technical Services	11-000-266-300	148,688	633,550	782,238	748,316	33,922
Cleaning, Repair & Maintenance Services	11-000-266-420	12,000		12,000		12,000
General Supplies	11-000-266-610	35,500	(20,000)	15,500	3,134	12,366
Other Objects	11-000-266-800	500		500		500
Total Security		918,521	84,000	1,002,521	850,417	152,104

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Student Transportation Services:						
Salaries for Pupil Transportation (Between Home & School) - Regular	11-000-270-160	153,466	53,000	206,466	200,590	5,876
Other Purchased Professional & Technical Services	11-000-270-390	6,650		6,650	5,000	1,650
Cleaning, Repair & Maintenance Services	11-000-270-420	2,000		2,000		2,000
Aid in Lieu - Non Public Schools	11-000-270-503	200,000	(55,000)	145,000	129,828	15,172
Aid in Lieu - Charter Schools	11-000-270-504	25,000		25,000	18,500	6,500
Contracted Services (Between Home & School) - Vendors	11-000-270-511	917,778	(60,000)	857,778	841,982	15,796
Contracted Services (Other Than Between Home & School)-Vendors	11-000-270-512	242,000	(128,000)	114,000	100,135	13,865
Contracted Services (Special Education Students) - Vendors	11-000-270-514	2,060,406	325,000	2,385,406	2,374,041	11,365
Contracted Services (Special Education Students) - Joint Agreements	11-000-270-515	45,000		45,000	18,482	26,518
Contracted Services (Special Education Students) - ESCs & CTSAs	11-000-270-518	199,500	(110,000)	89,500	85,049	4,451
General Supplies	11-000-270-610	206,000	(10,000)	196,000	143,209	52,791
Total Student Transportation Services		4,057,800	15,000	4,072,800	3,916,816	155,984
Unallocated Benefits Employee Benefits:						
Social Security	11-000-291-220	670,186	168	670,354	654,195	16,159
TPAF Contributions - ERIP	11-000-291-232	1,600	2,059	3,659	2,059	1,600
Other Retirement Payments	11-000-291-241	865,220	45,235	910,455	902,219	8,236
Unemployment Compensation	11-000-291-250	90,000	13,803	103,803	78,430	25,373
Workers Compensation	11-000-291-260	30,000	2,626	32,626	432	32,194
Health Benefits	11-000-291-270	10,192,430	(107,500)	10,084,930	9,115,544	969,386
Tuition Reimbursement	11-000-291-280	60,000	15,000	75,000	75,000	
Unused Vacation Payment to Terminated/ Retired Staff	11-000-291-299	140,000	(17,059)	122,941	48,413	74,528
Total Unallocated Benefits - Employee Benefits		12,049,436	(45,668)	12,003,768	10,876,292	1,127,476
Nonbudgeted:						
On-Behalf TPAF Pension Contributions					5,261,497	(5,261,497)
On-Behalf TPAF Post-Retirement Medical Contribution					1,951,918	(1,951,918)
On-Behalf TPAF Long Term Disability Insurance Contribution					2,977	(2,977)
Reimbursed TPAF Social Security Contributions					1,758,572	(1,758,572)
Total Undistributed Expenditures		45,808,824	313,683	46,122,507	51,624,946	(5,502,439)
Total Expenditures - Current Expense		69,001,921	515,381	69,517,302	73,092,435	(3,575,133)
Capital Outlay:						
Equipment:						
Preschool	12-105-100-730					
Grades 1-5	12-120-100-730					
Grades 9-12	12-140-100-730	6,000		6,000		6,000
School Sponsored and Other Instruction	12-402-100-732	6,675	28,478	35,153	30,028	5,125
Undistributed Expenditures:						
Central Services	12-000-251-730	2,000		2,000		2,000
Admin Information Technology	12-000-252-730	153,450	38,636	192,086	142,673	49,413
Required Maintenance School Facilities	12-000-261-730	56,884		56,884	49,849	7,035

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
Capital Outlay (continued):						
Support Services - Related & Extra	12-000-218-730					
Central Services	12-000-251-730					
Custodial Equipment	12-000-262-730	25,000	25,000	50,000	15,800	34,200
SEC Equipment	12-000-266-730	5,000	384	5,384		5,384
Total Equipment		255,009	92,498	347,507	238,350	109,157
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	415,000	(241,819)	173,181	43,808	129,373
Lease Purchase Agreements -						
Principal	12-000-400-721		266,224	266,224	266,224	
Assessment for Debt Service on SDA Funding	12-000-400-896	71,937		71,937	71,937	
Capital Outlay Transfer	12-000-400-931			900,000	820,174	79,826
Total Acquisition & Construction Services		486,937	24,405	1,411,342	1,202,143	209,199
Total Capital Outlay		741,946	116,903	1,758,849	1,440,493	318,356
Total Expenditures		69,743,867	632,284	71,276,151	74,532,928	(3,256,777)
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures Before Other Financing Sources/(Uses)		2,835,086	(632,284)	1,302,802	7,775,949	6,473,147
Other Financing Sources/(Uses):						
Transfer from Other Funds	10-5200-000	320,466		320,466	320,466	
Cancellation of Grant Receivable					(10,545)	(10,545)
Transfer to Charter School		(6,249,291)	140,979	(6,108,312)	(5,642,059)	(466,253)
Total Other Financing Sources/(Uses)		(5,928,825)	140,979	(5,787,846)	(5,332,138)	(476,798)
Excess/(Deficiency) of Revenues Over/(Under)						
Expenditures After Other Financing Sources/(Uses)		(3,093,739)	(491,305)	(4,485,044)	2,443,811	5,996,349
Fund Balances, July 1		9,835,695		9,835,695	9,835,695	
Fund Balances, June 30		\$6,741,956	(491,305)	5,350,651	12,279,506	5,996,349

RECAPITULATION OF FUND BALANCE:

Restricted Fund Balance:	
Excess Surplus	5,119,176
Capital Reserve	172,015
Additional Designated for Subsequent Year's Expenditures	928,130
Excess Surplus - Designated for Subsequent Year's Expenditures	3,133,889
Assigned Fund Balance:	
Year-end Encumbrances	577,469
Designated for Subsequent Year's Expenditures	
Unassigned Fund Balance	2,348,827
Subtotal	12,279,506
Reconciliation to Governmental Funds Statements (GAAP):	
Last State Aid Payment Not Recognized on GAAP Basis	(3,935,325)
Fund Balance per Governmental Funds (GAAP)	\$8,344,181

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
REVENUES					
Local Sources		1,446,580	1,446,580	1,446,580	
State Sources	\$4,349,576	(1,083,590)	3,265,986	3,265,986	
Federal Sources	1,965,984	439,006	2,404,990	2,404,990	
Total Revenues	6,315,560	801,996	7,117,556	7,117,556	
EXPENDITURES:					
Instruction:					
Salaries of Teachers	1,312,429	153,779	1,466,208	1,466,208	
Other Salaries for Instruction	370,442	(136,723)	233,719	233,719	
Purchased Professional & Technical Services	132,975	181,545	314,520	314,520	
Other Purchased Services (400-500 Series)	10,000	(10,000)			
Tuition	976,062	(273,480)	702,582	702,582	
Textbooks	6,024	1,579	7,603	7,603	
General Supplies	1,058,151	(284,919)	773,232	773,232	
Total Instruction	3,866,083	(368,219)	3,497,864	3,497,864	
Support Services:					
Salaries of Supervisors	228,433	134,307	362,740	362,740	
Salaries of Secretarial & Clerical Assistants	73,277	62,054	135,331	135,331	
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers	191,718	(99,051)	92,667	92,667	
Personal Services - Employee Benefits	844,615	(248,691)	595,924	595,924	
Purchased Educational Services	465,009	(170,158)	294,851	294,851	
Other Purchased Services	85,736	(85,736)			
Travel	10,000	8,924	18,924	18,924	
Other Purchased Professional Services		8,000	8,000	8,000	
Supplies & Materials	16,460	11,897	28,357	28,357	
Miscellaneous Expenditures	2,000	2,920	4,920	4,920	
Total Support Services	1,917,248	(375,534)	1,541,714	1,541,714	
Facilities Acquisition & Construction Services:					
Instructional Equipment	332,229	102,734	434,963	434,963	
Noninstructional Equipment	200,000	1,443,015	1,643,015	1,643,015	
Total Facilities Acquisition & Construction Services	532,229	1,545,749	2,077,978	2,077,978	
Total Expenditures	6,315,560	801,996	7,117,556	7,117,556	
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	-	-	-	-

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$82,308,877	7,117,556
Difference - Budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	3,917,708	
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	<u>(3,935,325)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$82,291,260</u>	<u>7,117,556</u>
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	<u>\$74,532,928</u>	<u>7,117,556</u>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$74,532,928</u>	<u>7,117,556</u>

This Page Intentionally Left Blank

REQUIRED SUPPLEMENTARY INFORMATION - PART III

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY - PERS ***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's Proportion of the Net Pension Liability (Asset)	0.090%	0.092%	0.088%	0.091%	0.095%	0.091%	0.095%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 16,363,218	18,177,729	20,492,355	26,927,220	21,290,342	17,085,862	18,174,787
District's Covered Employee Payroll	6,011,937	5,820,214	6,381,505	6,433,803	5,944,063	6,199,903	6,310,202
Plan Fiduciary Net Position as a Percentage of the Total Pension	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

**SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS - PERS
SCHEDULE OF CONTRIBUTIONS ***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially Determined Contribution	883,348	\$918,305	\$815,519	807,700	815,395	752,312	716,531
Contributions in Relation to the Actuarially Determined Contributions	(883,348)	(918,305)	(815,519)	(807,700)	(815,395)	(752,312)	(716,531)
Contribution Deficiency (Excess)	-	-	-	-	-	-	-
District's Covered Employee Payroll	\$6,011,937	\$5,820,214	6,381,505	6,433,803	5,944,063	6,199,903	6,310,202
Contributions as a Percentage of Covered - Employee Payroll	14.69%	15.78%	12.78%	12.55%	13.72%	12.13%	11.36%

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY - TPAF ***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
State's Proportion of the Net Pension Liability (Asset) Associated with the District	0.227%	0.236%	0.252%	0.260%	0.265%	0.268%	0.276%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	139,357,635	149,992,380	169,615,897	204,925,532	167,534,573	144,317,866	139,984,346
Total	139,357,635	149,992,380	169,615,897	204,925,532	167,534,573	144,317,866	139,984,346
District's Covered Employee Payroll	24,465,730	24,228,281	24,898,740	23,971,191	24,141,280	25,418,936	26,159,487
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan Fiduciary Net Position as a Percentage of the Total Pension	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF THE DISTRICT'S CHANGES IN THE NET OPEB LIABILITY
AND RELATED RATIOS ***

<u>Total OPEB Liability</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$4,519,326	\$5,513,106	\$6,604,131
Interest Cost	6,232,105	6,803,021	5,884,445
Difference Between Expected and Actual Experiences	(29,487,680)	(18,023,416)	
Changes of Assumptions	2,054,066	(18,194,326)	(23,716,830)
Contributions: Members	125,357	146,526	159,101
Gross Benefit Payments	<u>(4,228,930)</u>	<u>(4,239,552)</u>	<u>(4,320,754)</u>
Net Change in Total OPEB Liability	(20,785,756)	(27,994,641)	(15,389,907)
Total OPEB Liability (Beginning)	<u>158,549,300</u>	<u>186,543,941</u>	<u>201,933,848</u>
Total OPEB Liability (Ending)	<u><u>\$137,763,544</u></u>	<u><u>\$158,549,300</u></u>	<u><u>\$186,543,941</u></u>
 <u>Plan Fiduciary Net Position</u>			
Covered Employee Payroll	\$32,099,572	\$31,879,128	\$33,560,668
Net OPEB Liability as a Percentage of Payroll	429%	497%	556%

Source Documents:

All data for the measurement period was provided by the State of New Jersey Department of the Treasury other than covered employee payroll.

* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION PART III

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION -
PART III YEAR ENDED JUNE 30, 2020**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 4.86% as of June 30, 2018, to 5.60% as of June 30, 2019.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 5.66% as of June 30, 2018, to 5.28% as of June 30, 2019.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 3.87% as of June 30, 2018, to 3.50% as of June 30, 2019.

This Page Intentionally Left Blank

OTHER SUPPLEMENTARY INFORMATION

D. School Based Budget Schedules

Not Applicable

E. Special Revenue Fund

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	NO CHILD LEFT BEHIND				
	TITLE I	TITLE I REALLOCATION	TITLE I SIA	TITLE II A	TITLE III
Revenues:					
Local Sources					
State Sources					
Federal Sources	\$ 788,971	51,227	239,499	169,546	\$ 7,520
Total Revenues	\$788,971	51,227	239,499	169,546	7,520
Expenditures:					
Instruction:					
Salaries of Teachers	12,678	21,047		17,204	
Other Salaries for Instruction					
Purchased Professional Services	168,358	10,000			
Other Purchased Services					
Tuition					
Textbooks					
General Supplies	370,767	18,570	25,968	6,338	7,520
Total Instruction	551,803	49,617	25,968	23,542	7,520
Support Services:					
Salaries of Supervisors					
Salaries of Secretarial & Clerical Assistants					
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers					
Personal Services - Employee Benefits	1,030	1,610		1,454	
Purchased Educational Services	5,423			125,626	
Other Purchased Services					
Travel				18,924	
Other Purchased Professional Services	8,000				
Supplies & Materials	1,283				
Miscellaneous Expenditures					
Total Support Services	15,736	1,610		146,004	
Facilities Acquisition & Construction Services					
Instructional Equipment	221,432		213,531		
Non-Instructional Equipment					
Total Facilities Acquisition & Construction Services	221,432		213,531		
Total Expenditures	\$ 788,971	51,227	239,499	169,546	\$ 7,520

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	NO CHILD LEFT BEHIND				NONPUBLIC
	TITLE III IMMIGRANT	I.D.E.A. PART B	I.D.E.A. PRESCHOOL	PRESCHOOL EDUCATION	TEXTBOOK AID
Revenues:					
Local Sources					
State Sources				3,161,551	\$ 7,603
Federal Sources	\$ 5,231	1,119,196	23,800		
Total Revenues	5,231	1,119,196	23,800	3,161,551	7,603
Expenditures:					
Instruction:					
Salaries of Teachers		159,990		1,255,289	
Other Salaries for Instruction				233,719	
Purchased Professional Services		37,608	4,000	94,554	
Other Purchased Services					
Tuition		682,177	15,000	5,405	
Textbooks					7,603
General Supplies	5,231		4,800	330,238	
Total Instruction	5,231	879,775	23,800	1,919,205	7,603
Support Services:					
Salaries of Supervisors		156,185		206,555	
Salaries of Secretarial & Clerical Assistants				135,331	
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers				92,667	
Personal Services - Employee Benefits		46,196		545,634	
Purchased Educational Services		33,040		54,190	
Other Purchased Services Travel					
Other Purchased Professional Services					
Supplies & Materials				6,814	
Miscellaneous Expenditures		4,000		920	
Total Support Services		239,421		1,042,111	
Facilities Acquisition & Construction Services					
Instructional Equipment					
Non-Instructional Equipment				200,235	
Total Facilities Acquisition & Construction Services				200,235	
Total Expenditures	\$ 5,231	1,119,196	23,800	3,161,551	\$ 7,603

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	COMPENSATORY EDUCATION AID	NURSING AID	NONPUBLIC EXAMINATION & CLASSIFICATION AID	TECHNOLOGY	SPEECH AID
Revenues:					
Local Sources					
State Sources	\$ 43,313	14,065	15,611	1,760	\$ 1,823
Federal Sources					
Total Revenues	43,313	14,065	15,611	1,760	1,823
Expenditures:					
Instruction:					
Salaries of Teachers					
Other Salaries for Instruction					
Purchased Professional Services					
Other Purchased Services					
Tuition					
Textbooks					
General Supplies					
Total Instruction					
Support Services:					
Salaries of Supervisors					
Salaries of Secretarial & Clerical Assistants					
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers					
Personal Services - Employee Benefits					
Purchased Educational Services	43,313	14,065	15,611	1,760	1,823
Other Purchased Services					
Travel					
Other Purchased Professional Services					
Supplies & Materials					
Miscellaneous Expenditures					
Total Support Services	43,313	14,065	15,611	1,760	1,823
Facilities Acquisition & Construction Services:					
Instructional Equipment					
Non-Instructional Equipment					
Total Facilities Acquisition & Construction Services					
Total Expenditures	\$ 43,313	14,065	15,611	1,760	\$ 1,823

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMPARATIVE SCHEDULE OF REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>NONPUBLIC</u>				
	SECURITY	BURLINGTON COUNTY SECURITY	ALPHA BAPTIST CHURCH WHS	TABERNACLE BAPTIST CHURCH WHS	TOTAL
Revenues:					
Local Sources		1,442,780	3,000	800	\$ 1,446,580
State Sources	\$ 20,260				3,265,986
Federal Sources					2,404,990
Total Revenues	20,260	1,442,780	3,000	800	7,117,556
Expenditures:					
Instruction:					
Salaries of Teachers					1,466,208
Other Salaries for Instruction					233,719
Purchased Professional Services					314,520
Other Purchased Services					
Tuition					702,582
Textbooks					7,603
General Supplies			3,000	800	773,232
Total Instruction			3,000	800	3,497,864
Support Services:					
Salaries of Supervisors					362,740
Salaries of Secretarial & Clerical Assistants					135,331
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers					92,667
Personal Services - Employee Benefits					595,924
Purchased Educational Services					294,851
Other Purchased Services					
Travel					18,924
Other Purchased Professional Services					8,000
Supplies & Materials	20,260				28,357
Miscellaneous Expenditures					4,920
Total Support Services	20,260				1,541,714
Facilities Acquisition & Construction Services:					
Instructional Equipment					434,963
Non-Instructional Equipment		1,442,780			1,643,015
Total Facilities Acquisition & Construction Services		1,442,780	-	-	2,077,978
Total Expenditures	\$ 20,260	1,442,780	3,000	800	7,117,556

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SPECIAL REVENUE FUND
SCHEDULE OF PRESCHOOL EDUCATION AND AID OF EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

DISTRICT-WIDE TOTAL	BUDGETED	ACTUAL	VARIANCE
Expenditures:			
Instruction:			
Salaries of Teachers	\$1,312,429	1,255,289	57,140
Other Salaries for Instruction	370,442	233,719	136,723
Purchased Professional Services	100,000	94,554	5,446
Tuition	10,000	5,405	4,595
General Supplies	449,624	330,238	119,386
Total Instruction	2,242,495	1,919,205	323,290
Support Services:			
Salaries of Supervisors	228,433	206,555	21,878
Salaries of Secretarial & Clerical Assistant:	166,558	135,331	31,227
Salaries of Facilitators, Math, Literacy Coaches & Master Teachers	99,437	92,667	6,770
Personal Services - Employee Benefits	844,615	545,634	298,981
Other Purchased Educational Services	282,000	54,190	227,810
Travel	10,000		10,000
Supplies & Materials	8,000	6,814	1,186
Miscellaneous Expenditures	2,000	920	1,080
Total Support Services	1,641,043	1,042,111	598,932
Facilities Acquisition & Construction Services:			
Instructional Equipment	110,797		110,797
Noninstructional Equipment	228,000	200,235	27,765
Total Facilities Acquisition & Construction Services	338,797	200,235	138,562
Total Expenditures	\$4,222,335	3,161,551	1,060,784

CALCULATION OF BUDGET & CARRYOVER

Total Revised 2019-2020 Preschool Education Aid Allocation	\$3,304,032
Add: Actual Preschool Education Aid Carryover (June 30, 2019)	1,130,567
Total Preschool Education Aid Funds Available for 2018-2019 Budget	4,434,599
Less: 2019-2020 Budgeted Preschool Education Aid (Including Prior Year Budget Carryover)	(4,222,335)
Available & Unbudgeted Preschool Education Aid Funds as of June 30, 2018	212,264
Add: June 30, 2020 Unexpended Preschool Education Aid Funds	1,060,784
Less: 2019-2020 Commissioner-approved Transfer to the General Fund	
2019-2020 Carryover - Preschool Education Aid Funds	\$1,273,048
2018-2019 Preschool Education Aid Funds Carryover Budgeted in 2019-2020	\$1,130,567

This Page Intentionally Left Blank

F. Capital Projects Fund

EXHIBIT F-1

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
 SUMMARY SCHEDULE OF PROJECT EXPENDITURES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NUMBER	PROJECT TITLE	ORIGINAL APPROPRIATIONS	REVISED AUTHORIZED COSTS	EXPENDITURES TO DATE		(OVER)/UNDER EXPENDED BALANCE
				PRIOR YEAR	CURRENT YEAR	
2004	Levitt Middle School	\$3,574,041	3,574,041	3,538,968		35,073
2004	Other Projects	52,646	52,646	23,341		29,305
2010	Levitt Middle School Renovations	8,080,182	9,206,961	9,206,819		142
2019	HVAC Project	1,410,000	1,270,530	131,601	794,899	344,030
Total		\$13,116,869	14,104,178	12,900,729	794,899	408,550

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Revenues & Other Financing Sources:	
State Sources - SCC Grant	
Bond Proceeds & Transfers	820,174
	<hr/>
Total Revenues	820,174
	<hr/>
Expenditures & Other Financing Uses:	
Purchased Professional & Technical Services	
Construction Services	-
Instructional Equipment	794,899
Miscellaneous Expenditures	-
	<hr/>
Total Expenditures	794,899
	<hr/>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	25,275
Fund Balance - Beginning	383,275
	<hr/>
Fund Balance - Ending	\$408,550
	<hr/> <hr/>

