

**WOOD-RIDGE BOARD OF EDUCATION
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

WOOD-RIDGE, NEW JERSEY

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

of the

Wood-Ridge Board of Education

Wood-Ridge, New Jersey

For The Fiscal Year Ended June 30, 2020

Prepared by

Business Office

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INTRODUCTORY SECTION

**WOOD-RIDGE PUBLIC SCHOOLS
540 WINDSOR ROAD
WOOD-RIDGE, NEW JERSEY 07075**

*Nicholas Cipriano
Superintendent of Schools*

201-933-6777

January 5, 2021

The Honorable President and Members of the Board of Education
Wood-Ridge Board of Education
Wood-Ridge, New Jersey

Dear Board Members:

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

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart, a roster of officials and a list of consultants and advisors. The financial section includes the Independent Auditors' Report, the Management's Discussion and Analysis, and basic financial statements including the district-wide financial statements presented in accordance with the provisions of the Governmental Accounting Standards Board (GASB). The basic financial statements also include fund financial statements, notes to financial statements and Required Supplementary Information (RSI). The statistical section includes selected economic and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of New Jersey OMB's Circular 15-08. Information related to this single audit, including the auditors' reports on the internal control structure and compliance with applicable laws and regulations, and findings and recommendation, are included in the single audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES:

The Wood-Ridge Board of Education is an independent reporting entity. All funds of the District are included in this report. The Wood-Ridge 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 for the students residing in the Borough of Wood-Ridge. These include regular, vocational as well as special education for handicapped children. The District completed the 2019-2020 fiscal year with an enrollment of 1,268 students, an increase of 57 students over the previous year's enrollment.

2) ECONOMIC CONDITION AND OUTLOOK:

The Wood-Ridge area is experiencing normal growth and expansion consistent with surrounding areas. The student population remains consistent with the previous year. The state unemployment rate for 2019 is reported at 3.7%, (3.50%) as reported by the US Bureau of Labor Statistics.

3) MAJOR INITIATIVES:

The Wood-Ridge School District has a long tradition of excellence in the classroom as well as on the athletic field and in co-curricular activities. The three schools that make up our District serve students in grades Pre-k through 12. As we continue to ensure that we meet the expectations of our 21st century community, the District is transforming education through the use of technology, partnerships with institutes of higher education and community service learning.

- The Doyle & Intermediate Schools operate on an 8-period day; the Jr/Sr High School uses a rotating block schedule. Programs offered for students include integrated classes, self-contained classes and regular education classes.
- The Jr/Sr High School has participated in Middle College Program and Advanced Placement course options; students at the Intermediate School who are identified as high performing are placed in advanced math & language arts classes; Doyle School students are utilizing Tools of Mind in pre-k & kindergarten; Readers & Writers workshop model is used in all literacy instruction.
- All students meet the state requirement for physical education meeting times. The Physical Education curriculum has been updated to represent a curriculum that supports long-term healthy lifestyle choices. In addition, the Physical Education curriculum has moved away from team-centered games and toward exercise fitness and well-being. Additionally, students are taught nutrition and food choices in the health classroom.
- Almost 40% of our student body participates in athletics. Our teams are regular qualifiers for the State and County Tournaments. Our numbers are increasing with participation. The addition of freshman level teams was added.
- Doyle School offers a Citizenship Club; the Intermediate School & the Jr/Sr High School both offer a variety of extra-curricular clubs including Art, Drama, STEM, Student Council, Safety Patrol, Journalism, Band, Chess, Debate, Environments, Honor Societies, School Play/Musical, Teen Institute, Heroes & Cool Kids and yearbook.
- Two fully staffed Child Study Teams serve the district's schools for special education students in designated grades both in and out of district. Services offered include: occupational therapy, physical therapy, speech therapy, counseling & in-home services.
- Extended school day and extended school year programs are offered at all three schools; Before Care & After Care programs are offered at the Doyle School & Intermediate School. After school help is available at all schools. Title I funded after school programs are offered from January – May. Technology continues to be increased Districtwide; All schools have Wi-Fi throughout the buildings and grades 3-12 have a one to one laptop initiative.
- A School Emergency Crisis plan has been updated & included school safety drills & safety team. Security cameras and panic buttons have been installed throughout all buildings. Distance Learning Plans and Hybrid Reopening Plans have been created and implemented for each school due to Covid-19 pandemic.
- The District is in its last year of successfully passing all five domains of QSAC.

4) INTERNAL ACCOUNTING CONTROLS:

Management of the District is responsible for establishing and maintaining an internal control system designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control system is designed to provide reasonable, but not

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

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

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

5) BUDGETARY CONTROLS:

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

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

6) ACCOUNTING SYSTEM AND REPORTS:

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

7) CASH MANAGEMENT:

The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements", Note 4. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.

8) RISK MANAGEMENT:

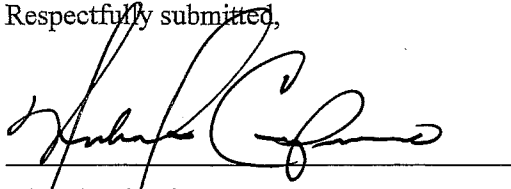
The Board carries various forms of insurance, including, but not limited to, general liability, excess liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

9) OTHER INFORMATION:

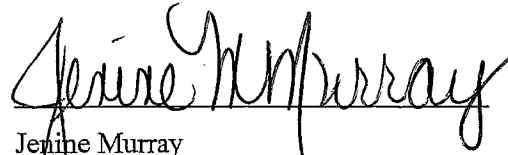
Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci & Higgins, LLP, was selected by the Board of Trustees. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the State Treasury OMB Circular 15-08. The auditors' report on the basic financial statements is included in the financial section of this report. The auditors' reports related specifically to the single audit are included in the single audit section of this report.

10) ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Wood-Ridge School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of the financial and accounting staff.

Respectfully submitted,

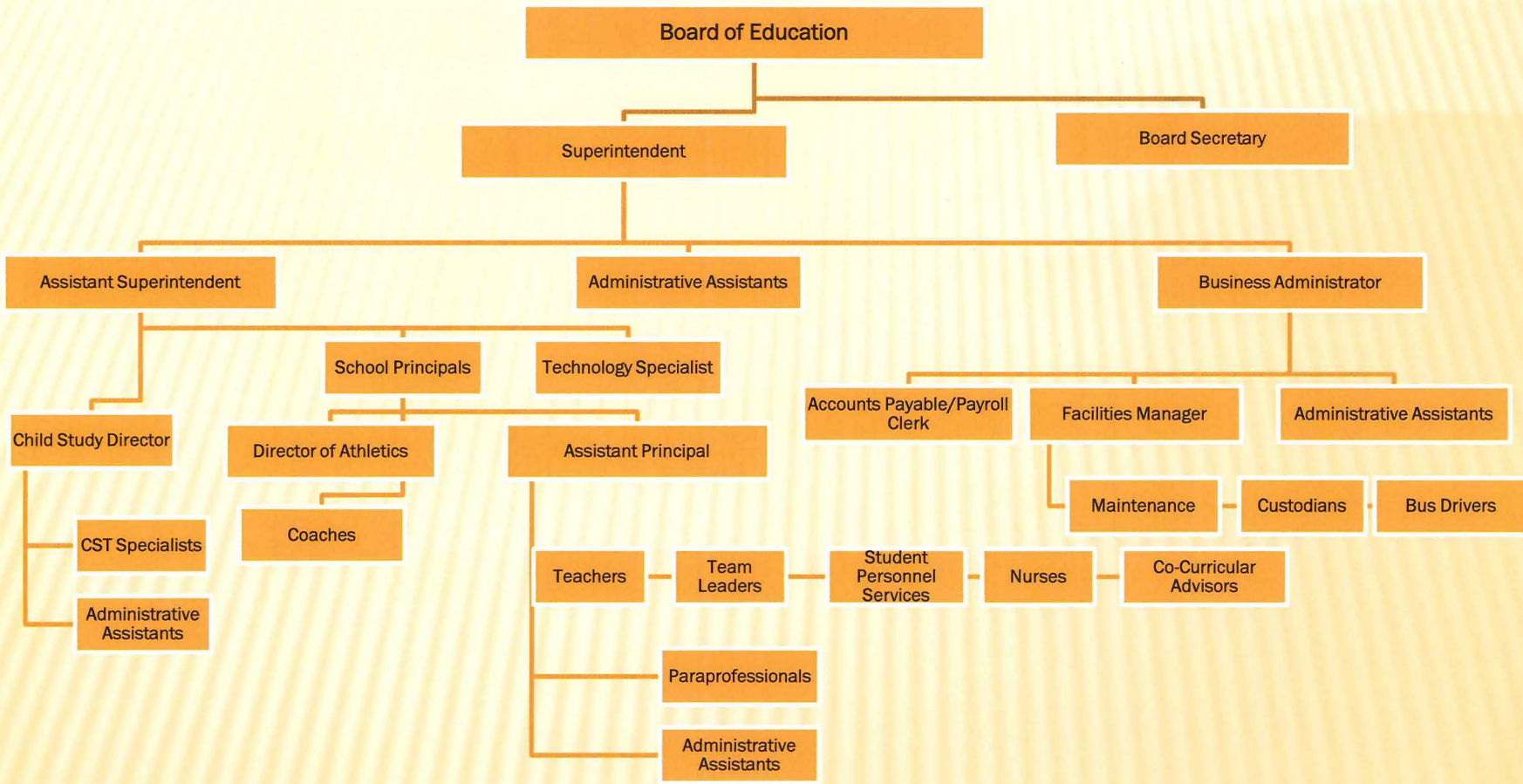


Nicholas Cipriano
Superintendent of Schools



Jenine Murray
Board Secretary/Business Administrator

WOOD-RIDGE SCHOOL DISTRICT ORGANIZATIONAL CHART 2019-2020



WOOD-RIDGE BOARD OF EDUCATION

**ROSTER OF OFFICIALS
JUNE 30, 2020**

MEMBERS OF THE BOARD OF EDUCATION

Term Expires December 31st

Albert Nieves, President	2021
Joseph Biamonte Jr., Vice President	2022
Patrick Ambrosio	2020
Christopher Garvin	2022
Richard Fallon	2021
David Vaccaro (Moonachie Representative)	

OTHER OFFICIALS

Nicholas Cipriano, Superintendent

Jenine M. Murray, Business Administrator/Board Secretary

WOOD-RIDGE BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

JUNE 30, 2019

ARCHITECT

DiCara and Rubino Architects
30 Galesi Drive – West Wing
Wayne, NJ 07470

AUDIT FIRM

Lerch, Vinci & Higgins, LLP
17-17 Route 208
Fair Lawn, New Jersey 07410

ATTORNEY

Michael J. Gross
Kenney, Gross, Kovats and Parton
The Courts at Red Bank
130 Maple Avenue – Building 8
P.O. Box 8610
Red Bank, New Jersey 07701

OFFICIAL DEPOSITORIES

Spencer Savings Bank
611 River Drive
Elmwood Park, NJ 07407

TD Bank
109 Boulevard
Hasbrouck Heights, New Jersey 07604

INSURANCE

Polaris/Galaxy LLC, Insurance Broker
777 Terrace Avenue
Hasbrouck Heights, New Jersey 07604

Brown & Brown
80 Lambert Lane Suite 140
Lambertville, New Jersey 08530

BOND COUNSEL

Wilentz, Goldman & Spitzer, P.A.
90 Woodbridge Center Drive
Suite 900 Box 10
Woodbridge, New Jersey 07095

FINANCIAL SECTION



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
GARY W. HIGGINS, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, PSA
RALPH M. PICONE, III, CPA, RMA, PSA
DONNA L. JAPHET, CPA, PSA
DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA
CHRIS SOHN, CPA
CHRISTOPHER M. VINCI, CPA

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Wood-Ridge Board of Education
540 Windsor Road
Wood-Ridge, New Jersey, 07075

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Wood-Ridge Board of Education, as of and for the fiscal year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Other Matters

Required Supplementary Information

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

Other Information

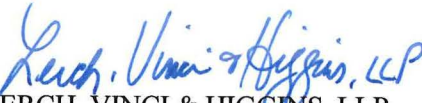
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Wood-Ridge Board of Education's basic financial statements. The introductory section, combining fund financial statements, financial schedules, statistical section, schedule of expenditures of federal awards and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the basic financial statements of the Wood-Ridge Board of Education.


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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated January 5, 2021 on our consideration of the Wood-Ridge Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to solely describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Wood-Ridge Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Wood-Ridge Board of Education's internal control over financial reporting and compliance.


LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
January 5, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

The discussion and analysis of the Wood-Ridge Board of Education'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 transmittal letter, notes to the financial statements as well as the financial statements themselves to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain comparative information between the current year (2019-2020) and the prior year (2018-2019) is required to be presented in the MD&A.

Financial Highlights

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflow of resources at the close of the most recent fiscal year by \$7,214,634 (net position).
- Total School District's net position increased \$193,111.
- District-Wide general revenues accounted for \$19,673,083 or 72 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$7,716,376 or 28 percent of total revenues of \$27,389,459.
- Total net position of governmental activities was \$7,099,582 as of June 30, 2020 an increase of \$187,607 from the previous year.
- The District had \$26,863,312 in expenses related to governmental activities; only \$7,377,836 were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$19,673,083 were adequate to provide for these programs.
- Among governmental funds, the General Fund had \$24,426,954 in revenues and other financing sources, \$23,752,952 in expenditures and other financing uses. The General Fund's fund balance increased \$674,002 from the previous year to \$2,821,105 at June 30, 2020.
- The General Fund unassigned budgetary fund balance increased \$645,283 to \$3,157,105 June 30, 2020.

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Using the Comprehensive Annual Financial Report (CAFR)

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

The Statement of Net Position and Statement of Activities provide information about the activities of the whole 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. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the district's most significant funds. In the case of the Wood-Ridge Board of Education, the General Fund is by far the most significant fund.