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
UPGRADES TO LEVITT MIDDLE SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2020**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$1,986,430		1,986,430	1,986,430
Bond Proceeds & Transfers	1,587,611		1,587,611	1,587,611
Total Revenues	3,574,041		3,574,041	3,574,041
Expenditures & Other Financing Uses:				
Salaries	36,092		36,092	36,092
Purchased Professional & Technical Services & Contingencies	859,589		859,589	890,187
Construction Services	2,623,147		2,623,147	2,627,622
Instructional Equipment	20,140		20,140	20,140
Total Expenditures	3,538,968		3,538,968	3,574,041
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$35,073		35,073	

ADDITIONAL PROJECT INFORMATION

Project Number	SP 5805-x01-03-1307
Grant Date	8/24/2004
Bond Authorization Date	8/1/1999
Bonds Authorized	\$1,587,611
Bonds Issued	\$1,587,611
Original Authorized Cost	\$3,574,041
Additional Authorized Cost	-
Revised Authorized Cost	\$3,574,041
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	99.02%
Original Target Completion Date	9/1/2006
Revised Target Completion Date	9/1/2007

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
OTHER CAPITAL PROJECTS
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2020**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant				
Bond Proceeds & Transfers	\$52,646		52,646	52,646
Total Revenues	52,646		52,646	52,646
Expenditures & Other Financing Uses:				
Salaries				
Purchased Professional & Technical Services & Contingencies				
Instructional Equipment				
Miscellaneous Expenditures	23,341		23,341	52,646
Total Expenditures	23,341		23,341	52,646
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$29,305	-	29,305	-

ADDITIONAL PROJECT INFORMATION

Project Number	
Grant Date	8/24/2004
Bond Authorization Date	8/1/1999
Bonds Authorized	\$52,646
Bonds Issued	\$52,646
Original Authorized Cost	\$52,646
Additional Authorized Cost	-
Revised Authorized Cost	\$52,646
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	44.34%
Original Target Completion Date	9/1/2006
Revised Target Completion Date	9/1/2007

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
RENOVATIONS TO LEVITT MIDDLE SCHOOL
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2020**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$4,815,977		4,815,977	4,815,977
Bond Proceeds & Transfers	4,390,984		4,390,984	4,390,984
Total Revenues	9,206,961	-	9,206,961	9,206,961
Expenditures & Other Financing Uses:				
Salaries				
Purchased Professional & Technical Services & Contingencies	1,155,618		1,155,618	1,155,760
Construction Services	8,051,201		8,051,201	8,051,201
Instructional Equipment				
Miscellaneous Expenditures				
Total Expenditures	9,206,819	-	9,206,819	9,206,961
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$142	-	142	-

ADDITIONAL PROJECT INFORMATION

Project Number	5805-040-09-1001
Grant Date	6/30/2010
Bond Authorization Date	10/21/2010
Bonds Authorized	\$4,390,984
Bonds Issued	\$4,390,984
Original Authorized Cost	\$8,080,182
Additional Authorized Cost	1,126,779
Revised Authorized Cost	\$9,206,961
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	100.00%
Original Target Completion Date	6/30/2013
Revised Target Completion Date	6/30/2017

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
HVAC PROJECT
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2020**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant				
Bond Proceeds & Transfers	\$ 450,356	820,174	1,270,530	1,270,530
Total Revenues	450,356	820,174	1,270,530	1,270,530
Expenditures & Other Financing Uses:				
Salaries				
Purchased Professional & Technical Services & Contingencies				
Construction Services				
Instructional Equipment	131,601	794,899	926,500	926,500
Miscellaneous Expenditures				
Total Expenditures	131,601	794,899	926,500	926,500
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	\$ 318,755	25,275	344,030	344,030

ADDITIONAL PROJECT INFORMATION

Project Number	N/A
Loan Authorization Date	8/28/2018
Loan Authorized	\$1,410,000
Loan Issued	\$1,410,000
Original Authorized Cost	\$1,410,000
Additional Authorized Cost	-
Revised Authorized Cost	\$1,410,000
Percentage Increase/(Decrease) Over Original Authorized Cost	-
Percentage Completion	65.71%
Original Target Completion Date	6/30/2019
Revised Target Completion Date	6/30/2021

G. Proprietary Funds

Enterprise Funds

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
SCHEDULE OF NET POSITION
AS OF JUNE 30, 2020

ASSETS	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTAL
	FOOD SERVICE	DAY CARE	
Current Assets:			
Cash & Cash Equivalents	\$98,550	636,496	735,046
Interfund Receivable	68,689		68,689
Due from Other Governments	68,812		68,812
Other Accounts Receivable		9,762	9,762
Inventories	2,013		2,013
Total Current Assets	238,064	646,258	884,322
Noncurrent assets:			
Furniture, Machinery & Equipment	986,606	27,114	1,013,720
Less: Accumulated Depreciation	811,204	27,114	838,318
Total Noncurrent Assets	175,402		175,402
Total Assets	413,466	646,258	1,059,724
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferred Outflows		35,218	35,218
Total Deferred Outflows of Resources		35,218	35,218
LIABILITIES			
Accounts Payable	76,508		76,508
Interfund Payable	308,778	213,389	522,167
Pension Liability		163,632	163,632
Unearned Revenue		34,089	34,089
Total Liabilities	385,286	411,110	796,396
DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows		68,410	68,410
Total Deferred Inflows of Resources		68,410	68,410
NET POSITION			
Net Investment in Capital Assets	175,402		175,402
Unrestricted	(147,222)	201,956	54,734
Total Net Position	\$28,180	201,956	230,136

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
AS OF JUNE 30, 2020**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTAL
	FOOD SERVICE	DAY CARE	
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$198,597		198,597
Daily Sales - Non-Reimbursable Programs	74,775		74,775
Special Functions	23,239		23,239
Miscellaneous Revenue	33,938		33,938
Tuition & Fees		544,498	544,498
Total Operating Revenues	330,549	544,498	875,047
Operating Expenses:			
Cost of Sales - Reimbursable Programs	503,149		503,149
Cost of Sales - Non-Reimbursable Programs	19,774		19,774
Salaries	687,119	326,478	1,013,597
Management Fee	139,190		139,190
Employee Benefits	91,060	59,081	150,141
Cleaning, Repair & Maintenance Services	7,022		7,022
Travel Services	102	1,384	1,486
Purchased Services	78,378	9,052	87,430
Insurance	25,356		25,356
Supplies and Materials	200,652	10,919	211,571
Miscellaneous	21,498	9,782	31,280
Rent	145,466	175,000	320,466
Depreciation	17,420		17,420
Total Operating Expenses	1,936,186	591,696	2,527,882
Operating Income/(Loss)	(1,605,637)	(47,198)	(1,652,835)
Nonoperating Revenues/(Expenses):			
State Sources:			
State School Lunch Program	23,639		23,639
Federal Sources:			
National School Lunch Program	907,569		907,569
National After School Snack Program	52,267		52,267
National School Breakfast Program	332,281		332,281
Food Distribution Program	140,188		140,188
Total Nonoperating Revenues/(Expenses)	1,455,944		1,455,944
Income/(Loss) Before Contributions & Transfers	(149,693)	(47,198)	(196,891)
Total Net Position - Beginning	177,873	249,154	427,027
Total Net Position - Ending	\$28,180	201,956	230,136

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
ENTERPRISE FUND
SCHEDULE OF CASH FLOWS
AS OF JUNE 30, 2020**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		TOTAL
	FOOD SERVICE	DAY CARE	
Cash Flows From Operating Activities:			
Receipts from Customers	\$844,529	584,433	1,428,962
Payments to Employees	(687,119)	(326,478)	(1,013,597)
Payments for Employee Benefits	(91,060)	(61,396)	(152,456)
Payments to Suppliers	(1,274,846)	(182,964)	(1,457,810)
Net Cash Provided/(Used) by Operating Activities	(1,208,496)	13,595	(1,194,901)
Cash Flows From Noncapital Financing Activities:			
State Sources	23,639		23,639
Federal Sources	1,292,117		1,292,117
Net Cash Provided/(Used) by Noncapital Financing Activities	1,315,756		1,315,756
Cash Flows Capital & Related Financing Activities:			
Acquisition of Property, Plant & Equipment	(20,410)		(20,410)
Net Cash Provided by/(Used For) Capital Financing Activities	(20,410)		(20,410)
Net Increase/(Decrease) in Cash & Cash Equivalents			
Balances - Beginning of Year	11,700	622,901	634,601
Balances - End of Year	\$98,550	636,496	735,046

Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:

Operating Income/(Loss)	(\$1,605,637)	(47,198)	(1,652,835)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Depreciation & Net Amortization	17,420	(2,315)	15,105
Commodities Received	140,188		140,188
Increase/(Decrease) in Unearned Revenue		26,254	26,254
(Increase)/Decrease in Accounts Receivable, Net	243,977	13,681	257,658
(Increase)/Decrease in Inventories	(307)		(307)
Increase/(Decrease) in Interfund Payable	129,815	35,512	165,327
Increase/(Decrease) in Accounts Payable	(133,952)	(12,339)	(146,291)
Total Adjustments	397,141	60,793	457,934
Net Cash Provided/(Used) by Operating Activities	(\$1,208,496)	13,595	(1,194,901)

This Page Intentionally Left Blank

Internal Service Fund

Not Applicable

H. Fiduciary Fund

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2020**

ASSETS	PRIVATE PURPOSE		AGENCY		TOTAL
	SCHOLARSHIP FUND	UNEMPLOYMENT TRUST	STUDENT ACTIVITY	PAYROLL	
Cash & Cash Equivalents	\$37,866	378,747	162,238	561,758	1,140,609
Interfunds Receivable		38,179			38,179
Total Assets	37,866	416,926	162,238	561,758	1,178,788
LIABILITIES					
Payroll Deductions & Withholdings				400,790	400,790
Interfunds Payable				160,968	160,968
Due to Student Groups			162,238		162,238
Total Liabilities			162,238	561,758	723,996
NET POSITION					
Unreserved	37,866	416,926			454,792
Total Net Position	\$37,866	416,926	-	-	454,792

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEARS ENDED JUNE 30, 2020**

	PRIVATE PURPOSE			TOTAL
	UNEMPLOYMENT COMPENSATION TRUST	SCHOLARSHIP FUND	WORKERS COMPENSATION TRUST	
	Operating Revenues:			
Contributions	\$61,792		432	62,224
Interest on Investments	2,217	50	4	2,271
Total Operating Revenues	64,009	50	436	64,495
Operating Expenses:				
Scholarship Payments		500		500
Expenditures			436	436
Total Operating Expenses		500	436	936
Change in Net Position	64,009	(450)		63,559
Net Position Beginning of Year	352,917	38,316		391,233
Net Position End of Year	\$416,926	37,866		454,792

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED JUNE 30, 2020**

	BALANCE JULY 1, 2019	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2020
Memorial Middle School	\$14,201	2,625	214	16,612
Senior High School Account:				
Willingboro High School	51,013	33,559	26,277	58,295
General Organization Accounts:				
Gate Receipts	65,032	23,160	4,915	83,277
Twin Hills	2,686	6,360	4,992	4,054
Total	\$132,932	65,704	36,398	162,238

**PAYROLL FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

ASSETS	BALANCE JULY 1, 2019	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2020
Cash & Cash Equivalents	\$380,882	37,820,301	37,639,424	561,758
Total Assets	\$380,882	37,820,301	37,639,424	561,758
LIABILITIES				
Payroll, Deductions & Withholdings	\$243,359	17,558,397	17,400,965	400,790
Net Pay		20,137,022	20,137,022	
Interfunds Payable	137,523	124,882	101,437	160,968
Total Liabilities	\$380,882	37,820,301	37,639,424	561,758

This Page Intentionally Left Blank

I. Long Term Debt

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS PAYABLE
JUNE 30, 2020**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL PAYMENTS		INTEREST RATE	BALANCE JUNE 30, 2019	ISSUED	REFUNDED	RETIRED	AMOUNT OUTSTANDING JUNE 30, 2020	
			DATE	AMOUNT							
School Renovations	10/21/10	\$27,210,000	3/1/21	1,025,000	3.500%	\$20,210,000		18,160,000	1,025,000	1,025,000	
	Taxable Refunding School Bonds	12/27/19	\$19,155,000	3/1/21	130,000	2.083%		19,155,000		210,000	18,945,000
				3/1/22	1,180,000	2.160%					
				3/1/23	1,170,000	2.283%					
				3/1/24	1,155,000	2.383%					
				3/1/25	1,165,000	2.574%					
				3/1/26	1,165,000	2.674%					
				3/1/27	1,215,000	2.792%					
				3/1/28	1,230,000	2.892%					
				3/1/29	1,245,000	2.942%					
				3/1/30	1,230,000	3.022%					
			3/1/31	1,245,000	3.112%						
			3/1/32	1,260,000	3.172%						
			3/1/33	1,295,000	3.242%						
			3/1/34	1,385,000	3.292%						
			3/1/35	1,420,000	3.372%						
			3/1/36	1,455,000	3.372%						
Total											
						\$20,210,000	19,155,000	18,160,000	1,235,000	19,970,000	

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
JUNE 30, 2020**

PURPOSE	DATE OF LEASE	TERM OF LEASE	PRINCIPAL	INTEREST RATE	BALANCE		ISSUED	RETIRED	BALANCE JUNE 30, 2020
					JUNE 30, 2019	JUNE 30, 2020			
Front Loader with Rail Forks	1/04/18	5 Years	145,551	3.500%	88,746			28,554	60,192
F350 Ford Trucks	9/14/18	5 Years	79,894	6.700%	61,858			13,994	47,864

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARATIVE SCHEDULE
FOR THE FISCAL YEARS ENDED JUNE 30, 2020**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
REVENUES:					
Local Sources:					
Local Tax Levy	\$1,838,803		1,838,803	1,838,803	
State Sources:					
Debt Service Aid Type II					
Other Revenue				25,131	25,131
Total Sources	1,838,803		1,838,803	1,863,934	25,131
Total Revenues	1,838,803		1,838,803	1,863,934	25,131
EXPENDITURES:					
Regular Debt Service:					
Interest	813,806	(210,000)	603,806	541,332	62,474
Redemption of Principal	1,025,000	210,000	1,235,000	1,235,000	
Total Regular Debt Service	1,838,806		1,838,806	1,776,332	62,474
Total Expenditures	1,838,806		1,838,806	1,776,332	62,474
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(3)		(3)	87,602	(37,343)
Fund Balance, July 1	3		3	3	
Fund Balance, June 30			-	87,605	(37,343)

This Page Intentionally Left Blank

J. STATISTICAL SECTION

(Unaudited)

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

FISCAL YEAR ENDING JUNE 30,

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental Activities:										
Invested in Capital Assets,										
Net of Related Debt	\$31,119,260	32,379,479	35,165,194	37,303,837	38,925,358	42,580,263	43,042,713	24,201,517	12,400,550	11,945,109
Restricted	9,887,231	7,627,991	4,779,636	5,239,338	4,521,274	2,183,129	8,843,115	31,045,537	44,872,535	42,502,220
Unrestricted	(20,446,049)	(23,053,957)	(22,492,421)	(23,029,118)	(22,831,262)	(23,434,144)	(3,176,483)	(3,287,552)	(2,698,210)	(2,728,235)
Total Governmental Activities	\$20,560,442	16,953,513	17,452,409	19,514,057	20,615,370	21,329,248	48,709,345	51,959,502	54,574,875	51,719,094
Business-Type Activities:										
Invested in Capital Assets,										
Net of Related Debt	\$175,402	172,412	161,577	135,181	108,403	145,000	194,797	199,304	197,109	137,171
Unrestricted	54,734	254,615	539,016	715,268	923,052	986,863	1,044,797	777,766	586,500	526,227
Total Business-Type Activities	\$230,136	427,027	700,593	850,449	1,031,455	1,131,863	1,239,594	977,070	783,609	663,398
District-Wide:										
Invested in Capital Assets,										
Net of Related Debt	\$31,294,662	32,551,891	35,326,771	37,439,018	39,033,761	42,725,263	43,237,510	24,400,821	12,597,659	12,082,280
Restricted	9,887,231	7,627,991	4,779,636	5,239,338	4,521,274	2,183,129	8,843,115	31,045,537	44,872,535	42,502,220
Unrestricted	(20,391,315)	(22,799,342)	(21,953,405)	(22,313,850)	(21,908,210)	(22,447,281)	(2,131,686)	(2,509,786)	(2,111,710)	(2,202,008)
Total District Net Position	\$20,790,578	17,380,540	18,153,002	20,364,506	21,646,825	22,461,111	49,948,939	52,936,572	55,358,484	52,382,492

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$18,854,346	19,502,046	19,545,096	18,814,343	18,327,823	19,912,898	19,232,099	20,698,772	20,095,654	20,998,139
Special Education	4,418,368	4,572,362	4,662,438	4,756,051	4,740,486	4,769,972	4,899,892	4,927,192	4,717,371	5,121,749
Other Special Instruction					120,667	185,893	185,793	183,048	177,808	486,587
Other Instruction	1,692,639	1,626,900	1,704,901	1,573,121	1,703,235	1,707,254	1,900,528	1,743,985	1,655,802	650,807
Support Services & Undistributed Costs:										
Tuition	8,735,366	9,425,976	9,240,020	9,204,236	8,822,569	8,533,377	8,976,905	7,750,923	8,470,655	7,618,065
Attendance & Social Work Services	413,662	419,316	347,188	367,247	283,368	306,498	257,992	195,888	284,406	187,375
Health Services	554,971	635,730	680,830	734,973	829,075	722,870	660,860	653,572	528,349	591,926
Student & Instruction Related Services	5,901,360	6,493,242	6,056,523	5,131,256	5,489,180	5,133,102	5,124,745	5,527,971	4,538,191	5,176,799
Educational Media Services/School Library	754,653	690,335	850,840	726,244	715,930	707,546	740,030	725,045	646,765	652,585
Instructional Staff Training	890,235	863,095	689,211	422,770	444,889	342,053	423,091	766,033	742,191	861,943
School Administrative Services	1,370,693	1,028,749	1,254,434	1,809,631	1,851,657	1,800,316	1,794,520	1,380,671	1,252,085	1,548,734
Other Administrative Services	2,048,036	1,937,827	2,375,692	2,775,031	2,584,173	2,651,799	2,723,802	2,795,710	2,736,892	2,667,609
Central Services	1,038,433	1,021,596	931,841	1,080,151	1,021,087	1,056,532	851,409	1,028,021	978,575	934,498
Plant Operations & Maintenance	7,691,179	7,986,610	7,446,979	7,083,496	7,071,093	6,680,487	6,914,269	6,603,228	6,505,589	6,573,041
Pupil Transportation	3,916,816	4,358,558	3,792,039	3,743,123	3,600,282	3,299,721	2,935,174	2,695,351	2,632,333	2,869,326
Business & Other Support Services										
Unallocated Benefits	19,851,256	19,336,233	19,502,497	18,461,752	17,016,392	15,883,337	15,342,429	16,201,730	14,915,430	13,418,936
Special Schools										
Transfer to Charter School	5,642,059	5,572,783	2,966,373	2,590,757	2,315,252	2,152,031	2,255,554	1,785,158	184,160	38,116
Scholarship Awarded	500	1,175	625	724	1,448	1,800	3,090	4,250	7,215	1,800
Nonbondable Capital Assets	1,335,364	1,348,636	62,315	95,311	106,609	85,291	25,569	6,961	42,581	48,873
Cancellation of Grant Receivable	10,545					3,501,963				
Increase in Long-Term Debt										
Interest on Long-Term Debt	455,575	865,139	866,546	864,887	956,156	994,150	994,798	1,024,961	1,050,495	691,034
Increase in Pension Liability			402,625	1,621,272	519,646					
Increase in Other Liability										
Increase/(Reduction) of Compensated Absences Liability			50,887		236,477	587,311		259,402	(615,793)	256,659
Loss on Disposal of Fixed Assets										191,446
Unallocated Depreciation	3,459,669	2,032,707	3,801,518	3,866,395	3,575,476	4,066,685	3,518,186	2,664,512	1,201,544	1,257,654
Total Governmental Activities Expenses	89,035,725	91,179,902	87,180,531	85,722,771	82,332,970	87,496,902	79,760,735	79,622,384	72,748,298	72,970,477