Reporting the District as a Whole

One of the most important questions asked about the District is "How did we do financially during the fiscal year ended June 30, 2020?" The Statement of Net Position and the Statement of Activities, which appear first in the District's financial statements, report information on the District as a whole and its activities in such a way as to answer this question. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting, which is 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 those assets. This change in net position is important because it tells the reader that, for the District as a whole, if the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

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

- Governmental Activities – most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extra-curricular activities.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods and services provided. The District's food service program is reported as a business-type activity.

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial statements provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. The District's Governmental Funds are the General, Special Revenue, Capital Projects and Debt Service Funds.

Governmental Funds

The District's activities are reported in governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end available for spending in the future years. These funds are reported using the modified accrual accounting method, which measures cash and all other financial assets that can be readily converted into 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 the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Enterprise Fund

The enterprise fund uses the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in statements for the District as a whole.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

The District as a Whole

The Statement of Net Position provides the perspectives of the District as a whole, showing assets, deferred outflows of resources, liabilities, deferred inflows of resources and the difference between them (net position). Net position may serve over time as a useful indicator of a government's financial position.

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

The following provides a summary of the District's net position as of June 30, 2020 and 2019.

	Net Position					
	As of June 30, 2020 and 2019					
	Governmental		Business-Type		Total	
	Activities		Activities			
	2020	2019	2020	2019	2020	2019
ASSETS						
Current Assets	\$ 4,074,582	\$ 3,649,686	\$ 104,453	\$ 126,749	\$ 4,179,035	\$ 3,776,435
Capital Assets	<u>20,783,364</u>	<u>21,739,417</u>	<u>10,599</u>	<u>14,837</u>	<u>20,793,963</u>	<u>21,754,254</u>
Total Assets	<u>24,857,946</u>	<u>25,389,103</u>	<u>115,052</u>	<u>141,586</u>	<u>24,972,998</u>	<u>25,530,689</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Amount on Refunding of Debt	74,625	95,647			74,625	95,647
Deferred Amount on Net Pension Liability	<u>837,425</u>	<u>1,202,272</u>	<u>-</u>	<u>-</u>	<u>837,425</u>	<u>1,202,272</u>
Total Deferred Outflows of Resources	<u>912,050</u>	<u>1,297,919</u>	<u>-</u>	<u>-</u>	<u>912,050</u>	<u>1,297,919</u>
Total Assets and Deferred Outflows of Resources	<u>25,769,996</u>	<u>26,687,022</u>	<u>115,052</u>	<u>141,586</u>	<u>25,885,048</u>	<u>26,828,608</u>
LIABILITIES						
Other Liabilities	600,381	851,298		32,038	600,381	883,336
Long-Term Liabilities	<u>16,398,474</u>	<u>17,255,504</u>	<u>-</u>	<u>-</u>	<u>16,398,474</u>	<u>17,255,504</u>
Total Liabilities	<u>16,998,855</u>	<u>18,106,802</u>	<u>-</u>	<u>32,038</u>	<u>16,998,855</u>	<u>18,138,840</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred Amount on Net Pension Liability	<u>1,671,559</u>	<u>1,668,245</u>	<u>-</u>	<u>-</u>	<u>1,671,559</u>	<u>1,668,245</u>
Total Deferred Inflows of Resources	<u>1,671,559</u>	<u>1,668,245</u>	<u>-</u>	<u>-</u>	<u>1,671,559</u>	<u>1,668,245</u>
Total Liabilities and Deferred Inflows of Resources	<u>18,670,414</u>	<u>19,775,047</u>	<u>-</u>	<u>32,038</u>	<u>18,670,414</u>	<u>19,807,085</u>
NET POSITION						
Net Investment in Capital Assets	9,820,914	9,339,700	10,599	14,837	9,831,513	9,354,537
Restricted	2,253,391	2,396,794			2,253,391	2,396,794
Unrestricted	<u>(4,974,723)</u>	<u>(4,824,519)</u>	<u>104,453</u>	<u>94,711</u>	<u>(4,870,270)</u>	<u>(4,729,808)</u>
Total Net Position	<u>\$ 7,099,582</u>	<u>\$ 6,911,975</u>	<u>\$ 115,052</u>	<u>\$ 109,548</u>	<u>\$ 7,214,634</u>	<u>\$ 7,021,523</u>

The District's combined net position was \$7,214,634 at June 30, 2020, which was an increase of \$193,111 or 2.75 percent from the prior year.

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

The following schedule shows changes in net position for fiscal years ended June 30, 2020 and 2019.

Change in Net Position
for the Fiscal Years Ended June 30, 2020 and 2019

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Revenues						
Program Revenues						
Charges for Services	\$ 1,541,147	\$ 1,831,952	\$ 223,497	\$ 295,491	\$ 1,764,644	\$ 2,127,443
Operating Grants and Contributions	5,836,689	6,199,054	115,043	158,478	5,951,732	6,357,532
Capital Grants and Contributions		4,827			-	4,827
General Revenues						
Property Taxes	19,250,686	18,563,995			19,250,686	18,563,995
Unrestricted State Aid	80,940	95,040			80,940	95,040
Other	341,457	271,123	-	-	341,457	271,123
Total Revenues	<u>27,050,919</u>	<u>26,965,991</u>	<u>338,540</u>	<u>453,969</u>	<u>27,389,459</u>	<u>27,419,960</u>
Expenses						
Instruction						
Regular	10,290,394	10,386,046			10,290,394	10,386,046
Special Education	5,564,437	5,663,524			5,564,437	5,663,524
Other Instruction	359,478	414,578			359,478	414,578
School Sponsored Activities and Athletics	581,654	628,469			581,654	628,469
Support Services						
Student and Instruction Related Services	3,259,714	3,227,461			3,259,714	3,227,461
General Administration Services	770,277	874,839			770,277	874,839
School Administration Services	1,574,697	1,606,842			1,574,697	1,606,842
Central and Other Support Services	712,257	713,107			712,257	713,107
Plant Operations and Maintenance	2,783,943	2,930,819			2,783,943	2,930,819
Pupil Transportation	648,243	735,791			648,243	735,791
Interest on Long Term Debt	318,218	493,676			318,218	493,676
Food Service	-	-	333,036	444,191	333,036	444,191
Total Expenses	<u>26,863,312</u>	<u>27,675,152</u>	<u>333,036</u>	<u>444,191</u>	<u>27,196,348</u>	<u>28,119,343</u>
Change in Net Position	187,607	(709,161)	5,504	9,778	193,111	(699,383)
Net Position, Beginning of Year	<u>6,911,975</u>	<u>7,621,136</u>	<u>109,548</u>	<u>99,770</u>	<u>7,021,523</u>	<u>7,720,906</u>
Net Position, Ending of Year	<u>\$ 7,099,582</u>	<u>\$ 6,911,975</u>	<u>\$ 115,052</u>	<u>\$ 109,548</u>	<u>\$ 7,214,634</u>	<u>\$ 7,021,523</u>

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Governmental Activities

The District's total revenues were \$27,050,919 and \$26,965,991 for the fiscal years ended June 30, 2020 and 2019, respectively. Property taxes comprised 71 percent and 69 percent of revenues for governmental activities for fiscal years ended June 30, 2020 and 2019, respectively. Federal, state and local grants of \$5,917,629 and \$6,298,921 accounted for another 22 percent and 23 percent of revenues for the fiscal years ended June 30, 2020 and 2019, respectively.

The total cost of all programs and services was \$26,863,312 and \$27,675,152 for the fiscal years ended June 30, 2020 and 2019, respectively. The increase in expenses for the current year is also due to the additional on-behalf TPAF pension contributions reported for the District. Instruction comprises 63 percent of governmental program expenses for the fiscal years ended June 30, 2020 and 2019, respectively. Support services expenses make up 36 and 36 percent of governmental expenses for the fiscal years ended June 30, 2020 and 2019, respectively. The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The schedule below shows, for government activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue.

Total and Net Cost of Services
for the Fiscal Years Ended June 30, 2020 and 2019

	<u>Total Cost</u> <u>of Services</u>		<u>Net Cost</u> <u>of Services</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Instruction				
Regular	\$ 10,290,394	\$ 10,386,046	\$ 6,344,082	\$ 5,859,754
Special Education	5,564,437	5,663,524	3,696,065	3,817,179
Other Instruction	359,478	414,578	271,545	303,988
School Sponsored Activities and Athletics	581,654	628,469	464,378	489,781
Support Services				
Student and Instruction Related Services	3,259,714	3,227,461	2,625,422	2,541,999
General Administration Services	770,277	874,839	692,443	779,705
School Administration Services	1,574,697	1,606,842	1,281,363	1,271,921
Central and Other Support Services	712,257	713,107	651,859	638,196
Plant Operations and Maintenance	2,783,943	2,930,819	2,739,688	2,842,811
Pupil Transportation	648,243	735,791	417,709	619,716
Interest on Long Term Debt	318,218	493,676	300,922	474,269
Total	<u>\$ 26,863,312</u>	<u>\$ 27,675,152</u>	<u>\$ 19,485,476</u>	<u>\$ 19,639,319</u>

The dependence of tax revenues to support governmental activities is apparent.

WOOD-RIDGE BOARD OF EDUCATION

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2020

Business-Type Activities

The only business-type activity is the food service operation. The program had revenues of \$338,540 and expenses of \$333,036 during the fiscal year ended June 30, 2020. Of the revenues, \$223,497 were charges for services paid by patrons for daily food service, and \$115,043 were from State and Federal reimbursements for the fiscal year ended June 30, 2020.

The School District's Funds

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$25,720,287 and \$24,957,653 and expenditures were \$25,175,457 and \$24,933,267 for the fiscal years ended June 30, 2020 and 2019, respectively.

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 2019.

<u>Revenue</u>	<u>Fiscal Year</u> <u>Ended June 30,</u>		<u>Amount of</u> <u>Increase/</u> <u>(Decrease)</u>	<u>Percent</u> <u>Change</u>
	<u>2020</u>	<u>2019</u>		
Local Sources	\$ 21,111,124	\$ 20,675,241	\$ 435,883	2%
State Sources	4,222,835	3,873,191	349,644	9%
Federal Sources	<u>386,328</u>	<u>409,221</u>	<u>(22,893)</u>	-6%
Total	<u>\$ 25,720,287</u>	<u>\$ 24,957,653</u>	<u>\$ 762,634</u>	<u>3%</u>

For fiscal year 2020 total governmental revenues increased \$762,634 or 3% from the previous year. The increase in local sources of \$435,883 or 2% was attributable to an increase in property taxes to support escalating operating costs. As noted above state sources increased \$349,644 because the District's on-behalf pension contribution was greater in 2019/20.

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

The following schedule represents a summary of the governmental funds expenditures for the fiscal years ended June 30, 2020 and 2019.

<u>Expenditure</u>	<u>Fiscal Year</u>		<u>Amount of</u> <u>Increase/</u> <u>(Decrease)</u>	<u>Percent</u> <u>Change</u>
	<u>Year Ended June 30,</u> <u>2020</u>	<u>2019</u>		
Current				
Instruction	\$ 15,804,045	\$ 15,550,899	\$ 253,146	2%
Support Services	8,334,457	8,362,636	(28,179)	0%
Debt Service	1,032,145	829,046	203,099	24%
Capital Outlay	<u>4,810</u>	<u>190,686</u>	<u>(185,876)</u>	-97%
Total	<u>\$ 25,175,457</u>	<u>\$ 24,933,267</u>	<u>\$ 242,190</u>	<u>1%</u>

For fiscal year 2020, total governmental funds expenditures increased \$242,190 or 1%. Increases in instruction costs were attributable to special education programs and increases in debt service were attributable to paydown of serial bonds payable. Capital outlay decreased significantly as a result of the reduced activity related to the 2014 referendum project.

Of the governmental funds, the General Fund had \$24,426,954 in revenues (predominately property taxes) and other financing sources, and \$23,752,952 in expenditures. As a result the General Fund's fund balance increased \$674,002 from \$2,147,103 at June 30, 2019 to \$2,821,105 at June 30, 2020.

General Fund Budgetary Highlights

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

During the course of the year, the District revised the annual operating budget several times. Revisions in the budget were made to prevent over-expenditures in specific line item accounts.

For the fiscal year 2020 General Fund budgetary revenues and other financing sources were more than budgetary expenditures and other financing uses increasing budgetary fund balance \$645,283. After deducting restricted and assigned fund balances, the unassigned budgetary fund balance increased \$5,111 from an unassigned fund balance of \$528,899 at June 30, 2019 to \$534,010 at June 30, 2020. In addition, restricted fund balance for capital reserve increased \$504,301 from \$1,252,809 at June 30, 2019 to \$1,757,110 at June 30, 2020. Restricted fund balance for maintenance reserve remained at \$400,000 from June 30, 2019 to June 30, 2020. The Board created an emergency reserve in June, 2020. The balance at year end was \$96,281.

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Capital Assets

At the end of fiscal years 2020 and 2019, the District had \$20,793,963 and \$21,754,254 invested in construction in progress, buildings, land improvements, furniture and equipment and vehicles net of depreciation. Overall capital assets net of accumulated depreciation decreased \$960,291 from fiscal year 2019 to fiscal year 2020. The following schedule is a comparison of capital assets net of depreciation at June 30, 2020 and 2019.

Capital Assets, Net of Depreciation
As of June 30, 2020 and 2019

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Land	\$ 1,602,000	\$ 1,602,000		
Construction in Progress				
Land Improvements	977,369	1,025,732		
Building and Building Improvements	18,197,099	19,110,902		
Machinery and Equipment	<u>6,896</u>	<u>783</u>	\$ 10,599	\$ 14,837
Total	<u>\$ 20,783,364</u>	<u>\$ 21,739,417</u>	<u>\$ 10,599</u>	<u>\$ 14,837</u>

Additional information on Wood-Ridge Board of Education's capital assets can be found in Note 4 of this report.

Long-Term Liabilities

At June 30, 2020 and 2019, the District had \$16,398,474 and \$17,255,504 of long-term liabilities, respectively. The schedule below details the Board's outstanding long-term liabilities as of June 30, 2020 and 2019.

Long-Term Liabilities
As of June 30, 2020 and 2019

	<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>
Serial Bonds Payable (including premium)	\$ 11,776,250	\$ 12,495,364
Capital Leases	115,148	
Compensated Absences	332,024	319,398
Net Pension Liability	<u>4,175,052</u>	<u>4,440,742</u>
Total	<u>\$ 16,398,474</u>	<u>\$ 17,255,504</u>

Additional information on Wood-Ridge Board of Education's long-term liabilities can be found in Note 4 of this report.

WOOD-RIDGE BOARD OF EDUCATION
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

For the Future

The Wood-Ridge Board of Education is in sound financial condition. The School District is proud of its community support of the public schools. A major concern is the continued enrollment growth of the District with the increased reliance on local property taxes.

Wood-Ridge Board of Education's budget for 2020-2021 was approved by the Board in April, 2020. Budgeted expenditures in the General Fund increased 2.4% to \$22,310,095 for fiscal year 2020-2021.

In conclusion, the Wood-Ridge Board of Education has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenge of the future.

Contacting the District's Financial Management

This financial report is designed to provide the citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact the School Business Administrator/Board Secretary at Wood-Ridge Board of Education, 540 Windsor Road, New Jersey 07075.

BASIC FINANCIAL STATEMENTS

**WOOD-RIDGE BOARD OF EDUCATION
STATEMENT OF NET POSITION
AS OF JUNE 30, 2020**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 1,454,178	\$ 94,260	\$ 1,548,438
Receivables, net			-
Receivables for Other Governments	2,590,715	2,627	2,593,342
Other	29,689		29,689
Inventory		7,566	7,566
Capital Assets			
Not Being Depreciated	1,602,000		1,602,000
Being Depreciated, Net	19,181,364	10,599	19,191,963
Total Assets	<u>24,857,946</u>	<u>115,052</u>	<u>24,972,998</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts on Refunding of Debt	74,625		74,625
Deferred Amount of Net Pension Liability	837,425		837,425
Total Deferred Outflows of Resources	<u>912,050</u>		<u>912,050</u>
Total Assets and Deferred Outflows of Resources	<u>25,769,996</u>	<u>115,052</u>	<u>25,885,048</u>
LIABILITIES			
Accounts Payable and Other Current Liabilities	338,582	-	338,582
Unearned Revenue	175,720		175,720
Accrued Interest Payable	86,079		86,079
Noncurrent Liabilities			
Due Within One Year	772,027		772,027
Due Beyond One Year	15,626,447		15,626,447
Total Liabilities	<u>16,998,855</u>	<u>-</u>	<u>16,998,855</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amount of Net Pension Liability	1,671,559		1,671,559
Total Deferred Inflows of Resources	<u>1,671,559</u>	<u>-</u>	<u>1,671,559</u>
Total Liabilities and Deferred Inflows of Resources	<u>18,670,414</u>	<u>-</u>	<u>18,670,414</u>
NET POSITION			
Net Investment in Capital Assets	9,820,914	10,599	9,831,513
Restricted for:			
Maintenance Projects	400,000		400,000
Capital Projects	1,757,110		1,757,110
Other Purposes	96,281		96,281
Unrestricted	(4,974,723)	104,453	(4,870,270)
Total Net Position	<u>\$ 7,099,582</u>	<u>\$ 115,052</u>	<u>\$ 7,214,634</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**WOOD-RIDGE BOARD OF EDUCATION
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Functions/Programs:	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction							
Regular	\$ 10,290,394	\$ 1,541,147	\$ 2,405,165		\$ (6,344,082)		\$ (6,344,082)
Special Education	5,564,437		1,868,372		(3,696,065)		(3,696,065)
Other Instruction	359,478		87,933		(271,545)		(271,545)
School Sponsored Activities and Athletics	581,654		117,276		(464,378)		(464,378)
Support Services							
Student and Instruction Related Svcs.	3,259,714		634,292		(2,625,422)		(2,625,422)
General Administrative Services	770,277		77,834		(692,443)		(692,443)
School Administrative Services	1,574,697		293,334		(1,281,363)		(1,281,363)
Plant Operations and Maintenance	2,783,943		44,255		(2,739,688)		(2,739,688)
Pupil Transportation	648,243		230,534		(417,709)		(417,709)
Central and Other Support Services	712,257		60,398		(651,859)		(651,859)
Interest on Long-Term Debt	318,218		17,296		(300,922)	-	(300,922)
Total Governmental Activities	<u>26,863,312</u>	<u>1,541,147</u>	<u>5,836,689</u>	<u>-</u>	<u>(19,485,476)</u>	<u>-</u>	<u>(19,485,476)</u>
Business-Type Activities							
Food Service	<u>333,036</u>	<u>223,497</u>	<u>115,043</u>	<u>-</u>		<u>\$ 5,504</u>	<u>5,504</u>
Total Business-Type Activities	<u>333,036</u>	<u>223,497</u>	<u>115,043</u>	<u>-</u>	<u>-</u>	<u>5,504</u>	<u>5,504</u>
Total Primary Government	<u>\$ 27,196,348</u>	<u>\$ 1,764,644</u>	<u>\$ 5,951,732</u>	<u>\$ -</u>	<u>(19,485,476)</u>	<u>5,504</u>	<u>(19,479,972)</u>
General Revenues:							
Property Taxes, Levied for General Purposes					18,284,171		18,284,171
Property Taxes, Levied for Debt Service					966,515		966,515
State Aid - Unrestricted					80,940		80,940
Debt Service Aid					36,459		36,459
Miscellaneous Income					304,998		304,998
Total General Revenues					<u>19,673,083</u>	<u>-</u>	<u>19,673,083</u>
Change in Net Position					187,607	5,504	193,111
Net Position, Beginning of Year (Restated)					<u>6,911,975</u>	<u>109,548</u>	<u>7,021,523</u>
Net Position, End of Year					<u>\$ 7,099,582</u>	<u>\$ 115,052</u>	<u>\$ 7,214,634</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

FUND FINANCIAL STATEMENTS

**WOOD-RIDGE BOARD OF EDUCATION
GOVERNMENTAL FUNDS
BALANCE SHEET
AS OF JUNE 30, 2020**

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
ASSETS					
Cash and Cash Equivalents	\$ 1,409,942		\$ 44,236		\$ 1,454,178
Due From Other Funds	140,549				140,549
Receivables, Net					
Receivables From Other Governments	1,610,585	\$ 102,617	843,807	\$ 24,161	2,581,170
Other	9,545	-	-	-	9,545
	<u>3,170,621</u>	<u>102,617</u>	<u>888,043</u>	<u>24,161</u>	<u>4,185,442</u>
Total Assets	\$ 3,170,621	\$ 102,617	\$ 888,043	\$ 24,161	\$ 4,185,442
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$ 215,216	\$ 3,366			\$ 218,582
Due To Other Funds	120,000	86,699		\$ 24,161	230,860
Unearned Revenue	14,300	12,552	\$ 148,868	-	175,720
	<u>349,516</u>	<u>102,617</u>	<u>148,868</u>	<u>24,161</u>	<u>625,162</u>
Total Liabilities	349,516	102,617	148,868	24,161	625,162
Fund Balances					
Restricted Fund Balance					
Capital Reserve	1,727,110				1,727,110
Capital Reserve- Designated for Subsequent Year's Budget	30,000				30,000
Maintenance Reserve	400,000				400,000
Emergency Reserve	96,281				96,281
Capital Projects			739,175		739,175
Assigned Fund Balance					
Designated for Subsequent Year's Budget	349,627				349,627
Encumbrances	20,077				20,077
Unassigned Fund Balance	198,010	-	-	-	198,010
	<u>2,821,105</u>	<u>-</u>	<u>739,175</u>	<u>-</u>	<u>3,560,280</u>
Total Fund Balances	2,821,105	-	739,175	-	3,560,280
Total Liabilities and Fund Balances	\$ 3,170,621	\$ 102,617	\$ 888,043	\$ 24,161	

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 \$30,007,736 and the accumulated depreciation is \$9,224,372. 20,783,364

Long-term liabilities, including bonds payable, capital leases, compensated absences and net pension liability are not due and payable in the current period and therefore are not reported as liabilities in the funds. (See Note 2A) (16,398,474)

Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt. 74,625

The District has financed capital assets through the issuance of serial bonds and long-term lease obligations. The interest accrual at year end is: (86,079)

Certain amounts resulting from the measurement of the net pension liability are reported as either deferred inflows of resources or deferred outflows of resources on the statement of net position and deferred over future years.

Deferred Outflows of Resources	\$ 837,425	
Deferred Inflows of Resources	<u>(1,671,559)</u>	
		<u>(834,134)</u>

Net Position of Governmental Activities **\$ 7,099,582**

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

WOOD-RIDGE BOARD OF EDUCATION
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
Local Sources					
Property Tax Levy	\$ 18,284,171			\$ 966,515	\$ 19,250,686
Tuition	1,541,147				1,541,147
Miscellaneous	304,998	\$ 14,293			319,291
Total - Local Sources	20,130,316	14,293	-	966,515	21,111,124
State Sources	4,169,080			53,755	4,222,835
Federal Sources	3,196	383,132			386,328
Total Revenues	24,302,592	397,425	-	1,020,270	25,720,287
EXPENDITURES					
Current					
Instruction					
Regular Instruction	9,446,953	86,864			9,533,817
Special Education Instruction	5,124,240	264,304			5,388,544
Other Instruction	334,004				334,004
School Sponsored Activities and Athletics	547,680				547,680
Support Services					
Student and Instruction Related Services	3,021,464	46,257			3,067,721
General Administrative Services	734,934				734,934
School Administrative Services	1,468,118				1,468,118
Plant Operations and Maintenance	1,752,979				1,752,979
Pupil Transportation	634,805				634,805
Central and Other Support Services	675,900				675,900
Debt Service					
Principal	9,214			692,000	701,214
Interest	2,661			328,270	330,931
Capital Outlay			\$ 4,810		4,810
Total Expenditures	23,752,952	397,425	4,810	1,020,270	25,175,457
Excess (Deficiency) of Revenues Over/(Under) Expenditures	549,640	-	(4,810)	-	544,830
OTHER FINANCING SOURCES (USES)					
Capital Lease Proceeds (Non-Budget)	124,362	-	-	-	124,362
Total Other Financing Sources and Uses	124,362	-	-	-	124,362
Net Change in Fund Balance	674,002	-	(4,810)	-	669,192
Fund Balance, Beginning of Year	2,147,103	-	743,985	-	2,891,088
Fund Balance, End of Year	\$ 2,821,105	\$ -	\$ 739,175	\$ -	\$ 3,560,280

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**WOOD-RIDGE BOARD OF EDUCATION
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
WITH THE DISTRICT-WIDE STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Total Net Change in Fund Balances - Governmental Funds (Exhibit B-2) \$ 669,192

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement and allocated over their estimated useful lives as annual depreciation expense.

Capital Outlay	\$ 4,810	
Depreciation Expense	<u>(1,069,515)</u>	(1,064,705)

Donations of capital assets increase net position in the statement of activities, but do not appear in the governmental funds because they are not financial resources. 108,652

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources. Neither transaction, however, has any effect on Statement of Activities.

Principal Repayments:		
Bonds Payable	692,000	
Capital Leases Payable	<u>9,214</u>	701,214

Proceeds from debt issues are a financing sources in the governmental funds. They are not Revenue in the Statement of Activities; issuing debt increases long term liabilities in the Statement of Net Position.

Capital Lease Proceeds		(124,362)
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In the statement of activities, costs related to the issuance of long term debt are deferred and amortized over the term of the debt. In the governmental funds, the issuance costs are reported upon the issuance of debt. This amount represents the current year amortization of the costs related to the issuance of long term debt in previous years.

Deferred Amount on Refunding	(21,022)	
Original Issue Premium	<u>27,114</u>	6,092

In the statement of activities, certain operating expenses-compensated absences, pension expenses are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (paid):

Net Increase in Compensated Absences		(12,626)
Net Increase in Pension Expense		(102,471)

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.