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Business-Type Activities:										
Food Service	1,936,186	2,274,361	2,385,185	2,389,685	2,054,790	1,872,408	1,852,816	1,889,154	1,948,729	1,851,311
Day Care	591,696	732,106	750,547	696,695	883,586	835,483	637,742	602,796	635,162	729,033
Total Business-Type Activities Expense	2,527,882	3,006,467	3,135,732	3,086,380	2,938,376	2,707,891	2,490,558	2,491,950	2,583,891	2,580,344
Total District Expenses	\$91,563,607	94,186,369	90,316,263	88,809,151	85,271,346	90,204,793	82,251,293	82,114,334	75,332,189	75,550,821
Program Revenues:										
Governmental Activities:										
Operating Grants & Contributions	\$15,461,122	14,265,509	11,909,513	11,005,743	8,111,392	9,438,459	9,698,718	11,626,744	9,201,768	10,565,238
Total Governmental Activities Program Revenues	15,461,122	14,265,509	11,909,513	11,005,743	8,111,392	9,438,459	9,698,718	11,626,744	9,201,768	10,565,238
Business-Type Activities:										
Charges for Services:										
Food Service	330,549	412,140	509,012	520,232	514,140	486,827	488,056	504,137	523,662	604,756
Day Care	544,498	601,027	704,908	738,004	768,968	753,344	735,848	730,143	787,170	802,192
Operating Grants & Contributions	1,455,944	1,719,734	1,771,956	1,647,138	1,554,860	1,535,995	1,528,816	1,451,006	1,393,254	1,192,841
Total Business Type Activities Program Revenues	2,330,991	2,732,901	2,985,876	2,905,374	2,837,968	2,776,166	2,752,720	2,685,286	2,704,086	2,599,789
Total District Program Revenues	\$17,792,113	16,998,410	14,895,389	13,911,117	10,949,360	12,214,625	12,451,438	14,312,030	11,905,854	13,165,027
Net (Expense)/Revenue:										
Governmental Activities	(\$73,574,603)	(76,914,393)	(75,271,018)	(74,717,028)	(74,221,578)	(78,058,443)	(70,062,017)	(67,995,640)	(63,546,530)	(62,405,239)
Business-Type Activities	(196,891)	(273,566)	(149,856)	(181,006)	(100,408)	68,275	262,162	193,336	120,195	19,445
Total District-Wide Net Expense	(\$73,771,494)	(77,187,959)	(75,420,874)	(74,898,034)	(74,321,986)	(77,990,168)	(69,799,855)	(67,802,304)	(63,426,335)	(62,385,794)

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	
						FISCAL YEAR ENDING JUNE 30,					
General Revenues & Other Changes in Net Position:											
Governmental Activities:											
Property Taxes Levied for General Purposes, Net	\$32,299,836	31,666,507	30,459,993	29,862,738	28,168,680	26,297,476	25,290,271	24,794,383	24,794,383	26,257,482	
Taxes Levied for Debt Service	1,838,803	1,848,807	1,857,932	1,866,182	1,847,682	1,818,652	1,805,432	1,807,556	2,135,271	705,385	
Unrestricted Grants & Contributions	40,639,485	40,349,118	39,335,426	39,275,700	41,105,434	39,067,201	38,720,192	38,040,478	38,806,675	36,894,851	
Tuition	347,826	508,030	132,863	208,462	567,078	168,510	286,014	221,579	255,484	259,103	
Miscellaneous Income	685,728	513,233	233,218	545,782	855,465	752,008	625,141	516,271	410,498	326,885	
Transfers	1,140,640	766,112	270,756	374,500	400,000	8,778					
Decrease in Pension Liability	229,214					26,862					
Decrease in Other Liability		675,000	675,000	675,000	389,017						
Decrease in Compensated Absences Liability			244,182	807,351			84,810				
Unallocated Loss on Revaluation of Fixed Assets & Related Depreciation											
Total Governmental Activities	77,181,532	76,415,497	73,209,370	73,615,715	73,333,356	68,139,487	66,811,860	65,380,267	66,402,311	64,443,706	
Business-Type Activities:											
Investment Earnings						369	362	125	16	507	
Transfers											
Total Business-Type Activities						369	362	125	16	507	
Total District-Wide	\$77,181,532	76,415,497	73,209,370	73,615,715	73,333,356	68,139,856	66,812,222	65,380,392	66,402,327	64,444,213	
Change in Net Position:											
Governmental Activities	\$3,606,929	(498,896)	(2,061,648)	(1,101,313)	(888,222)	(9,918,956)	(3,250,157)	(2,615,373)	2,855,781	2,038,467	
Business-Type Activities	(196,891)	(273,566)	(149,856)	(181,006)	(100,408)	68,644	262,524	193,461	120,211	19,952	
Total District	\$3,410,038	(772,462)	(2,211,504)	(1,282,319)	(988,630)	(9,850,312)	(2,987,633)	(2,421,912)	2,975,992	2,058,419	

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Fund:										
Reserved	\$9,353,210	7,206,397	4,675,678	5,134,812	4,412,567	3,104,351	3,695,320	4,848,410	5,651,387	3,321,588
Unreserved	(1,009,029)	(1,288,410)	(681,069)	(748,719)	(1,755,981)	(1,729,155)	(1,573,818)	(1,589,444)	(1,272,801)	(1,032,750)
Total General Fund	\$8,344,181	5,917,987	3,994,609	4,386,093	2,656,586	1,375,196	2,121,502	3,258,966	4,378,586	2,288,838
All Other Governmental Funds:										
Unreserved, Reported in:										
Special Revenue Fund	408,550	383,275	64,520	64,520	68,020	6,196,885	13,758,372	28,168,838	49,449,681	62,802,621
Capital Projects Fund										(139,778)
Debt Service Fund	87,605	3	3	3	2	1	2	2	2	2
Permanent Fund	37,866	38,316	39,435	40,003	40,685	42,096	43,532	46,312	50,482	57,596
Total All Other Governmental Funds	\$534,021	421,594	103,958	104,526	108,707	6,238,982	13,801,906	28,215,152	49,360,387	62,860,219

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Revenues:										
Tax Levy	\$34,138,639	33,515,314	32,317,925	31,728,920	30,016,362	28,116,128	27,095,703	26,601,939	26,929,654	26,962,867
Tuition Charges	347,826	508,030	132,863	208,462	567,078	168,510	286,014	221,579	255,484	259,103
Miscellaneous	2,132,308	453,252	247,945	543,440	873,356	755,381	633,813	539,231	415,900	341,603
State Sources	52,099,705	51,571,823	48,798,428	47,599,787	47,020,944	46,055,646	45,627,220	45,611,272	44,097,328	43,283,806
Federal Sources	2,554,322	3,032,402	2,431,784	2,675,058	2,177,991	2,446,641	2,783,018	4,053,882	3,905,713	4,161,565
Total Revenue	91,272,800	89,080,821	83,928,945	82,755,667	80,655,731	77,542,306	76,425,768	77,027,903	75,604,079	75,008,944
Expenditures:										
Instruction	24,965,353	25,701,308	25,914,725	25,253,515	24,997,211	26,676,017	26,218,312	27,552,997	26,646,635	27,257,282
Undistributed Expenditures	53,166,660	54,197,267	53,172,378	51,547,294	49,761,235	47,147,945	46,774,348	46,324,143	44,231,461	43,539,391
Special Schools										38,116
Capital Outlay	4,313,370	1,764,962	679,720	155,310	6,981,789	4,553,127	14,919,742	22,318,654	13,809,421	4,801,533
Debt Service	1,776,332	1,848,807	1,857,932	1,866,181	1,847,681	1,827,431	1,805,432	1,807,556	2,135,271	1,228,500
Expendable Trusts	500	1,175	625	724	1,448	1,800	3,090	4,250	7,215	1,800
Total Expenditures	84,222,215	83,513,519	81,625,380	78,823,024	83,589,364	80,206,320	89,720,924	98,007,600	86,830,003	76,866,622
Excess (Deficiency) of Revenues	7,050,585	5,567,302	2,303,565	3,932,643	(2,933,633)	(2,664,014)	(13,295,156)	(20,979,697)	(11,225,924)	(1,857,678)
Other Financing Sources/(Uses):										
Cancellation of Prior Year	(10,545)					(3,501,963)				(191,446)
Accounts Receivable										
Proceeds from Capital Leases		1,410,000						500,000		27,210,000
Loan/Bond Proceeds		70,383		8,940						
Snow Storm Reimbursement - FEMA										
Transfers in	1,140,640	766,112	270,756	374,500	400,000	8778				
Transfers Out	(5,642,059)	(5,572,783)	(2,966,373)	(2,590,757)	(2,315,252)	(2,152,031)	(2,255,554)	(1,785,158)	(184,160)	(126,776)
Total Other Financing Sources/(Uses)	(4,511,964)	(3,326,288)	(2,695,617)	(2,207,317)	(1,915,252)	(5,645,216)	(2,255,554)	(1,285,158)	(184,160)	26,891,778
Net Change in Fund Balances	\$2,538,621	2,241,014	(392,052)	1,725,326	(4,848,885)	(8,309,230)	(15,550,710)	(22,264,855)	(11,410,084)	25,034,100
Debt Service as a Percentage of Noncapital Expenditures	2.3%	2.3%	2.3%	2.4%	2.5%	2.5%	2.5%	2.4%	3.0%	1.7%

Source: District records

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

FISCAL YEAR ENDED JUNE 30,	TUITION	INTEREST ON INVESTMENTS	MISCELLANEOUS	TOTAL
2020	\$347,826	109,736	575,942	1,033,504
2019	508,030	107,601	335,193	950,824
2018	132,863	53,755	179,406	366,024
2017	208,462	19,367	517,433	745,262
2016	567,078	13,585	841,843	1,422,506
2015	168,510	1,099	750,545	920,154
2014	286,014	448	624,383	910,845
2013	221,579	7,657	529,426	758,662
2012	255,484	21,037	389,360	665,881
2011	259,103	38,303	285,795	583,201

Source: District records

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENTS	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2020	\$10,176,000	1,694,233,500	393,400	5,900	130,298,400	9,583,400	30,260,100	1,874,950,700	99	1,874,950,799	1.826	1,929,358,712
2019	10,143,700	1,692,667,900	393,400	5,900	130,513,200	9,583,400	29,255,000	1,872,562,500	100	1,872,562,600	1.824	1,896,265,923
2018	10,143,700	1,692,477,800	393,400	6,000	131,648,000	9,583,400	29,256,000	1,873,508,300	100	1,873,508,400	1.789	1,857,901,925
2017	10,998,300	1,695,275,900	393,400	6,000	131,693,800	9,583,400	24,879,100	1,872,829,900	100	1,872,830,000	1.726	1,763,440,845
2016	13,364,000	1,702,680,000	393,400	6,000	124,683,600	9,583,400	19,766,000	1,870,476,400	100	1,870,476,500	1.697	1,754,858,163
2015	13,330,300	1,705,521,000	393,400	6,000	132,203,100	10,763,000	15,253,000	1,877,469,800	100	1,877,469,900	1.599	1,877,469,900
2014	14,347,100	1,709,403,800	303,400	1,600	124,962,100	10,763,000	15,253,000	1,875,034,000	2,704,674	1,877,738,674	1.498	1,794,270,588
2013	14,520,400	1,714,630,100	303,400	7,700	130,035,040	10,763,000	15,253,000	1,885,512,640	2,404,764	1,887,917,404	1.435	1,856,932,301
2012	14,856,300	1,721,819,400	303,400	7,700	133,318,440	10,763,000	13,897,900	1,894,966,140	4,811,566	1,899,777,706	1.400	1,946,351,716
2011	15,190,100	1,730,962,800	422,400	7,700	136,527,240	11,830,900	13,043,900	1,907,985,040	4,798,164	1,912,783,204	1.408	2,155,725,577

Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

a. Tax rates are per \$100

* Revaluation

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE		OVERLAPPING RATES		TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	TOTAL DIRECT	TOWNSHIP OF WILLINGBORO	BURLINGTON COUNTY	
2020	1.826	1.826	1.782	0.351	3.959
2019	1.824	1.824	1.753	0.335	3.912
2018	1.789	1.789	1.718	0.336	3.843
2017	1.726	1.726	1.713	0.353	3.792
2016	1.697	1.697	1.705	0.352	3.754
2015	1.599	1.599	1.665	0.361	3.625
2014	1.498	1.498	1.619	0.334	3.451
2013	1.435	1.435	1.560	0.343	3.338
2012	1.400	1.400	1.497	0.354	3.251
2011	1.408	1.408	1.469	0.367	3.244

Source: Municipal Tax Collector

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND TEN YEARS AGO**

TAXPAYER	2018		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Willingboro Square, LLC	\$15,253,000	1	0.81%
Radwell, Real Estate Willingboro LLC	12,000,000	2	0.64%
NE Willingboro LLC	8,000,000	3	0.43%
American Stores Company LLC Marvin F. Poers	6,000,000	4	0.32%
Willingboro Equities, LLC	5,650,000	5	0.30%
Willingboro Associates, LLC	5,371,300	6	0.29%
Willingboro Associates, LLC	5,326,700	7	0.28%
3108 Grant Ave Associates	3,998,100	8	0.21%
MH Ltach NJ Ltd.	3,800,000	9	0.20%
Willingboro Associates, LLC	28,733,000	10	1.53%
Total	\$94,132,100		5.02%

TAXPAYER	2011		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
Willingboro Town Center Urban Renewal	\$19,403,900	1	1.02%
Willingboro Square, LLC	13,897,900	2	0.73%
Grand Market Place	10,943,200	3	0.57%
American Stores Co., LLC	8,246,400	4	0.43%
Willingboro Equities	6,777,640	5	0.36%
Verizon	5,892,966	6	0.31%
Willingboro Net LLC	4,708,100	7	0.25%
NMJT	4,150,600	8	0.22%
National Golf	3,914,300	9	0.21%
Serendipity Associates	3,629,100	10	0.19%
Total	\$81,564,106		4.27%

Source: Municipal Tax Assessor

EXHIBIT J-9

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
2020	\$32,299,836	32,299,836	100.00%
2019	31,666,507	31,666,507	100.00%
2018	30,459,993	30,459,993	100.00%
2017	29,862,738	29,862,738	100.00%
2016	28,168,680	28,168,680	100.00%
2015	26,297,476	26,297,476	100.00%
2014	25,290,271	25,290,271	100.00%
2013	24,794,383	24,794,383	100.00%
2012	24,794,383	24,794,383	100.00%
2011	26,962,867	26,962,867	100.00%

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

EXHIBIT J-10

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES			
2020	\$19,970,000	108,056		20,078,056	N/A
2019	20,210,000	150,604		20,360,604	N/A
2018	21,210,000	116,319		21,326,319	343.31
2017	22,185,000	28,371		22,213,371	374.03
2016	23,135,000	171,195		23,306,195	403.21
2015	24,035,000	307,735		24,342,735	432.67
2014	24,885,000	438,042		25,323,042	471.04
2013	25,685,000	500,000		26,185,000	507.24
2012	26,460,000	234,000		26,694,000	522.32
2011	27,210,000	376,000		27,586,000	551.54

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	<u>GENERAL BONDED DEBT OUTSTANDING</u>		PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
	GENERAL OBLIGATION BONDS	NET GENERAL BONDED DEBT OUTSTANDING		
2019	\$19,970,000	19,970,000	1.07%	N/A
2018	20,210,000	20,210,000	1.08%	325.34
2017	21,210,000	21,210,000	1.13%	357.14
2016	22,185,000	22,185,000	1.19%	383.81
2015	23,135,000	23,135,000	1.23%	411.20
2014	24,035,000	24,035,000	1.28%	447.08
2013	24,885,000	24,885,000	1.32%	482.06
2012	25,685,000	25,685,000	1.35%	502.57
2011	26,460,000	26,460,000	1.38%	529.03
2010	27,210,000	27,210,000	1.40%	562.26

**RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2020**

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Township of Willingboro	\$41,857,210	100.000%	\$41,857,210
Burlington County	221,311,009	4.236%	<u>9,374,734</u>
Subtotal, Overlapping Debt			51,231,944
Willingboro Township Board of Education			<u>19,970,000</u>
Total Direct & Overlapping Debt			<u><u>\$71,201,944</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the Burlington County Board of Taxation.

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)**

	FISCAL YEAR									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Debt Limit	\$74,146,778	72,550,745	71,156,503	70,343,481	70,885,431	72,266,310	74,854,360	81,639,549	86,543,093	86,195,938
Total Net Debt Applicable to Limit	19,970,000	20,210,000	21,210,000	22,185,000	23,135,000	24,035,000	24,885,000	25,685,000	27,210,000	1,200,000
Legal Debt Margin	<u>\$54,176,778</u>	<u>52,340,745</u>	<u>49,946,503</u>	<u>48,158,481</u>	<u>47,750,431</u>	<u>48,231,310</u>	<u>49,969,360</u>	<u>55,954,549</u>	<u>59,333,093</u>	<u>84,995,938</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	26.93%	27.86%	29.81%	31.54%	32.64%	33.26%	33.24%	31.46%	31.44%	1.39%

Legal Debt Margin Calculation for Fiscal Year 2019

Equalized Valuation Basis	
2019	\$1,872,562,000
2018	1,857,901,925
2017	<u>1,830,544,426</u>
	<u>\$5,561,008,351</u>
Average Equalized Valuation of Taxable Property	<u>\$1,853,669,450</u>
Debt Limit (4 % of Average Equalization Value)	\$74,146,778
Net Bonded School Debt	<u>19,970,000</u>
Legal Debt Margin	<u>\$54,176,778</u>

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	BURLINGTON COUNTY	UNEMPLOYMENT RATE
		PER CAPITA INCOME	
2019	32,005	N/A	4.70%
2018	31,850	62,120	5.40%
2017	31,864	59,389	5.80%
2016	31,540	57,802	6.20%
2015	31,068	56,262	7.40%
2014	31,263	53,760	9.00%
2013	31,356	51,622	11.20%
2012	31,563	51,107	12.30%
2011	31,593	50,016	9.10%
2010	31,631	48,394	10.90%

Source:

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

EXHIBIT J-15 NOT AVAILABLE

EXHIBIT J-16 NOT AVAILABLE

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL TEACHER RATIO	AVERAGE DAILY ENROLLMENT (ADE)	AVERAGE DAILY ATTENDANCE (ADA) (c)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2020	3,573	\$78,132,013	21,867	12.66%	308	11.4/1	3,484	3,241	4.85%	5.67%
2019	3,915	75,993,158	19,411	-10.20%	295	11.8/1	3,323	3,067	-4.62%	-5.37%
2018	3,458	74,742,918	21,614	0.67%	308	11.4/1	3,484	3,241	-4.23%	-4.51%
2017	3,577	76,800,809	21,471	-8.21%	299	18.9/1	3,638	3,394	-0.71%	-1.02%
2016	3,196	74,758,446	23,391	40.30%	319	10/1	3,664	3,429	-2.01%	-1.18%
2015	4,428	73,823,962	16,672	-12.91%	358	12/1	3,739	3,470	-4.18%	-3.74%
2014	3,813	72,992,660	19,143	12.33%	308	12.4/1	3,902	3,605	-8.15%	-13.40%
2013	4,335	73,877,140	17,042	-1.32%	391	9.4/1	4,248	4,163	8.45%	8.44%
2012	4,104	70,878,096	17,270	8.20%	420	9.5/1	3,917	3,839	-9.93%	-9.92%
2011	4,438	70,834,789	15,961	-7.18%	408	10.8/1	4,349	4,262	-20.83%	-16.76%

Sources: District records

Note: Enrollment based on annual October district count.

- a. Operating expenditures equal total expenditures less debt service and capital outlay.
- b. Teaching staff includes only full-time equivalents of certificated staff.
- c. Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

EXHIBIT J-18 NOT AVAILABLE

EXHIBIT J-19

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS

SCHOOL FACILITIES	PROJECT #	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Willingboro High School	N/A	\$266,185	293,814	321,867	241,111	217,248	220,404	226,216	217,404	\$258,094	215,492
Memorial Junior High School	N/A	185,936	205,236	224,832	168,421	151,752	153,958	158,017	151,862	180,284	150,526
Sydney W. Bookbinder Elementary School	N/A	68,697	75,827			56,067					
Garfield Park East Elementary School	N/A	60,216	66,467	72,813	54,544	49,146	48,988	50,279	48,321	58,386	47,896
Hawthorne Park Elementary School	N/A	68,697	75,827	83,068	62,226	56,067	42,756	43,883	42,174	66,609	41,803
WR James Elementary School	N/A	68,697	75,827	83,068	62,226	56,067	57,720	59,241	56,934	66,609	56,433
Joseph A. McGinley Elementary School	N/A	68,697	75,827			56,067					
Twin Hills Elementary School	N/A	59,997	66,224	72,547	54,345	48,966	55,192	56,647	54,441	58,173	53,962
Country Club Administrative Building	N/A	45,122	79,805	54,560	40,871	36,826	35,648	36,588	35,163	43,750	34,854
District Warehouse & Garage	N/A	21,049	23,234	25,453	24,029	17,180	48,414	49,691	47,755	20,410	47,335
J. Cresswell Stuart Elementary	N/A	71,871	79,331	86,905	65,101	58,658	58,421	59,961	57,625	69,686	57,119
Levitt Middle School	N/A	111,278	122,828	134,556	132,407		92,139	94,568	90,885	107,895	90,086
Grand Total		\$1,096,442	1,240,247	1,159,669	905,281	804,044	813,640	835,091	802,564	929,896	795,506

Source: District records

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
INSURANCE SCHEDULE
JUNE 30, 2020**

	COVERAGE	DEDUCTIBLE
Property: Real & Personal Property	\$500,000,000	2,500
Increased Cost of Construction	25,000,000	Included
Earthquake	25,000,000	Included
Flood	10,000,000	Included
Extra Expense	50,000,000	Included
Valuable Papers	250,000,000	Included
Loss of Rents	500,000	Included
Business Income/Tuition	N/A	
Electronic Data Processing	N/A	
 Arson Reward & Fire Department Surcharge	 10,000	 Included
 Boiler & Machinery: Equipment Breakdown	 100,000,000	 2,500
 Blanket Faithful Performance	 500,000	 1,000
Money & Securities	50,000	1,000
Depositors' Forgery	50,000	1,000
 Bonds:		
Board Secretary	400,000	
Treasurer	400,000	

Source: District records.

This Page Intentionally Left Blank

SINGLE AUDIT SECTION



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

EXHIBIT K-1

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLAINTS AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable President and
Members of the Board of Education
Willingboro Township School District
County of Burlington
Willingboro, New Jersey 08046

I have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of governmental activities, the business-type activities and each major fund and the aggregate remaining fund information of the Willingboro Township School District, in the County of Burlington, State of New Jersey as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Willingboro Township School District's basic financial statements, and have issued my report thereon dated January 12, 2021.