Decrease in Accrued Interest		<u>6,621</u>
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Change in Net Position of Governmental Activities (Exhibit A-2) **\$ 187,607**

**WOOD-RIDGE BOARD OF EDUCATION
 PROPRIETARY FUNDS
 FOOD SERVICE ENTERPRISE FUND
 STATEMENT OF NET POSITION
 AS OF JUNE 30, 2020**

ASSETS

Current Assets	
Cash and Cash Equivalents	\$ 94,260
Intergovernmental Receivable	
State	41
Federal	2,586
Inventories	<u>7,566</u>
Total Current Assets	<u>104,453</u>
Noncurrent Assets	
Furniture, Machinery and Equipment	88,672
Less Accumulated Depreciation	<u>(78,073)</u>
Total Capital Assets, Net	<u>10,599</u>
Total Assets	<u>115,052</u>

LIABILITIES

Accounts Payable	<u> </u>
Total Liabilities	<u> -</u>

NET POSITION

Investment in Capital Assets	10,599
Unrestricted	<u>104,453</u>
Total Net Position	<u><u>\$ 115,052</u></u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**WOOD-RIDGE BOARD OF EDUCATION
 PROPRIETARY FUNDS
 FOOD SERVICE ENTERPRISE FUND
 STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

OPERATING REVENUES

Charges for Services	
Daily Sales	
Reimbursable Programs	\$ 188,497
Non-Reimbursable Programs	<u>35,000</u>
Total Operating Revenues	<u>223,497</u>

OPERATING EXPENSES

Cost of Sales	
Reimbursable Programs	111,959
Non-Reimbursable Programs	11,350
Salaries and Benefits	137,889
Management Fee	19,712
Other Purchased Services	21,289
Supplies and Materials	16,396
Miscellaneous Expenses	10,203
Depreciation	<u>4,238</u>
Total Operating Expenses	<u>333,036</u>

Operating Income/(Loss)	<u>(109,539)</u>
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NONOPERATING REVENUES

State Sources	
School Lunch Program	3,036
Federal Sources	
Food Distribution Program	27,959
National School Lunch Program	74,513
School Breakfast Program	5,987
Interest Revenue	<u>3,548</u>
Total Nonoperating Revenues	<u>115,043</u>

Change in Net Position	5,504
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Net Position, Beginning of Year	<u>109,548</u>
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Net Position, End of Year	<u><u>\$ 115,052</u></u>
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The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**WOOD-RIDGE BOARD OF EDUCATION
 PROPRIETARY FUNDS
 FOOD SERVICE ENTERPRISE FUND
 STATEMENT OF CASH FLOWS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

CASH FLOWS FROM OPERATING ACTIVITIES

Receipts from Customers	\$ 223,497
Payments for Employees Salaries and Benefits	(137,889)
Payments to Suppliers for Goods and Services	<u>(199,425)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(113,817)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

State and Federal Subsidy Reimbursements	<u>88,103</u>
Net Cash Provided by Noncapital Financing Activities	<u>88,103</u>
Net Change in Cash and Cash Equivalents	(22,166)
Cash and Cash Equivalents, Beginning of Year	<u>116,426</u>
Cash and Cash Equivalents, End of Year	<u>\$ 94,260</u>

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

Operating Income/(Loss)	\$ (109,539)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided/(Used) by Operating Activities	
Non-Cash Federal Assistance- National School Lunch Program (Food Distribution)	27,959
Depreciation	4,238
Changes in Assets and Liabilities	
(Increase) Decrease in Inventories	(4,437)
Increase (Decrease) in Accounts Payable	<u>(32,038)</u>
Total Adjustments	<u>(4,278)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (113,817)</u>
Non-Cash Financing Activities	
National School Lunch (Food Distribution)	<u>\$ 27,959</u>

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

**WOOD-RIDGE BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
AS OF JUNE 30, 2020**

	<u>Scholarship Trust Fund</u>	<u>Unemployment Compensation Trust Fund</u>	<u>Agency Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 12,439	\$ 93,691	\$ 204,929
Due From Other Funds		120,000	-
	<u>12,439</u>	<u>213,691</u>	<u>\$ 204,929</u>
LIABILITIES			
Intergovernmental Payable		\$ 37,516	
Due To Student Groups			\$ 153,402
Due to Other Funds			29,689
Payroll Deductions and Withholdings			8,325
Accrued Salaries and Wages			431
Reserve for Flexible Spending			13,082
	<u>-</u>	<u>37,516</u>	<u>\$ 204,929</u>
NET POSITION			
Held In Trust For Unemployment Claims and Other Purposes	<u>\$ 12,439</u>	<u>\$ 176,175</u>	

**WOOD-RIDGE BOARD OF EDUCATION
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Scholarship Trust Fund	Unemployment Compensation Trust
ADDITIONS		
Investment Earnings		
Interest	\$ 31	\$ 1,626
Payroll Deductions		46,674
Board Contribution		120,000
	31	168,300
DEDUCTIONS		
Scholarships Awards	750	
Unemployment Claims and Contributions		59,144
	750	59,144
Change in Net Position	(719)	109,156
Net Position, Beginning of Year	13,158	67,019
Net Position, End of Year	\$ 12,439	\$ 176,175

The accompanying Notes to the Financial Statements are an Integral Part of this Statement.

NOTES TO THE FINANCIAL STATEMENTS

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Wood-Ridge Board of Education (the “Board” or the “District”) is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of five elected officials from the Borough of Wood-Ridge and one representative from the Borough of Moonachie. The Board is responsible for the fiscal control of the District. A Superintendent of Schools is appointed by the Board and is responsible for the administrative control of the District. A School Business Administrator/Board Secretary is also appointed by the Board and oversees the business functions of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The Board currently operates a Pre-Kindergarten through grade twelve (12) school district.

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls. The Superintendent of Schools is the Chief Administrative Officer of the District who is responsible for planning and operational functions of the District. The School Business Administrator/Board Secretary is the Chief Financial Officer and is responsible for budgeting, financial accounting and reporting and reports through the Superintendent to the Board.

The reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the Wood-Ridge Board of Education this includes general operations, food service and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization’s governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization’s resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Based on the foregoing criteria, the District has no component units. Furthermore, the District is not includable in any other reporting entity as a component unit.

B. New Accounting Standards

For fiscal year 2020, there were no GASB statements required to be adopted and implemented by the District.

Accounting standards that the District is currently reviewing for applicability and potential impact on the financial statements include:

- GASB No. 84, *Fiduciary Activities*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2021. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement established criteria for identifying fiduciary activities of all state and local governments.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

- GASB No. 87, *Leases*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract.
- GASB No. 89, *Accounting for Interest Costs Incurred Before the End of a Construction Period*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022. The objectives of this Statement is to 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.
- GASB No. 92, *Omnibus 2020*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022 except requirements related to GASB No. 87 and Implementation Guide No. 2019-3 are effective upon issuance. The objective of this Statement is to enhance comparability in the application of accounting and financial reporting requirements and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics.
- GASB No. 96, *Subscription – Based Information Technology Arrangements*, will be effective beginning with the fiscal year ending June 30, 2023. The objective of this Statement will be to improve financial reporting by establishing a definition for subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.
- GASB No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No.84, and a Supersession of GASB Statement No. 32*, the section that maybe applicable to the District will be effective beginning with the fiscal year ending June 30, 2022. The objective of this Statement is to provide 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 will 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.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the District's enterprise funds. Fiduciary funds are excluded from the district-wide financial statements.

District-Wide Financial Statements

The district-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Board of Education. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or other governmental entities, including other school districts, who purchase, use, or directly benefit from goods or services provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes, unrestricted state aid and other items not properly included among program revenues are reported instead as general revenues.

As a general rule the effect of interfund activity has been eliminated from the district-wide financial statements. Exceptions to this general rule are charges between the Board's proprietary and fiduciary funds since elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

Separate fund financial statements are provided for governmental, proprietary, and fiduciary activities, even though the latter are excluded from the district-wide financial statements. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. The District considers all of its governmental and enterprise funds to be major funds.

The District reports the following major governmental funds:

The *general fund* is the School District's primary operating fund. It accounts for all financial resources of the District, except those to be accounted for in another fund.

The *special revenue fund* accounts for the proceeds of specific revenue sources legally restricted to expenditures for specified purposes. This fund accounts for federal, state and local financial programs, with the exception of grants for major capital projects and the child nutrition programs.

The *capital projects fund* accounts for the proceeds from the sale of bonds, lease purchases and other revenues used for the acquisition or construction of capital facilities and other capital assets, other than those financed by the proprietary funds.

The *debt service fund* accounts for the accumulation of resources that are restricted, committed or assigned for the payment of principal and interest on long-term general obligation debt of governmental funds.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

The District reports the following major proprietary funds which are organized to be self-supporting through user charges:

The *food service fund* accounts for the activities of the school cafeteria, which provides food service to students as well as a la carte and catering services for administrators, teachers and special events.

Additionally, the government reports the following fund types:

The *fiduciary trust funds* are used to account for resources legally held in trust for state unemployment insurance claims and for private donations for scholarship awards. All resources of the funds, including any earnings on invested resources, may be used to support the intended purpose. There is no requirement that any portion of these resources be preserved as capital.

The *fiduciary agency funds* account for assets held by the District as an agent for student activities and for payroll deductions and withholdings. The funds for the student activities fund are solely for noninstructional student activities that are supported and controlled by student organizations and clubs for which school administration does not have management involvement. The payroll funds are held to remit employee withholdings to respective state, federal and other agencies.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the district-wide financial statements as “internal balances”.

Reclassifications

Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year’s presentation.

D. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements with the exception of the agency fund which does not have a measurement focus. All assets, all liabilities and all deferred outflows/inflows of resources associated with these operations (with the exception of the fiduciary funds) are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual (i.e. when 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 Board considers revenues to be available if they are collected within 60 days after year-end. Expenditures are recorded when a liability is incurred, as under accrual basis of accounting, with the exception of debt service expenditures as well as expenditures related to compensated absences and claims and judgments which are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting (Continued)

Property taxes, tuition, unrestricted state aid, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements (formula-type grants and aid) are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants and similar awards (reimbursement-type grants and awards) are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements imposed by the grantor or provider have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the District.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Cash, Cash Equivalents and Investments

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments are reported at fair value and are limited by N.J.S.A. 18A:20-37.

2. Receivables

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

3. Inventories

The cost of inventories of the governmental fund types are recorded as expenditures at the time individual inventory items are purchased.

Food Service Fund inventories, exclusive of the federal commodities, are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased. The United States Department of Agriculture (USDA) commodity portion of the Food Service Fund inventory consists of food donated by the USDA. It is valued at estimated market prices by the USDA.

4. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the district-wide financial statements. Capital assets are defined by the Board as assets with an initial, individual cost of \$2,000 and an estimated useful life in excess of two years. The District was able to estimate the historical cost for the initial reporting of these capital assets through back trending. As the District constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

4. Capital Assets (Continued)

Land and construction in progress are not depreciated. The other property, plant, and equipment of the District is depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land Improvements	20
Buildings and Building Improvements	10-50
Machinery and Equipment	5-20

5. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Board has two items which arise only under the accrual basis of accounting that qualify for reporting in this category. One item is the deferred amount on refunding of debt which results from the loss on a debt refunding reported in the district-wide statement of net position. Deferred amounts on debt refunding result from the loss on the transaction when the debt's reacquisition price is greater than the carrying value of the refunded debt. These amounts are deferred and amortized over the shorter of the life of the refunded or refunding debt. The other item that qualifies for reporting in this category is the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; (4) changes in proportion and differences between employer contributions and proportionate share of contributions; and (5) contributions made subsequent to the measurement date. These amounts are deferred and amortized over future years.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The Board has one type which arises only under the accrual basis of accounting that qualify for reporting in this category. The item that qualifies for reporting in this category are the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; and (4) changes in proportion and differences between employer contributions and proportionate share of contributions. These amounts are deferred and amortized over future years.

6. Compensated Absences

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation and sick leave benefits. A long-term liability of accumulated vacation and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. A liability is reported in the governmental funds only to the amount actually due at year end as a result of employee resignations and retirements.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

7. Pensions

In the district-wide financial statements, and proprietary fund types in the fund financial statements 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 retirement systems sponsored and administered by the State of New Jersey and additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. 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.

In the governmental fund financial statements, net pension liabilities represent amounts normally expected to be liquidated with expendable available financial resources for required pension contributions that are due and payable at year end. Pension expenditures are recognized based on contractual pension contributions that are required to be made to the pension plan during the fiscal year.

8. Long-Term Obligations

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Losses resulting from debt refundings are reported as deferred outflows of resources. Bond premiums are deferred and amortized over the life of the bonds using the effective interest method. Losses resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported with the unamortized bond premium. Bond issuance costs (other than for prepaid insurance) are treated as an expense.

In the fund financial statements, governmental fund types recognize bond premiums, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Net Position/Fund Balance

District-Wide Statements

In the district-wide statements, there are three classes of net position:

- **Net Investment in Capital Assets** – consists of net capital assets (cost less accumulated depreciation) reduced by outstanding balances of related debt obligations from the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources attributable to the acquisition, construction or improvement of those assets or related debt also should be included.
- **Restricted Net Position** – reports net position when constraints placed on the residual amount of noncapital assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – any portion of net position not already classified as either net investment in capital assets or net position – restricted is classified as net position – unrestricted.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

9. *Net Position/Fund Balance (Continued)*

Governmental Fund Statements

Fund balance categories are designed to make the nature and extent of the constraints placed on the District's fund balance more transparent. These categories are comprised of a hierarchy based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

Restricted Fund Balance – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Capital Reserve – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 3b).

Capital Reserve – Designated for Subsequent Year's Budget – This designation was created to dedicated the portion of capital reserve fund balance appropriated in the adopted 2020/2021 District budget certified for taxes.

Maintenance Reserve – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities

Emergency Reserve – This restriction was created in accordance with NJAC 6A:23A-14.4(A)1 to accumulate funds in accordance with State statute to finance unanticipated general fund expenditures required for a thorough and efficient education.

Capital Projects – Represents fund balance restricted specifically for capital acquisitions and improvements in the Capital Projects Fund.

Assigned Fund Balance – Amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority.

Designated for Subsequent Year's Budget – This designation was created to dedicate the portion of fund balance appropriated in the adopted 2020/2021 District budget certified for taxes.

Encumbrances – Represent outstanding purchase orders for goods or services approved by management for specific purposes from available resources of the current year for which the goods and materials have not yet been received or the services have not yet been rendered at June 30.

Unassigned Fund Balance – Represents fund balance that has not been restricted, committed or assigned to specific purposes within the governmental funds.

In the general operating fund and other governmental funds (capital projects and debt service fund types), it is the District's policy to consider restricted resources to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted (i.e., committed, assigned or unassigned) fund balances are available, followed by committed and then assigned fund balances. Unassigned amounts are used only after the other resources have been used.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

10. Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The Board of Education itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the Board's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the school district that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation. The District has no committed fund balances at year end.

Amounts in the assigned fund balance classification are intended to be used by the Board for specific purposes but do not meet the criteria to be classified as committed. The Board has authorized the School Business Administrator/Board Secretary to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

F. Revenues and Expenditures/Expenses

1. Program Revenues

Amounts that are permitted to be reported as program revenues in the district-wide statement of activities include 1) charges to customers or applicants for goods or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, unrestricted state aid, investment earnings and miscellaneous revenues.

2. Property Taxes

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenues are recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred inflows of resources. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1st in the year following the calendar year levy when the same became in arrears, the tax collector of the municipality shall, subject to the provisions of New Jersey Statute, enforce the lien by placing the property on a tax sale. The municipality may institute annual "in rem" tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Tuition Revenues and Expenditures

Tuition Revenues - Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs are determined and certified by the State Department of Education.

Tuition Expenditures - Tuition charges for the fiscal years 2018-2019 and 2019-2020 were based on rates established by the receiving district. These rates are subject to change when the actual costs have been certified by the State Department of Education.

4. Proprietary Funds, Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the food service enterprise fund, are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Federal and State subsidies for the food service operation are considered nonoperating revenues.

NOTE 2 RECONCILIATION OF DISTRICT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of certain differences between the governmental fund balance sheet and the district-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position– governmental activities as reported in the district-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details are as follows:

Bonds Payable	\$ (11,680,000)
Issuance Premium (to be amortized over life of debt)	(96,250)
Capital Leases Payable	(115,148)
Compensated Absences	(332,024)
Net Pension Liability	<u>(4,175,052)</u>
Net Adjustment to Reduce Fund Balance - Total Governmental Funds to Arrive at Net Position - Governmental Activities	<u>\$ (16,398,474)</u>

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

In accordance with the requirements of the New Jersey Department of Education (“the Department”), the District annually prepares its operating budget for the forthcoming year. The budget, except for the general fund and special revenue fund, which is more fully explained below and in the notes to the required supplementary information, is prepared in accordance with accounting principles generally accepted in the United States of America and serves as a formal plan for expenditures and the proposed means for financing them. Capital lease transactions are accounted for on the GAAP basis.

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2019/2020. Also, during 2019/2020 the Board increased the original General Fund budget by \$56,472 and the Special Revenue Fund budget by \$95,401. The increases were funded by additional grant awards and the reappropriation of prior year encumbrances.

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 accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

Encumbrance accounting is employed in the governmental funds. 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 committed and/or assigned fund balances at fiscal year end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services which are reappropriated and honored during the subsequent fiscal year.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

B. Excess Expenditures Over Appropriations

The following is a summary of expenditures in excess of available appropriations. The overexpended appropriations resulted in unfavorable variances.

	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund			
Home Instruction			
Salaries of Teachers	\$14,467	\$14,989	\$522
Other Support Services – Improvement of Instructional Services			
Salaries of Supervision of Instruction	157,893	161,512	3,619
Custodial Services			
Salaries	617,360	619,878	2,518
Uncollected Benefits – Employee Benefits			
Unemployment Compensation	5,000	120,000	115,000

The above variances were offset with other available resources.

C. Capital Reserve

A capital reserve account was established by the District. The accumulation of funds will be used for capital outlay expenditures in subsequent fiscal years. The capital reserve is maintained in the general fund and its activity is included in the general fund annual budget.

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

The activity of the capital reserve for the fiscal year ended June 30, 2019 is as follows:

Balance, July 1, 2019	\$ 1,252,809
Increased by:	
Interest Earnings	\$ 4,301
Deposits Approved by Board Resolution	<u>500,000</u>
Total Increases	<u>504,301</u>
Balance, June 30, 2020	<u>\$ 1,757,110</u>

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district’s Long Range Facilities Plan. \$30,000 of the capital reserve balance at June 30, 2020 was designated and appropriated for use in the 2020/21 original budget certified for taxes.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

D. Maintenance Reserve

A maintenance reserve account was established by the District. The accumulation of funds will be used for required maintenance of school facilities expenditures in subsequent fiscal years. The maintenance reserve is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the maintenance reserve are restricted to required maintenance activities for a school facility as reported in the comprehensive maintenance plan. A District may appropriate funds into the maintenance reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Pursuant to N.J.A.C. 6A:23A-14.2(g), the balance in the reserve cannot at any time exceed four percent of the replacement cost of the school district's school facilities for the current year.

The activity of the maintenance reserve for the fiscal year ended June 30, 2020 is as follows:

Balance, July 1, 2019	\$ 400,000
Increased by:	
Deposits Approved by Board Resolution	<u>200,000</u>
	600,000
Decreased by:	
Approved in District Budget	<u>200,000</u>
Balance, June 30, 2020	<u>\$ 400,000</u>

The June 30, 2020 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$1,058,320.

E. Emergency Reserve

An emergency reserve account was established by the District. The accumulation of funds will be used to finance unanticipated General Fund current expenditures required for a thorough and efficient education in subsequent fiscal years.

Funds placed in the emergency reserve are restricted to finance reasonably unforeseeable costs and shall not include additional costs due to poor planning. A District may appropriate funds into the emergency reserve in the annual General Fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line item appropriation amounts or both. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or the withdrawal is included in the original budget certified for taxes to finance school security improvements to school facilities pursuant to 18A:7G-6(c)1. Pursuant to NJAC 6A:23A-14.4(A), the balance in the reserve cannot at any time exceed the greater of \$250,000 or one percent of the school district's General Fund budget as certified for taxes up to a maximum of \$1,000,000.

The activity of the emergency reserve for the fiscal year ended June 30, 2020 is as follows:

Balance, July 1, 2019	\$ -
Increased by:	
Deposits Approved by Board Resolution	<u>96,281</u>
Balance, June 30, 2020	<u>\$ 96,281</u>

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

The Board's deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Board is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC and NCUSIF.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2020, the book value of the Board's deposits were \$1,859,497 and bank and brokerage firm balances of the Board's deposits amounted to \$2,371,296. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ <u>2,371,296</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Board does not have a policy for custodial credit risk. As of June 30, 2020 none of Board's bank balances were exposed to custodial credit risk.

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America; Government Money Market Mutual Funds; any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located; Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law," (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by school districts; Local Government investment pools; deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Investments (Continued)

As of June 30, 2020, the Board had no outstanding investments.

Interest Rate Risk – The Board does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – State law limits investments as noted above (N.J.S.A. 18A:20-37). The District does not have an investment policy that would further limit its investment choices.

Concentration of Credit Risk – The Board places no limit in the amount the District may invest in any one issuer.

B. Receivables

Receivables as of June 30, 2020 for the district’s individual major funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Food Service</u>	<u>Total</u>
Receivables:						
Accounts	\$ 9,545					\$ 9,545
Intergovernmental						
Federal		\$ 102,617			\$ 2,586	105,203
State	30,524		\$ 843,807		41	874,372
Property Taxes	1,580,061			\$ 24,161		1,604,222
Local	-	-	-	-	-	-
Gross Receivables	<u>1,620,130</u>	<u>102,617</u>	<u>843,807</u>	<u>24,161</u>	<u>2,627</u>	<u>2,593,342</u>
Less: Allowance for Uncollectibles	-	-	-	-	-	-
Net Total Receivables	<u>\$ 1,620,130</u>	<u>\$ 102,617</u>	<u>\$ 843,807</u>	<u>\$ 24,161</u>	<u>\$ 2,627</u>	<u>\$ 2,593,342</u>

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

C. Unearned Revenue

Governmental funds report unearned revenue in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

General Fund		
Prepaid Pre-K Tuition Revenue	\$	14,300
Special Revenue Fund		
Unencumbered Grant Draw Downs		12,552
Capital Projects fund		
Unrealized School Facilities Grants		<u>148,868</u>
 Total Unearned Revenue for Governmental Funds	 \$	 <u>175,720</u>

D. Capital Assets

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

	Balance, <u>July 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	Balance, <u>June 30, 2020</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,602,000	-	-	\$ 1,602,000
Total Capital Assets, Not Being Depreciated	<u>1,602,000</u>	<u>-</u>	<u>-</u>	<u>1,602,000</u>
Capital Assets, Being Depreciated:				
Land Improvements	1,303,858			\$ 1,303,858
Buildings and Building Improvements	25,750,671	\$ 4,810		25,755,481
Machinery and equipment	<u>1,302,745</u>	<u>108,652</u>	\$ <u>(65,000)</u>	<u>1,346,397</u>
Total Capital Assets Being Depreciated	<u>28,357,274</u>	<u>113,462</u>	<u>(65,000)</u>	<u>28,405,736</u>
Less Accumulated Depreciation for:				
Land Improvements	(278,126)	(48,363)		(326,489)
Buildings and Building Improvements	(6,639,769)	(918,613)		(7,558,382)
Machinery and Equipment	<u>(1,301,962)</u>	<u>(102,539)</u>	<u>65,000</u>	<u>(1,339,501)</u>
Total Accumulated Depreciation	<u>(8,219,857)</u>	<u>(1,069,515)</u>	<u>65,000</u>	<u>(9,224,372)</u>
Total Capital Assets, Being Depreciated, Net	<u>20,137,417</u>	<u>(956,053)</u>	<u>-</u>	<u>19,181,364</u>
Governmental Activities Capital Assets, Net	<u>\$ 21,739,417</u>	<u>\$ (956,053)</u>	<u>\$ -</u>	<u>\$ 20,783,364</u>

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

	Balance, <u>July 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	Balance, <u>June 30, 2020</u>
Business-Type Activities:				
Capital Assets, Being Depreciated:				
Machinery and Equipment	\$ 88,672	-	-	\$ 88,672
Total Capital Assets Being Depreciated	<u>88,672</u>	-	-	<u>88,672</u>
Less Accumulated Depreciation for:				
Machinery and Equipment	(73,835)	\$ (4,238)	-	(78,073)
Total Accumulated Depreciation	<u>(73,835)</u>	<u>(4,238)</u>	-	<u>(78,073)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 14,837</u>	<u>\$ (4,238)</u>	<u>\$ -</u>	<u>\$ 10,599</u>

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

Governmental Activities:

Instruction	
Regular	\$ 84,974
Total Instruction	<u>84,974</u>
Support Services	
Student and Instruction Related Services	448
General Administrative Services	1,483
School Administrative Services	3,477
Plant Operations and Maintenance	968,268
Pupil Transportation	10,865
Total Support Services	<u>984,541</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,069,515</u>
Business-Type Activities:	
Food Service Fund	<u>\$ 4,238</u>

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

E. Interfund Receivables, Payables, and Transfers

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

Due To/From Other Funds

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Special Revenue Fund	\$ 86,699
General Fund	Debt Service Fund	24,161
General Fund	Payroll Agency Fund	29,689
Unemployment Compensation Trust Fund	General Fund	<u>120,000</u>
		<u>\$ 260,549</u>

The above balances are the result of revenues earned or other financing sources received in one fund which are due to another fund and/or to cover cash balances which were in an overdraft position.

The District expects all interfund balances to be liquidated within one year.

F. Leases

Operating Leases

The District leases copiers under noncancelable operating leases. Lease payments for the fiscal year ended June 30, 2020 were \$48,896. The future minimum lease payments for these operating leases are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Amount</u>
2021	\$ 48,780
2022	48,780
2023	48,780
2024	48,780
2024	<u>20,325</u>
Total	<u>\$ 215,445</u>

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

F. Leases (Continued)

Capital Leases

The District is leasing chromebooks totaling \$124,362 under capital leases. The lease is for a term of 4 years.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

Fiscal Year Ending <u>June 30,</u>	Governmental <u>Activities</u>
2021	\$ 35,247
2022	35,247
2023	35,245
2024	<u>23,498</u>
Total minimum lease payments	129,237
Less: amount representing interest	<u>(14,089)</u>
Present value of minimum lease payments	<u>\$ 115,148</u>

G. Long-Term Debt

General Obligation Bonds

The Board issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and other capital assets or other purposes permitted by statute. The full faith and credit of the Board are irrevocably pledged for the payment of the principal of the bonds and the interest thereon.

Bonds payable at June 30, 2020 are comprised of the following issues:

\$4,450,000, 2013 Refunding Bonds, due in annual installments of \$400,000 to \$460,000 through July 15, 2025 interest at 3.0%	\$ 2,605,000
\$9,377,000, 2017 School Bonds, due in annual installments of \$310,000 to \$600,000 through September 15, 2037 interest at 2.0% to 3.0%	<u>9,075,000</u>
	<u>\$ 11,680,000</u>

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-Term Debt (Continued)

The Board's schedule of principal and interest for long-term debt issued and outstanding is as follows:

Governmental Activities:

Fiscal Year Ending June 30,	Serial Bonds		Total
	Principal	Interest	
2021	\$ 710,000	\$ 310,300	\$ 1,020,300
2022	740,000	291,725	1,031,725
2023	765,000	272,450	1,037,450
2024	795,000	252,475	1,047,475
2025	815,000	231,875	1,046,875
2026-2030	3,230,000	900,100	4,130,100
2031-2035	3,000,000	468,750	3,468,750
2036-2038	<u>1,625,000</u>	<u>70,125</u>	<u>1,695,125</u>
	<u>\$ 11,680,000</u>	<u>\$ 2,797,800</u>	<u>\$ 14,477,800</u>

Statutory Borrowing Power

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2020 was as follows:

4% of Equalized Valuation Basis (Municipal)	\$ 57,119,033
Less: Bonds Issued and Bonds Authorized But Not Issued	<u>11,680,513</u>
Remaining Borrowing Power	<u>\$ 45,438,520</u>

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

H. Other Long-Term Liabilities

Changes in Long-Term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2020, was as follows:

	Balance, <u>July 1, 2019</u>	<u>Additions</u>	<u>Reductions</u>	Balance, <u>June 30, 2020</u>	Due Within <u>One Year</u>
Governmental Activities:					
Bonds Payable	\$ 12,372,000		\$ 692,000	\$ 11,680,000	\$ 710,000
Add: Premium on Refunding	<u>123,364</u>	-	<u>27,114</u>	<u>96,250</u>	-
Bonds Payable, Net	12,495,364	-	719,114	11,776,250	710,000
Capital Leases		\$ 124,362	9,214	115,148	28,825
Compensated Absences	319,398	12,626		332,024	33,202
Net Pension Liability	<u>4,440,742</u>	-	<u>265,690</u>	<u>4,175,052</u>	-
Governmental Activity Long-Term Liabilities	<u>\$ 17,255,504</u>	<u>\$ 136,988</u>	<u>\$ 994,018</u>	<u>\$ 16,398,474</u>	<u>\$ 772,027</u>

For the governmental activities, the liabilities for compensated absences, capital leases and net pension liability are generally liquidated by the general fund.