Internal Control Over Financial Reporting

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

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

My 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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. I did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2020-01 that I considered to be a significant deficiency.

609-456-8804
3008 New Albany Rd., Cinnaminson, NJ 08077

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Willingboro Township School District Board of Education's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed one instance 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 and which are described in the accompanying schedule of findings and questioned costs as item 2020-02.

Willingboro Township School District Board of Education's Response to Finding

Willingboro Township School District Board of Education's response to the findings identified in my audit is described in the accompanying schedule of findings and questioned costs. Willingboro Township School District Board of Education's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, I express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the result 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* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Public School Accountant No. 700

Cinnaminson, New Jersey
January 12, 2021



BRENT W. LEE & CO., LLC
Certified Public Accounting Firm

EXHIBIT K-2

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08

The Honorable President and
Members of the Board of Education
Willingboro Township School District
County of Burlington
Willingboro, New Jersey 08046

Report on Compliance for Each Major Federal and State Program

I have audited the Board of Education of the Willingboro Township School District, in the County of Burlington, State of New Jersey's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of Willingboro Township School District's major federal or state programs for the year ended June 30, 2020. Willingboro Township School District's major federal or 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

My responsibility is to express an opinion on compliance for each of Willingboro Township School District's major federal and state programs based on my audit of the types of compliance requirements referred to above. I conducted my 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 and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*; and the *New Jersey State Aid/Grant Compliance Supplement* and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey and New Jersey OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards, Uniform Guidance and New Jersey OMB Circular 15-08 require that I 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 and state program occurred. An audit includes examining, on a test basis, evidence about the Willingboro Township School District's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

609-456-8804
3008 New Albany Rd., Cinnaminson, NJ 08077

I believe that my audit provides a reasonable basis for my opinion on compliance for each major federal and state program. However, my audit does not provide a legal determination of the Willingboro Township School District's compliance.

Basis for Qualified Opinion on Equalization Aid

As described in the accompanying schedule of findings and questioned costs, the Board of Education of the Willingboro Township School District, in the County of Burlington, State of New Jersey, did not comply with requirements regarding the Equalization Aid state program and associated finding number matched to the types of compliance requirements as described in finding numbers 2020-01 and 2020-02 for Special Test and Provisions. Compliance with such requirements is necessary, in my opinion, for the Board of Education of the Willingboro Township School District to comply with the requirements applicable to that program.

Qualified Opinion on Equalization Aid

In my opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the Board of Education of the Willingboro Township School District, in the County of Burlington, 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 the Equalization Aid state program for the year ended June 30, 2020.

Unmodified Opinion on Each of the Other Major Federal and State Programs

In my opinion, the Willingboro Township School District, in the County of Burlington, 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 identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2020.

Other Matters

The results of my auditing procedures disclosed no other instances of noncompliance, which is required to be reported in accordance with the Uniform Guidance. My opinion on each major federal and state program is not modified with respect to these matters.

The Willingboro Township School District's response to the noncompliance findings identified in my audit is described in the accompanying schedule of findings and questioned costs. The Willingboro Township School District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, I express no opinion on the response.

Report on Internal Control over Compliance

Management of the Board of Education of the Willingboro Township School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing my audit of compliance I considered Willingboro Township 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 purposes of expressing my 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 New Jersey's OMB's Circular 5-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Willingboro Township School District's internal control over compliance.

My consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be

material weakness or significant deficiencies and therefore, material weakness or significant deficiencies may exist that have not been identified. However, as discussed below, I did identify a deficiency in internal control over compliance that I consider to be a significant deficiency.

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

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. I consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2020-01 to be a significant deficiency.

The Willingboro Township School District's response to the internal control over compliance findings identified in my audit is described in the accompanying schedule of findings and questioned costs. The Willingboro Township School District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, I express no opinion on the response.

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

I have audited the financial statements of the Willingboro Township School District as of and for the year ended June 30, 2020, and have issued my report thereon dated January 12, 2021, which contained an unmodified opinion on those financial statements. My audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Respectfully submitted,



Brent W. Lee
Certified Public Accountant
Public School Accountant No. 700
Brent W. Lee & Co., LLC

Cinnaminson, New Jersey
January 12, 2021

Page Intentionally Left Blank

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL FAIN NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2019	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2020	UNEARNED REVENUE AT JUNE 30, 2020	DUE TO GRANTOR JUNE 30, 2020
U.S. DEPARTMENT OF AGRICULTURE PASSED- THROUGH STATE DEPARTMENT OF EDUCATION:														
Food Distribution Program	10.555	201NJ304N1099	N/A	\$140,188	7/1/19-6/30/20			140,188	(140,188)					
After School Snack Program	10.555	191NJ304N1099	N/A	59,984	7/1/18-6/30/19	\$ (12,867)		12,867						
After School Snack Program	10.555	201NJ304N1099	N/A	52,267	7/1/19-6/30/20			52,267	(52,267)					
School Breakfast Program	10.553	191NJ304N1099	N/A	384,986	7/1/18-6/30/19	(73,370)		73,370						
School Breakfast Program	10.553	201NJ304N1099	N/A	332,281	7/1/19-6/30/20			311,408	(332,281)		(20,873)			
National School Lunch HHFKA	10.592	191NJ304N1099	N/A	25,946	7/1/18-6/30/19	(4,873)		4,873						
National School Lunch HHFKA	10.592	201NJ304N1099	N/A	23,240	7/1/19-6/30/20			22,409	(23,240)		(831)			
National School Lunch Program	10.555	191NJ304N1099	N/A	1,139,270	7/1/18-6/30/19	(214,896)		214,896						
National School Lunch Program	10.555	201NJ304N1099	N/A	907,569	7/1/19-6/30/20			866,851	(907,569)		(40,718)			
Total U.S. Department of Agriculture						(306,006)		1,699,129	(1,455,545)		(62,422)			

**U.S. DEPARTMENT OF EDUCATION PASSED-
THROUGH STATE DEPARTMENT OF EDUCATION:**

Special Revenue	FEDERAL CFDA NUMBER	FEDERAL FAIN NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2019	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2020	UNEARNED REVENUE AT JUNE 30, 2020	DUE TO GRANTOR JUNE 30, 2020
Title I - Part A	84.010	S010A180030	NCLB5805-19	896,801	7/1/18-6/30/19	(676,453)		676,453						
Title I - Part A	84.010	S010A190030	NCLB5805-20	900,350	7/1/19-9/30/20			644,229	(788,971)		(144,742)			
Title I - SIA Part A	84.010	S010A180030	NCLB5805-19	196,386	7/1/18-6/30/19	(198,752)		198,752						
Title I - SIA Part A	84.010	S010A190030	NCLB5805-20	121,900	7/1/19-9/30/20			71,893	(239,499)		(167,606)			
Title I - Reallocated	84.010	S010A180030	NCLB5805-19	84,864	2/1/19-9/30/19	(8,210)		59,437	(51,227)					
Title I - Reallocated	84.010	S010A190030	NCLB5805-20	46,168	7/1/19-9/30/20			82,326						
Title II - Part A	84.367A	S367A180029	NCLB5805-19	196,066	7/1/18-6/30/19	(82,326)		157,083	(169,546)		(12,463)			
Title II - Part A	84.367A	S367A190029	NCLB5805-20	196,460	7/1/19-9/30/20			7,520	(7,520)					
Title III	84.365A	S365A190030	NCLB5805-20	11,019	7/1/19-9/30/20			5,231	(5,231)					
Title III Immigrant	84.365A	S365A190030	NCLB5805-20	5,621	7/1/19-9/30/20			45,775						
I.D.E.A. Preschool	84.173	S173A180114	PS5805-19	35,336	7/1/18-6/30/19	(45,775)		19,328	(23,800)		(4,472)			
I.D.E.A. Preschool	84.173	S173A190114	PS5805-20	35,186	7/1/19-9/30/20			944,125						
I.D.E.A. B - Basic	84.027	S027A180100	IDEA580519	1,184,741	7/1/18-6/30/19	\$ (944,125)		408,318	(1,119,196)		\$ (710,878)			
I.D.E.A. B - Basic	84.027	S027A190100	IDEA580520	1,132,425	7/1/19-9/30/20									

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

FEDERAL GRANTOR PASS-THROUGH GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL FAIN NUMBER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2019	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2020	UNEARNED REVENUE AT JUNE 30, 2020	DUE TO GRANTOR JUNE 30, 2020
Special Revenue (continued):														
21st Century CLC	84.287C	S287C150030	10-EK05-H14	535,000	9/1/13-8/31/14	\$ (6,398)				6,398				
ROTC	12.999	N/A	N/A	56,321	7/1/11-6/30/13	(4,147)				4,147				
Total U.S. Department of Education						(1,966,186)		3,320,470	(2,404,990)	10,545		(1,040,161)		
General Fund:														
Medical Assistance Program (SEMI)	93.778	2005NJSMAP	N/A	127,275	7/1/19-6/30/20			127,275	(127,275)					
Total General Fund								127,275	(127,275)					
Total Federal Financial Assistance						\$ (2,272,192)		5,146,874	(3,987,810)	10,545		\$ (1,102,583)		