NOTE 5 OTHER INFORMATION

A. Risk Management

The District is exposed to various risks of loss related to property, general liability, automobile coverage, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; student accident; termination of employees and natural disasters. The Board has obtained commercial insurance coverage to guard against these events to minimize the exposure to the District should they occur. A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

The District is a member of the School Alliance Insurance Fund (SAIF). The Group is a risk sharing public entity pool, established for the purpose of insuring against worker's compensation claims.

The relationship between the Board and the insurance fund is governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Board is contractually obligated to make all annual and supplementary contributions to the funds, to report claims on a timely basis, cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which they were a member.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

A. Risk Management (Continued)

SAIF provides its members with risk management services, including the defense of and settlement of claims and to establish reasonable and necessary loss reduction and prevention procedures to be followed by the members. Complete financial statements of the respective insurance funds are on file with the School's Business Administrator.

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage's in any of the prior three years.

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

Fiscal Year Ended <u>June 30,</u>	<u>Board Contribution</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020	\$ 120,000	\$ 46,674	\$ 59,144	\$ 176,175
2019	5,000	42,947	25,565	67,019
2018	-	20,260	48,763	44,431

B. Contingent Liabilities

The District is a party defendant in some lawsuits, none of a kind unusual for a school district of its size and scope of operation. In the opinion of the Board's Attorney the potential claims against the District not covered by insurance policies would not materially affect the financial condition of the District.

Federal and State Awards – The Board participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Board may be required to reimburse the grantor government. As of June 30, 2020, significant amounts of grant expenditures have not been audited by the various grantor agencies but the Board believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

C. Federal Arbitrage Regulations

The District is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At June 30, 2020, the District has not estimated its arbitrage earnings due to the IRS, if any.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans

Plan Descriptions and Benefits Provided

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all Board employees who are eligible for pension coverage:

Public Employees' Retirement System (PERS) – Established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage to substantially all full time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost sharing multiple employer defined benefit pension plan. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division's) Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions.

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:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tier 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 reached age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members 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 ten years of service credit and have not reached the service retirement age for the respective tier.

Teachers' Pension and Annuity Fund (TPAF) – Established in January 1955, under the provisions of N.J.S.A. 18A:66 to provide coverage to substantially all full time certified teachers or professional staff of the public school systems in the State. Membership is mandatory for such employees. TPAF is a cost sharing multiple- employer defined benefit pension plan with a special funding situation, by which the State is responsible to fund 100% of local employer contributions, excluding any local employer early retirement incentive (ERI) contributions. For additional information about TPAF, please refer to the State Division of Pension and Benefits (Division's) Comprehensive Annual Financial Report (CAFR) which can be found at www.state.nj.us/treasury/pensions.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

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 represent the membership tiers for TPAF:

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

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tier 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 reached age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tier 1 and 2 members before reaching age 60, tier 3 and 4 members with 25 or more years of service credit before age 62, and tier 5 members 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 retirement for his/her respective tier. Deferred retirement is available to members who have at least ten years of service credit and have not reached the service retirement age for the respective tier.

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Board employees who are eligible for pension coverage.

Defined Contribution Retirement Program (DCRP) – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS and do not earn the minimum salary required or do not work the minimum required hours but earn a base salary of at least \$5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Other Pension Funds

The State established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local government employers do not appropriate funds to SACT.

The cost of living increase for PERS and TPAF, are funded directly by each of the respective systems but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits (“Division”), issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Plan Amendments

The authority to amend the provisions of the above plans rests with new legislation passed by the State of New Jersey. Pension reforms enacted pursuant to Chapter 78, P.L. 2011 included provisions creating special Pension Plan Design Committees for TPAF and PERS, once a Target Funded Ratio (TFR) is met. The Pension Plan Design Committees will have the discretionary authority to modify certain plan design features, including member contribution rate; formula for calculation of final compensation of final salary; fraction used to calculate a retirement allowance; age at which a member may be eligible and the benefits for service or early retirement; and benefits provided for disability retirement. The committees will also have the authority to reactivate the cost of living adjustment (COLA) on pensions. However, modifications can only be made to the extent that the resulting impact does not cause the funded ratio to drop below the TFR in any one year of a 30-year projection period.

Measurement Focus and Basis of Accounting

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Investment Valuation

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Prudential Retirement is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial reports may be obtained in writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290 or at www.state.nj.us/treasury/doinvest.

Collective Net Pension Liability

The collective net pension liability of the participating employers for local PERS at June 30, 2019 is \$18.1 billion and the plan fiduciary net position as a percentage of the total pension liability is 56.27%. The collective net pension liability of the State funded TPAF at June 30, 2019 is \$61.5 billion and the plan fiduciary net position as a percentage of total pension liability is 26.95%.

The total pension liabilities were determined based on actuarial valuations as of July 1, 2018 which were rolled forward to June 30, 2019.

Actuarial Methods and Assumptions

In the July 1, 2018 PERS and TPAF actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation with the amount of contributions by the State of New Jersey contingent upon the Annual Appropriations Act. As defined, the retirement systems require employee contributions based on 7.50% for PERS, 7.50% for TPAF and 5.50% for DCRP of the employee's annual compensation for fiscal year 2020.

PERS employers' and TPAF State's nonemployer contributions are based on actuarially determined amounts, which include the normal cost and unfunded accrued liability. For the fiscal year ended June 30, 2020 for TPAF, which is a cost sharing multiple employer defined benefit pension plan with a special funding situation, the State's annual pension contribution was less than the actuarial determined amount. For PERS, which is a cost sharing multiple employer defined benefit pension plan, the annual pension contributions were equal to the actuarial determined amounts. TPAF nonemployer contributions are made annually by the State of New Jersey to the pension system on behalf of the Board. PERS employer contributions are made annually by the Board to the pension system in accordance with Chapter 114, P.L. 1997. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All PERS and DCRP contributions made by the Board for fiscal years 2020, 2019 and 2018 were equal to the required contributions.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Employer and Employee Pension Contributions (Continued)

During the fiscal years ended June 30, 2020, 2019 and 2018 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

Fiscal Year Ended June 30,	PERS	On-behalf TPAF	DCRP
2020	\$ 225,385	\$ 1,661,693	\$ 18,139
2019	224,338	1,420,858	15,427
2018	217,293	1,049,666	11,508

In addition for fiscal years 2020, 2019 and 2018 the District contributed \$571, \$562 and \$2,317, respectively for PERS and the State contributed \$1,915, \$2,165 and \$2,401, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

The PERS contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure. The on-behalf TPAF contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB Statement No. 85, *Omnibus 2017* (GASB No. 85). The DCRP contributions are recognized in the governmental fund financial statements (modified accrual basis) as an expenditure, as well as, the district-wide financial statements (accrual basis) as an expense.

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$619,777 during the fiscal year ended June 30, 2020 for the employer’s share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as a revenue and expense/expenditure in accordance with GASB No. 85.

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

Public Employees Retirement System (PERS)

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, (GASB No. 68) requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS during the measurement period July 1, 2018 through June 30, 2019. Employer allocation percentages have been rounded for presentation purposes.

Although the NJ Division of Pensions and Benefits (“Division”) administers one cost-sharing multiple employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense are determined separately for each individual employer of the State and local groups of the plan.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages are presented for each group. The allocation percentages for each group as of June 30, 2019 are based on the ratio of each employer’s contribution to total employer contributions of the group for the fiscal year ended June 30, 2019.

At June 30, 2020, the District reported in the statement of net position (accrual basis) a liability of \$4,175,052 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2019 and was determined by an actuarial valuation as of July 1, 2018. The District’s proportionate share of the net pension liability was based on the ratio of the District’s share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2019. At June 30, 2019, the District’s proportionate share was .02317 percent, which was an increase of .00062 percent from its proportionate share measured as of June 30, 2018 of .02255 percent.

For the fiscal year ended June 30, 2020, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$327,856 for PERS. The pension contribution made by the District during the current 2019/2020 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2020 with a measurement date of the prior fiscal year end of June 30, 2019. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2020 for contributions made subsequent to the measurement date. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 74,937	\$ 18,444
Changes of Assumptions	416,894	1,449,147
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		65,905
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>345,594</u>	<u>138,063</u>
Total	<u>\$ 837,425</u>	<u>\$ 1,671,559</u>

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

At June 30, 2020, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

Year Ending December 31,	<u>Total</u>
2021	\$ 5,397
2022	(310,355)
2023	(342,130)
2024	(174,444)
2025	(12,602)
Thereafter	-
	<u>\$ (834,134)</u>

Actuarial Assumptions

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00-6.00% Based on Years of Service
Thereafter	3.00%-7.00% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	Pub-2010

Assumptions for mortality improvements are based on Society of Actuaries 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.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans 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 the PERS's target asset allocation as of June 30, 2019 are summarized in the following table:

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

Discount Rate

The discount rate used to measure the total pension liabilities of the PERS plan was as follows:

<u>Fiscal Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2020	June 30, 2019	6.28%
2019	June 30, 2018	5.66%

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate (Continued)

The following table represents the crossover period, if applicable, for the PERS defined benefit plan:

Period of Projected Benefit Payments for which the Following Rates were Applied:	
Long-Term Expected Rate of Return	Through June 30, 2057
Municipal Bond Rate *	From July 1, 2057 and Thereafter

* The municipal bond return rate used is 3.50% as of the measurement date of June 30, 2019. 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.

Sensitivity of Net Pension Liability

The following presents the District’s proportionate share of the PERS net pension liability calculated using the discount rate of 6.28%, as well as what the District’s proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.28 percent) or 1-percentage-point higher (7.28 percent) than the current rate:

	1% Decrease <u>5.28%</u>	Current Discount Rate <u>6.28%</u>	1% Increase <u>7.28%</u>
District's Proportionate Share of the PERS Net Pension Liability	<u>\$ 5,273,769</u>	<u>\$ 4,175,052</u>	<u>\$ 3,249,227</u>

The sensitivity analysis was based on the proportionate share of the District’s net pension liability as of the measurement date of June 30, 2019. A sensitivity analysis specific to the District’s net pension liability at June 30, 2019 was not provided by the pension system.

Pension Plan Fiduciary Net Position

Detailed information about the PERS pension plan’s fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

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NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF)

GASB No. 68, requires participating employers in TPAF to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense. The non-employer allocation percentages presented are based on the ratio of the State's contributions made as an employee and non-employer adjusted for unpaid early retirement incentives to total contributions to TPAF during the measurement period July 1, 2018 through June 30, 2019. Non-employer allocation percentages have been rounded for presentation purposes.

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and non-employer contributions by the State. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. For the fiscal year ended June 30, 2019, the State's pension contribution was less than the actuarial determined amount.

In accordance with GASB No. 68, the District is not required to recognize a net pension liability for TPAF. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to TPAF on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 68 is zero percent and the State's proportionate share is 100% of the net pension liability attributable to the District for TPAF. Therefore, in addition, the District does not recognize any portion of the TPAF collective deferred outflows of resources and deferred inflows of resources.

For the fiscal year ended June 30, 2020, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$2,561,473 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2020 the State's proportionate share of the net pension liability attributable to the District is \$43,427,558. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2019. At June 30, 2019, the State's share of the net pension liability attributable to the District was .07076 percent, which was an increase of .00117 percent from its proportionate share measured as of June 30, 2018 of .06959 percent.

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 NOTES TO THE FINANCIAL STATEMENTS
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NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (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	1.55-4.55% Based on Years of Service
Thereafter	2.75%-5.65% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	Pub-2010

Assumptions for mortality improvements are based on Society of Actuaries 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.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 the TPAF's target asset allocation as of June 30, 2019 are summarized in the following table:

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

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Discount Rate

The discount rate used to measure the total pension liabilities of the TPAF plan was as follows:

Fiscal Year	Measurement Date	Discount Rate
2020	June 30, 2019	5.60%
2019	June 30, 2018	4.86%

The following table represents the crossover period, if applicable, for the TPAF defined benefit plan:

Period of Projected Benefit

Payments for which the Following
 Rates were Applied:

Long-Term Expected Rate of Return	Through June 30, 2054
Municipal Bond Rate *	From July 1, 2054 and Thereafter

* The municipal bond return rate used is 3.50% as of the measurement date of June 30, 2019. 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.

Sensitivity of Net Pension Liability

The following presents the State's proportionate share of the TPAF net pension liability attributable to the District calculated using the discount rate of 5.60%, as well as what the State's proportionate share of the TPAF net pension liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (4.60 percent) or 1-percentage-point higher (6.60 percent) than the current rate:

	1% Decrease (4.60%)	Current Discount Rate (5.60%)	1% Increase (6.60%)
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 51,210,703</u>	<u>\$ 43,427,558</u>	<u>\$ 36,970,005</u>

The sensitivity analysis was based on the State's proportionate share of the net pension liability attributable to the District as of the measurement date of June 30, 2019. A sensitivity analysis specific to the State's proportionate share of the net pension liability attributable to the District at June 30, 2019 was not provided by the pension system.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Pension Plan Fiduciary Net Position

Detailed information about the TPAF pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial report may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

E. Post-Retirement Medical Benefits

The State of New Jersey sponsors and administers the post-retirement health benefit program plan for school districts.

As a result of implementing GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, the post-retirement health benefit program plan is reported in an Agency Fund in the New Jersey Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019. Therefore, the plan has no assets accumulated in a trust. In accordance with GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pension* (GASB No. 75), the plan is classified as a single employer defined benefit OPEB plan with a special funding situation that is not administered through a trust that meets the criteria in paragraph 4 of GASB No. 75.

Plan Description and Benefits Provided

The State of New Jersey sponsors and administers the following post-retirement health benefit program plan covering certain local school district employees, including those Board employees and retirees eligible for coverage.

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.32f provides medical coverage, prescription drug benefits and Medicare Part B reimbursement to qualified retired education employees and their covered dependents. 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 provisions of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of the 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.

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

**WOOD-RIDGE BOARD OF EDUCATION
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the above Fund. The financial reports may be accessed via the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Plan Membership

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2018:

Active Plan Members	216,892
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	148,051
Inactive Plan Members Entitled to but not yet Receiving Benefits	<u> -</u>
Total	<u>364,943</u>

Measurement Focus and Basis of Accounting

The financial statements of the post-employment health benefit plans are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the post-employment health benefit plans. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

Investment Valuation

Investments are reported at fair value. Investments that do not have an established market are reported at estimated fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Collective Net OPEB Liability

The collective net OPEB liability of the State, as the non-employer contributing entity, of the plan at June 30, 2019 is \$41.7 billion, and the plan fiduciary net position as a percentage of the total OPEB liability is zero percent.

The total OPEB liabilities were determined based on actuarial valuations as of June 30, 2018 which were rolled forward to June 30, 2019.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Actuarial Methods and Assumptions

In the June 30, 2018 OPEB actuarial valuation, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The Plan selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 75. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Post-Retirement Medical Benefits Contributions

The funding policy of the OPEB plan is pay as you go basis; therefore, there is no prefunding of the liability. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are made by the State, as a non-employer contributing entity, under a special funding situation in accordance with State statutes as previously disclosed. The State as a non-employer contributing entity made contributions of \$1.28 billion to the OPEB plan in fiscal year 2019.

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan.

over a period not to exceed thirty years. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2020, 2019 and 2018 were \$616,457, \$644,499 and \$677,958, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

GASB Statement No. 75 requires participating employers in the State Health Benefit Program Fund – Local Education Retired Employees Plan to recognize their proportionate share of the collective OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources and collective OPEB expense. The nonemployer allocation percentages presented are based on the ratio of the State's contributions made as a nonemployer toward the actuarially determined contribution amount to total contributions to the plan during the measurement period July 1, 2018 through June 30, 2019. Nonemployer allocation percentages have been rounded for presentation purposes.

In accordance with GASB No. 75, the District is not required to recognize an OPEB liability for the post-employment health benefit plan. The State of New Jersey, as a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to the plan on behalf of the District. Accordingly, the District's proportionate share percentage determined under Statement No. 75 is zero percent and the State's proportionate share is 100% of the OPEB liability attributable to the District. Therefore, in addition, the District does not recognize any portion of the collective deferred outflows of resources and deferred inflows of resources related to the plan.

For the fiscal year ended June 30, 2020, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$938,657. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2020 the State's proportionate share of the OPEB liability attributable to the District is \$28,309,647. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2019 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2019. At June 30, 2019, the state's share of the OPEB liability attributable to the District was .06139 percent, which was an increase of .00481 percent from its proportionate share measured as of June 30, 2018 of .05658 percent.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions

The OPEB liability for the June 30, 2019 measurement date was determined by an actuarial valuation as of June 30, 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	2.50%
Salary Increases*	
PERS:	
Initial Fiscal Year Applied Through	2026
Rate	2.00% to 6.00%
Rate Thereafter	3.00% to 7.00%
TPAF:	
Initial Fiscal Year Applied Through	2026
Rate	1.55% to 3.05%
Rate Thereafter	1.55% to 3.05%
Mortality:	
PERS	Pre-retirement and Post-retirement based on Pub-2010 Healthy "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.
TPAF	Pre-retirement and Post-retirement based on Pub-2010 "Teachers" and "General" classifications respectively, headcount-weighted mortality tables with fully generational mortality improvement projections from the central year using Scale MP-2019.
Long-Term Rate of Return	2.00%

*Salary increases are based on the defined benefit pension plan that the member is enrolled in and the members years of service.

For the June 30, 2019 measurement date healthcare cost trend rates for pre-Medicare medical benefits, the trend 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 rates 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%.

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NOTES TO THE FINANCIAL STATEMENTS
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NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Actuarial Assumptions (Continued)

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

100% of active members are considered to participate in the plan upon retirement.

Long-Term Expected Rate of Return

As the OPEB plan only invests in the State of New Jersey Cash Management Fund, the long-term expected rate of return on OPEB investments was based off the best-estimate ranges of future real rates of return (expected returns, net of OPEB plan investment expense and inflation) for cash equivalents, which is 2.00% as of June 30, 2019.

Discount Rate

The discount rate used to measure the total OPEB liabilities of the plan was as follows:

<u>Fiscal Year</u>	<u>Measurement Date</u>	<u>Discount Rate</u>
2020	June 30, 2019	3.50%
2019	June 30, 2018	3.87%

The discount rate 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.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Changes in the Total OPEB Liability

The change in the State’s proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2020 (measurement date June 30, 2019) is as follows:

	Total OPEB Liability <u>(State Share 100%)</u>
Balance, June 30, 2018 Measurement Date	\$ <u>30,350,052</u>
Changes Recognized for the Fiscal Year:	
Service Cost	1,164,453
Interest on the Total OPEB Liability	1,203,449
Differences Between Expected and Actual Experience	(3,987,144)
Changes of Assumptions	422,099
Gross Benefit Payments	(869,022)
Contributions from the Member	25,760
Net Changes	\$ <u>(2,040,405)</u>
Balance, June 30, 2019 Measurement Date	\$ <u>28,309,647</u>

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

The change in the total OPEB liability was based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2019.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

OPEB Liabilities, OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Sensitivity of OPEB Liability

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 3.50%, as well as what the State's proportionate share of the OPEB liability attributable to the District that would be if it were calculated using a discount rate that is 1-percentage-point lower (2.50 percent) or 1-percentage-point higher (4.50 percent) than the current rate:

	1% Decrease <u>(2.50%)</u>	Current Discount Rate <u>(3.50%)</u>	1% Increase <u>(4.50%)</u>
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ 33,444,880	\$ 28,309,647	\$ 24,230,499

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability (School Retirees)	\$ 23,325,887	\$ 28,309,647	\$ 34,907,121

The sensitivity analyses were based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2019. Sensitivity analyses specific to the State's proportionate share of the OPEB liability attributable to the District at June 30, 2019 were not provided by the pension system.

F. 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 or 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 school tax revenue 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 Wood-Ridge Board of Education, the District's share of abated taxes resulting from the municipality having entered into a tax abatement agreement is indeterminate.

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 6 INFECTIOUS DISEASE OUTBREAK – COVID-19 PANDEMIC

The outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus, has been characterized as a pandemic (the “Pandemic”) by the World Health Organization and is currently affecting many parts of the world, including the United States and the State of New Jersey. On January 31, 2020, the Secretary of the United States Health and Human Services Department declared a public health emergency for the United States and on March 13, 2020, the President of the United States declared the outbreak of COVID-19 in the United States a national emergency. Subsequently, the President’s Coronavirus Guidelines for America and the United States Centers for Disease Control and Prevention called upon Americans to take actions to slow the spread of COVID-19 in the United States.

New Jersey Governor Phil Murphy has issued multiple Executive Orders since March 16, 2020 including but not limited to aggressive social distancing measures, restrictions on local elections, restrictions on foreclosure and evictions, suspension of all elective surgeries, closing of all schools and child care centers, the commandeering of property such as medical supplies, the cessation of all non-essential construction projects, extending insurance premium grace periods, the temporary reprieve to certain at-risk inmates and the extension of the permitted statutory grace period from May 11, 2020 to June 1, 2020 for quarterly property taxes due May 1, 2020. The Board expects ongoing actions will be taken by State, federal and local governments and private entities to mitigate the spread and impacts of COVID-19. The Pandemic has negatively affected travel, commerce, and financial markets globally, and is widely expected to continue negatively affecting economic growth and financial markets worldwide. These negative impacts may reduce or negatively affect property values within the School District. The declaration of a public health emergency remains in effect as of the date of audit. As part of a planned multi-stage approach to restart the State’s economy, Governor Murphy has signed a series of Executive Orders permitting the resumption of certain activities.

Because of the evolving nature of the outbreak and federal, state and local responses thereto, the Board cannot predict how the outbreak will impact the financial condition or operations of the School District, or if there will be any impact on the assessed values of property within the School District or deferral of tax payments to municipalities. The Board cannot predict costs associated with this or any other potential infectious disease outbreak, including whether there will be any reduction in State funding or an increase in operational costs incurred to clean, sanitize and maintain its facilities either before or after an outbreak of an infectious disease.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

**WOOD-RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
REVENUES					
Local Sources					
Local Tax Levy	\$ 18,284,171		\$ 18,284,171	\$ 18,284,171	
Tuition From Individuals	454,150		454,150	345,542	\$ (108,608)
Tuition From Other LEA's Within the State	1,207,706		1,207,706	1,195,605	(12,101)
Interest Earned on Capital Reserve Funds	300		300	4,301	4,001
Unrestricted Miscellaneous Revenues	228,825	-	228,825	300,697	71,872
Total Local Sources	<u>20,175,152</u>	<u>-</u>	<u>20,175,152</u>	<u>20,130,316</u>	<u>(44,836)</u>
State Sources					
Special Education Aid	725,253		725,253	725,253	
Security Aid	22,479		22,479	22,479	
Transportation Aid	118,852		118,852	118,852	
Equalization Aid	79,500		79,500	79,500	
Extraordinary Aid	175,000		175,000	294,435	119,435
On Behalf TPAF (Non Budgeted)					
Pension Contribution				1,632,433	1,632,433
NCGI Premium				29,260	29,260
LTDI				1,915	1,915
Post Retirement Medical Contributions				616,457	616,457
Social Security Contributions	-	-	-	619,777	619,777
Total State Sources	<u>1,121,084</u>	<u>-</u>	<u>1,121,084</u>	<u>4,140,361</u>	<u>3,019,277</u>
Federal Sources					
Medicaid Assistance Program (SEMI)	27,090	-	27,090	3,196	(23,894)
Total Federal Sources	<u>27,090</u>	<u>-</u>	<u>27,090</u>	<u>3,196</u>	<u>(23,894)</u>
Total Revenues	<u>21,323,326</u>	<u>-</u>	<u>21,323,326</u>	<u>24,273,873</u>	<u>2,950,547</u>
EXPENDITURES					
CURRENT					
Instruction - Regular Programs					
Salaries of Teachers					
Preschool	193,052	\$ 59,747	252,799	252,359	440
Kindergarten	335,774	(280)	335,494	334,164	1,330
Grades 1-5	1,656,120	(63,288)	1,592,832	1,592,832	-
Grades 6-8	972,936	83,671	1,056,607	1,056,607	-
Grades 9-12	2,380,083	(235,927)	2,144,156	2,114,545	29,611
Regular Programs - Home Instruction					
Salaries of Teachers	5,000	-	5,000	4,036	964
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	106,560	4,027	110,587	110,587	-
Purchased Professional/Educational Services	14,200	16,016	30,216	26,157	4,059
Purchased Technical Services	700	-	700	420	280
Other Purchased Services	57,727	366	58,093	57,821	272
General Supplies	167,275	10,298	177,573	158,588	18,985
General Supplies - Acquired Under Lease Purchase (Non-Budget)				124,362	(124,362)
Textbooks	13,771	373	14,144	10,914	3,230
Other Objects	60	(9)	51	50	1
Total Regular Programs	<u>5,903,258</u>	<u>(125,006)</u>	<u>5,778,252</u>	<u>5,843,442</u>	<u>(65,190)</u>
Resource Room/Resource Center					
Salaries of Teachers	1,064,252	104,893	1,169,145	1,169,145	
Other Salaries for Instruction	64,840	19,345	84,185	84,185	
General Supplies	7,275	(1,645)	5,630	5,467	163
Textbooks	200	(200)	-	-	-
Total Resource Room/Resource Center	<u>1,136,567</u>	<u>122,393</u>	<u>1,258,960</u>	<u>1,258,797</u>	<u>163</u>
Preschool Disabilities - Full-Time					
Salaries of Teachers	113,630	950	114,580	114,580	
Other Salaries for Instruction	43,630	70,811	114,441	114,441	-
Supplies and Materials	-	750	750	737	13
Total Preschool Disabilities - Part-Time	<u>157,260</u>	<u>72,511</u>	<u>229,771</u>	<u>229,758</u>	<u>13</u>
Home Instruction					
Salaries of Teachers	15,000	(533)	14,467	14,989	(522)
Purchased Professional-Educational Services	-	11,850	11,850	3,788	8,062
Total Home Instruction	<u>15,000</u>	<u>11,317</u>	<u>26,317</u>	<u>18,777</u>	<u>7,540</u>
Total Special Education	<u>1,308,827</u>	<u>206,221</u>	<u>1,515,048</u>	<u>1,507,332</u>	<u>7,716</u>