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

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2019	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	INTER- GOVERNMENTAL (ACCOUNTS RECEIVABLE) AT JUNE 30, 2020	UNEARNED REVENUE/ INTERFUND PAYABLE AT JUNE 30, 2020	DUE TO GRANTOR JUNE 30, 2020	MEMO		
													BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES	
State Department of Education:															
General Fund:															
Equalization Aid	20-495-034-5120-078	\$34,319,716	7/1/19-6/30/20			30,798,267	(34,319,716)						(3,521,449)	\$ 34,319,716	
Transportation Aid	20-495-034-5120-014	1,015,853	7/1/19-6/30/20			920,773	(1,015,853)						(95,080)	1,015,853	
Special Education Aid	20-495-034-5120-089	2,391,334	7/1/19-6/30/20			2,167,514	(2,391,334)						(223,820)	2,391,334	
Security Aid	20-495-034-5120-084	1,086,670	7/1/19-6/30/20			991,695	(1,086,670)						(94,975)	1,086,670	
Extraordinary Aid	19-495-034-5120-044	1,041,004	7/1/18-6/30/19	\$ (1,041,004)		1,041,004	(1,027,518)			(1,027,518)				1,027,518	
Extraordinary Aid	20-495-034-5120-044	1,027,518	7/1/19-6/30/20			60,335	(10,150)			(10,150)				10,150	
Nonpublic Transportation	19-100-034-5120-068	60,335	7/1/18-6/30/19	(60,335)		5,261,497	(5,261,497)							5,261,497	
Nonpublic Transportation	20-100-034-5120-068	10,150	7/1/19-6/30/20			1,951,918	(1,951,918)							1,951,918	
On-Behalf TPAF Pension	20-495-034-5094-002	5,261,497	7/1/19-6/30/20			2,977	(2,977)							2,977	
Contributions (Nonbudgeted)	20-495-034-5094-001	1,951,918	7/1/19-6/30/20			85,053				(85,053)					
Medical (Nonbudgeted)	20-495-034-5094-004	2,977	7/1/19-6/30/20			1,672,076	(1,758,572)			(86,496)				1,758,572	
On-Behalf TPAF Pension & Annuity	19-495-034-5094-003	1,748,309	7/1/18-6/30/19	(85,053)		44,953,109	(48,826,205)			(1,124,164)				48,826,205	
Fund Non-Contributory Insurance	20-495-034-5094-003	1,758,572	7/1/19-6/30/20												
Reimbursed TPAF Social Security	19-495-034-5094-003	1,758,572	7/1/19-6/30/20												
Contributions (Nonbudgeted)	20-495-034-5094-003	1,758,572	7/1/19-6/30/20												
Reimbursed TPAF Social Security	19-495-034-5094-003	1,758,572	7/1/19-6/30/20												
Contributions (Nonbudgeted)	20-495-034-5094-003	1,758,572	7/1/19-6/30/20												
Total General Funds															
				(1,186,392)		44,953,109	(48,826,205)			(1,124,164)			(3,935,324)	48,826,205	
Special Revenue Fund:															
Preschool Education	19-495-034-5120-086	3,515,600	7/1/18-6/30/19	1,130,567	(1,130,567)										
Preschool Education	20-495-034-5120-086	3,304,032	7/1/19-6/30/20		1,130,567	3,304,032	(3,161,551)					1,562		3,161,551	
Green Technology	15-AG85-G06	6,000	2/1/14-1/31/15	1,562											
NJ Nonpublic Aid:															
Security	19-100-034-5120-509	21,150	7/1/18-6/30/19	12,734					(12,734)						
Security	20-100-034-5120-509	21,750	7/1/19-6/30/20			21,750	(20,260)					1,490		20,260	
Speech	19-100-034-5120-068	20,534	7/1/18-6/30/19	17,856					(17,856)						
Speech	20-100-034-5120-068	19,139	7/1/19-6/30/20			19,139	(1,823)					17,316		1,823	
Examination & Classification	19-100-034-5120-068	16,930	7/1/18-6/30/19	2,546					(2,546)						
Examination & Classification	20-100-034-5120-068	22,299	7/1/19-6/30/20			22,299	(15,611)					6,688		15,611	
Compensatory Education	19-100-034-5120-067	68,528	7/1/18-6/30/19	8,716					(8,716)						
Compensatory Education	20-100-034-5120-067	58,974	7/1/19-6/30/20			58,974	(43,313)					15,661		43,313	
Textbook Aid	19-100-034-5120-064	7,530	7/1/18-6/30/19	156					(156)						
Textbook Aid	20-100-034-5120-064	7,643	7/1/19-6/30/20			7,643	(7,603)					40		7,603	
Nursing Aid	20-100-034-5120-070	14,065	7/1/19-6/30/20			14,065	(14,065)							14,065	
Technology Initiative	19-100-034-5120-068	5,076	7/1/18-6/30/19	881					(881)						
Technology Initiative	19-100-034-5120-068	5,220	7/1/19-6/30/20			5,220	(1,760)					3,460		1,760	
ESL	19-100-034-5120-067	3,451	7/1/18-6/30/19	3,451					(3,451)						
Supplementary Instruction	19-100-034-5120-068	13,480	7/1/18-6/30/19	13,480					(13,480)						
Supplementary Instruction	20-100-034-5120-068	16,190	7/1/19-6/30/20			16,190						16,190			
Home Instruction	19-100-034-5120-068	1,945	7/1/18-6/30/19	(1,954)		1,954									
Total Special Revenue Funds															
				\$ 1,189,995		3,471,266	(3,265,986)		(59,820)			1,273,048	62,407	\$ 3,265,986	

WILLINGBORO TOWNSHIP BOARD OF EDUCATION
SCHEDULE OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2019	AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENT	REPAYMENT OF PRIOR YEARS' BALANCES	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2020	UNEARNED REVENUE/ INTERFUND PAYABLE AT JUNE 30, 2020	DUE TO GRANTOR JUNE 30, 2020	MEMO CUMULATIVE TOTAL BUDGETARY RECEIVABLE EXPENDITURES
State Department of Agriculture:													
Enterprise Fund:													
National School Lunch Program	19-100-010-3350-023	23,309	7/1/18-6/30/19	\$ (4,379)		4,379	(23,639)						
National School Lunch Program	20-100-010-3350-023	23,639	7/1/19-6/30/20			17,249	(23,639)			(6,390)			
Total Enterprise Funds				(4,379)		21,628	(23,639)		(59,820)	(6,390)			23,639
Total State Financial Assistance				\$ (776)		48,446,003	(52,115,830)		(1,130,554)	(1,130,554)	1,273,048	62,407	\$ (3,935,324)
Less:													
							\$ (5,261,497)						
							(1,951,918)						
							(2,977)						
Total for State Financial Assistance - Major Program Determination							\$ (44,899,438)						

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

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2020**

Note 1. General

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Board of Education, Willingboro Township School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. 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 is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Basis of Accounting

The accompanying schedules of expenditures of awards and financial assistance are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. This basis of accounting is described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200-*Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, and *Audits of States, Local Governments, and Non-profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 3. Relationship to Basic Financial Statements

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

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payment 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 grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A.18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(17,617) for the general fund and \$-0- for the special revenue fund. See Note 1 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 are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

**WILLINGBORO TOWNSHIP BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF FINANCIAL ASSISTANCE
JUNE 30, 2020**

	Federal	State	Total
General Fund	\$ 149,332	48,808,588	\$48,957,920
Special Revenue Fund	2,404,990	3,265,986	5,670,976
Food Service Fund	1,432,305	23,639	1,455,944
	<hr/>	<hr/>	<hr/>
Total Financial Assistance	\$ 3,986,627	52,098,213	\$56,084,840

Note 4. 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 5. Other

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension and Post-Retirement Medical Contributions represents the amount paid by the state on behalf of the District for the year ended June 30, 2019. 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 year ended June 30, 2020.

Note 6. Federal and State Loans Outstanding

The Willingboro Township Board of Education had no loan balances outstanding at June 30, 2020.

Note 7. Major Programs

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

**WILLINGBORO TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Section I— Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
1) Material weakness(es) identified?	No
2) Significant deficiencies identified that are not considered to be material weaknesses?	Yes
Noncompliance material to basic financial Statements noted?	Yes

Federal Awards

Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) Significant deficiencies identified that are not considered to be material weaknesses?	No
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 2 CFR 200 section .516(a) of?	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
84.010	Title I
10.553/10.555	Breakfast Program/Child Nutrition Cluster
84.027	IDEA Basic

Dollar threshold used to distinguish between Type A Programs:	\$750,000
Auditee qualified as low-risk auditee?	No

**WILLINGBORO TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Section I — Summary of Auditor's Results (continued):

State Awards

Dollar threshold used to distinguish between type A Type Programs:	\$1,346,983
Auditee qualified as low-risk auditee?	No
Type of auditor's report issued on compliance for major programs:	<u>Modified</u>
Internal Control over major programs:	
1) Material weakness(es) identified?	No
2) Significant deficiencies identified that are not considered to be material weaknesses?	Yes
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08 as applicable?	Yes

Identification of major programs:

GMIS Number(s)	Name of State Program
20-495-034-5120-078	Equalization Aid
20-495-034-5094-003	Reimbursed TPAF Social Security Contribution
20-495-034-5120-089	Special Education Aid
20-495-034-5120-086	Preschool Education

**WILLINGBORO TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Section II — Financial Statement Findings

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

Finding 2020-01:

Criteria:

The District should only pay premiums for health benefits of existing and active employees and ensure that all participating employees pay their applicable contributory share to the District.

Condition:

The following issues were noted during the testing of the District's health benefit coverage:

- It was noted while testing the district's medical prescription coverage that the District paid premiums for three (3) individuals that were no longer employees of the District.
- While testing the district's dental coverage the District paid premiums for three (3) individuals that were no longer employees of the District. Also, two (2) employees that received dental coverage did not pay for such coverage.
- While testing the District's State medical health coverage the District paid premiums for seven (7) individuals that were no longer employees of the District. Also, one (1) employee that received medical health coverage did not pay for such coverage.

Context:

The District did not adhere to its internal control procedures that are designed to ensure premiums are only paid for health benefits of existing and active employees and that all participating employees pay their applicable contributory share to the District.

Effect:

There is an estimated overpayment amount of \$104,513 for health benefit premiums paid by the district for the 2019-2020 fiscal year. Also, there is an estimated amount of \$1,933 that employees with health benefit coverage owe the District for 2019-2020 fiscal year.

Cause:

Oversight of district personnel

**WILLINGBORO TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Section II — Financial Statement Findings (continued):

Recommendation:

The district must implement procedures to ensure that correct amounts are paid for health benefit premiums and participating employees pay for their applicable share of such health benefits.

Views of responsible officials and planned corrective action:

Management concurs with the finding and is actively pursuing reimbursement from vendors and employees.

Finding 2020-02:

Criteria:

Approved budgetary line accounts should not be over-expended.

Condition:

One budgetary line account was over-expended.

Context:

Non-compliance with N.J.A.C. 6A:23A-16.10.

Effect:

A total over-expenditure of \$41,280 occurred for one budgetary line account.

Cause:

Oversight of district personnel.

Recommendation:

Approved budgetary line accounts should not be over-expended. All year-to-date expenditures must be posted timely along with executing approved budget transfers in order to cover such costs in order to be in compliance with N.J.A.C. 6A:23A-16.10.

Views of responsible officials and planned corrective action:

Management concurs with the finding and will evaluate that all future budget transfers between line-items are properly recorded.

**WILLINGBORO TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Section III — Federal Awards & State Financial Assistance Finding & Questioned Costs

This section identifies audit findings required to be reported by 2 CFR 200 section .516 of the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular Letter 15-08, as applicable.

Federal Awards

N/A

State Awards

Findings 2020-01 and 2020-02 are part of this section. Please refer to Section II for details.

**WILLINGBORO TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, U.S. OMB *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. (.511(a)(b)) and New Jersey OMB's Circular 15-08, as applicable.

Status of Prior Year Findings:

Finding 2019-01:

Condition:

One budgetary line accounts were over-expended totaling \$815.

Current Status:

This condition has not been corrected. Refer to Finding 2020-02.

Finding 2019-02:

Condition:

A capital reserve account was established by the District without the required board resolution in order to be in compliance with N.J.A.C. 6A:23A-14.1.

Current Status:

This condition has been corrected.

Finding 2019-03:

Condition:

The Twin Hills School Student Activity bank account reconciliation was not completed timely and on a monthly basis.

Current Status:

This condition has been corrected.