**WOOD-RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

EXHIBIT C-1

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
EXPENDITURES					
CURRENT (Continued)					
Basic Skills/Remedial					
Salaries of Teachers	\$ 72,157		\$ 72,157	\$ 72,157	
General Supplies	600	-	600	99	\$ 501
Total Basic Skills/Remedial	<u>72,757</u>	<u>-</u>	<u>72,757</u>	<u>72,256</u>	<u>501</u>
Bilingual Education					
Salaries of Teachers	63,065		63,065	63,065	
General Supplies	200	-	200	199	1
Total Bilingual Education	<u>63,265</u>	<u>-</u>	<u>63,265</u>	<u>63,264</u>	<u>1</u>
School Sponsored Co/Extra Curricular Activities					
Salaries	119,433		119,433	90,763	28,670
Supplies and Materials	4,883		4,883	1,255	3,628
Other Objects	6,075	-	6,075	3,083	2,992
Total School Sponsored Co/Extra Curricular Activities	<u>130,391</u>	<u>-</u>	<u>130,391</u>	<u>95,101</u>	<u>35,290</u>
School Sponsored Athletics					
Salaries	197,418		197,418	185,703	11,715
Purchased Services	88,451		88,451	57,540	30,911
Supplies and Materials	35,157	\$ (422)	34,735	32,797	1,938
Other Objects	21,815	1,682	23,497	17,900	5,597
Total School Sponsored Athletics	<u>342,841</u>	<u>1,260</u>	<u>344,101</u>	<u>293,940</u>	<u>50,161</u>
Before/After School Programs - Instruction					
Salaries of Teacher Tutors	90,000	-	90,000	72,070	17,930
Supplies and Materials	8,300	-	8,300	7,468	832
Total Before/After School Programs - Instruction	<u>98,300</u>	<u>-</u>	<u>98,300</u>	<u>79,538</u>	<u>18,762</u>
Total Instruction	<u>7,919,639</u>	<u>82,475</u>	<u>8,002,114</u>	<u>7,954,873</u>	<u>47,241</u>
Undistributed Expenditures					
Instruction					
Tuition to Other LEAs w/i State - Special	1,269,394	(13,709)	1,255,685	1,154,042	101,643
Tuition to County Voc. School District-Regular	426,000	(4,261)	421,739	399,069	22,670
Tuition to County Voc. School District-Special	422,500	(59,781)	362,719	353,866	8,853
Tuition to CSSD and Regional Day Schools	256,700	129,419	386,119	386,119	-
Tuition to Priv. Sch. for the Disabled - w/i state	1,033,854	(68,200)	965,654	877,173	88,481
Total Undistributed Expenditures - Instruction	<u>3,408,448</u>	<u>(16,532)</u>	<u>3,391,916</u>	<u>3,170,269</u>	<u>221,647</u>
Attendance and Social Work					
Other Purchased Services	2,150	-	2,150	750	1,400
Supplies and Materials	4,500	-	4,500	4,500	-
Total Attendance and Social Work	<u>6,650</u>	<u>-</u>	<u>6,650</u>	<u>5,250</u>	<u>1,400</u>
Health Services					
Salaries	243,098	(200)	242,898	232,128	10,770
Purchased Professional and Technical Services	21,300	1,055	22,355	21,475	880
Supplies and Materials	3,300	340	3,640	3,324	316
Total Health Services	<u>267,698</u>	<u>1,195</u>	<u>268,893</u>	<u>256,927</u>	<u>11,966</u>
Speech, OT, PT & Related Services					
Salaries	237,990	593	238,583	238,583	-
Purchased Professional-Educational Services	164,272	37,182	201,454	109,605	91,849
Supplies and Materials	1,500	117	1,617	1,616	1
Total Speech, OT, PT & Related Services	<u>403,762</u>	<u>37,892</u>	<u>441,654</u>	<u>349,804</u>	<u>91,850</u>

**WOOD-RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
EXPENDITURES					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Other Support Services - Students - Extra Services					
Salaries	\$ 208,969	\$ (22,825)	\$ 186,144	\$ 170,024	\$ 16,120
Purchased Professional/Educational Services	336,924	37,365	374,289	244,607	129,682
Total Other Supp.Serv. Student - Extra Services	545,893	14,540	560,433	414,631	145,802
Guidance					
Salaries of Other Professional Staff	182,725	-	182,725	182,637	88
Salaries of Secretarial & Clerical Assistants	54,500	2,500	57,000	57,000	
Purchased Professional/Educational Services	6,000	(1,693)	4,307	2,901	1,406
Supplies and Materials	9,150	(1,150)	8,000	7,796	204
Total Guidance	252,375	(343)	252,032	250,334	1,698
Child Study Teams					
Salaries of Other Professional Staff	369,048	11,772	380,820	380,820	
Salaries of Secretarial & Clerical Assistants	54,500	-	54,500	54,500	
Purchased Professional- Educational Services	35,000	(18,349)	16,651	14,831	1,820
Miscellaneous Purchased Services		650	650	465	185
Supplies and Materials	7,330	750	8,080	8,007	73
Total Child Study Teams	465,878	(5,177)	460,701	458,623	2,078
Other Support Services - Improvement of Instructional Services					
Salaries of Supervisor of Instruction	157,893	-	157,893	161,512	(3,619)
Other Purchased Services	2,500	-	2,500		2,500
Other Objects	3,000	(3,000)	-	-	-
Total Other Support Services - Improvement of Inst. Svcs.	163,393	(3,000)	160,393	161,512	(1,119)
Educational Media/School Library					
Salaries	175,756	1,000	176,756	176,756	-
Other Purchased Services	5,650	38	5,688	5,684	4
Supplies and Materials	12,205	(156)	12,049	11,820	229
Total Educational Media/School Library	193,611	882	194,493	194,260	233
Instructional Staff Training Services					
Purchased Professional/Educational Services	1,000	-	1,000	90	910
Other Purchased Services	1,000	-	1,000	427	573
Total Instructional Staff Training Services	2,000	-	2,000	517	1,483
Support Services General Administration					
Salaries	321,985	4,386	326,371	326,371	-
Legal Services	50,000	-	50,000	49,252	748
Audit Fees	31,500	(4,386)	27,114	26,799	315
Other Purchased Professional Service	6,750	(2,750)	4,000		4,000
Architectural/Engineering Services	5,000	1,750	6,750	3,000	3,750
Communications/Telephone	74,326	694	75,020	68,955	6,065
Miscellaneous Purchased Services	46,500	(1,223)	45,277	33,061	12,216
General Supplies	6,750	-	6,750	3,939	2,811
Miscellaneous Expenditures	6,000	4,225	10,225	9,902	323
BOE Membership Dues and Fees	8,000	(800)	7,200	7,187	13
Total Support Services General Administration	556,811	1,896	558,707	528,466	30,241
Support Services School Administration					
Salaries of Principals/Asst. Principals/Program Directors	675,981	-	675,981	675,345	636
Salaries of Secretarial and Clerical Assistants	245,000	104	245,104	245,104	-
Other Purchased Services	8,200	750	8,950	8,223	727
Supplies and Materials	36,175	204	36,379	22,288	14,091
Other Objects	7,200	(120)	7,080	5,630	1,450
Total Support Services School Administration	972,556	938	973,494	956,590	16,904

**WOOD-RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
EXPENDITURES					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Central Services					
Salaries	\$ 252,581	\$ 3,190	\$ 255,771	\$ 255,771	
Purchased Professional Services	60,550	(585)	59,965	59,672	\$ 293
Misc. Purchased Services	9,257	(1,533)	7,724	7,202	522
Supplies and Materials	6,000	(3,082)	2,918	2,918	-
Miscellaneous Expenditures	1,500	-	1,500	1,240	260
Total Central Services	329,888	(2,010)	327,878	326,803	1,075
Admin. Info. Technology					
Salaries	119,545	5,350	124,895	124,895	-
Purchased Technical Services	13,000	(2,722)	10,278	7,235	3,043
Other Purchased Services	500	-	500	-	500
Supplies and Materials	21,452	(1,618)	19,834	15,850	3,984
Total Admin. Info. Technology	154,497	1,010	155,507	147,980	7,527
Required Maintenance for School Facilities					
Salaries	156,110	(1,413)	154,697	109,725	44,972
Cleaning, Repair and Maintenance	129,500	(35,674)	93,826	86,425	7,401
General Supplies	5,000	25,950	30,950	30,111	839
Other Objects	1,500	-	1,500	450	1,050
Total Required Maintenance for School Facilities	292,110	(11,137)	280,973	226,711	54,262
Custodial Services					
Salaries	599,827	17,533	617,360	619,878	(2,518)
Salaries of Non-Instructional Aides	18,000	-	18,000	12,006	5,994
Cleaning, Repair and Maintenance	12,000	(11,000)	1,000	375	625
Other Purchased Property Services	30,000	(6,769)	23,231	20,113	3,118
Insurance	103,000	3,594	106,594	106,594	-
Rental of Land & Bldg Other Than Lease Purchase Agreement	2	-	2	-	2
Other Purchased Services	-	6,000	6,000	4,015	1,985
General Supplies	86,500	38,619	125,119	121,933	3,186
Energy (Natural Gas)	90,000	-	90,000	69,282	20,718
Energy (Electricity)	193,000	(11,500)	181,500	160,813	20,687
Total Custodial Services	1,132,329	36,477	1,168,806	1,115,009	53,797
Care & Upkeep of Grounds					
Salaries	22,600	-	22,600	22,600	-
Cleaning, Repair and Maintenance	1,000	-	1,000	-	1,000
General Supplies	1,000	-	1,000	-	1,000
Total Care & Upkeep of Grounds	24,600	-	24,600	22,600	2,000
Security					
Purchased Professional and Technical Services	5,000	(2,988)	2,012	2,012	-
Cleaning, Repair and Maintenance	-	13,218	13,218	-	13,218
General Supplies	5,000	(5,000)	-	-	-
Total Security	10,000	5,230	15,230	2,012	13,218
Student Transportation Services					
Sal. For Pupil Trans (Other than Bet. Home & School)	47,500	(6,989)	40,511	31,361	9,150
Management Fee - ESC & CTSA Transportation Program	13,500	(4,678)	8,822	-	8,822
Cleaning, Repair and Maintenance Services	5,000	-	5,000	-	5,000
Contracted Services (Between Home and School) - Joint Agreements	74,950	-	74,950	52,092	22,858
Contracted Services (Other Than Between Home and School) - Vendors	40,000	4,677	44,677	28,720	15,957
Contracted Services (Special Ed. Students) - Joint Agreements	26,400	800	27,200	27,200	-
Contracted Services - (Special Ed. Students) - ESCs and CTSA	588,000	-	588,000	472,608	115,392
Contracted Services-Aid In Lieu of Payments-Charter Schools	10,000	-	10,000	6,000	4,000
Miscellaneous Purchased Services -Transportation	3,000	(800)	2,200	894	1,306
Other Objects	250	-	250	63	187
Total Student Transportation Services	808,600	(6,990)	801,610	618,938	182,672

**WOOD-RIDGE BOARD OF EDUCATION
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

EXHIBIT C-1

	Original Budget	Adjustments	Final Budget	Actual	Variance Final Budget to Actual
EXPENDITURES					
CURRENT (Continued)					
Undistributed Expenditures (Continued)					
Unallocated Benefits- Employee Benefits					
Social Security Contributions	\$ 240,000		\$ 240,000	\$ 209,505	\$ 30,495
Other Retirement Contributions - PERS	255,000	\$ 3,098	258,098	244,095	14,003
Unemployment Compensation	5,000	-	5,000	120,000	(115,000)
Workmen's Compensation	100,000	(3,594)	96,406	85,226	11,180
Health Benefits	3,125,982	(90,378)	3,035,604	2,891,994	143,610
Tuition Reimbursement	20,000	10,000	30,000	27,698	2,302
Unused Sick Payment to Terminated/Retired Staff	30,000	-	30,000	2,535	27,465
Total Unallocated Benefits	3,775,982	(80,874)	3,695,108	3,581,053	114,055
On Behalf TPAF (Non Budgeted)					
Pension Contribution				1,632,433	(1,632,433)
NCGI Premium				29,260	(29,260)
Long Term Disability Insurance				1,915	(1,915)
Post Retirement Medical Contributions				616,457	(616,457)
Social Security Contributions	-	-	-	619,777	(619,777)
Total On-Behalf TPAF	-	-	-	2,899,842	(2,899,842)
Total Undistributed Expenditures	13,767,081	(26,003)	13,741,078	15,688,131	(1,947,053)
Total Current Expenditures	21,686,720	56,472	21,743,192	23,643,004	(1,899,812)
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services					
Assessment for Debt Service on SDA Funding	29,575	-	29,575	29,575	-
Total Facilities Acquisition and Construction Services	29,575	-	29,575	29,575	-
Interest Deposit to Capital Reserve	300	-	300	-	300
Total Capital Outlay	29,875	-	29,875	29,575	300
Transfer of Funds to Charter Schools	80,373	-	80,373	80,373	-
Total General Fund Expenditures	21,796,968	56,472	21,853,440	23,752,952	(1,899,512)
Excess (Deficiency) of Revenues Over/(Under) Expenditures	(473,642)	(56,472)	(530,114)	520,921	1,051,035
Other Financing Sources (Uses)					
Capital Lease Proceeds (Non-Budget)	-	-	-	124,362	124,362
Total Other Financing Sources	-	-	-	124,362	124,362
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(473,642)	(56,472)	(530,114)	645,283	1,175,397
Fund Balance, Beginning of Year	2,511,822	-	2,511,822	2,511,822	-
Fund Balance, End of Year	\$ 2,038,180	\$ (56,472)	\$ 1,981,708	\$ 3,157,105	\$ 1,175,397
Recapitulation of Fund Balance					
Restricted					
Capital Reserve				\$ 1,727,110	
Capital Reserve - Designated for Subsequent Year's Budget				30,000	
Maintenance Reserve				400,000	
Emergency Reserve				96,281	
Assigned					
Encumbrances				20,077	
Designated for Subsequent Year's Budget				349,627	
Unassigned				534,010	
Fund Balance - Budgetary Basis				3,157,105	
Reconciliation to Governmental Fund Statements (GAAP)					
2019/19 State Aid Payments Not Recognized on a GAAP Basis				(336,000)	
Fund Balance per Governmental Funds (GAAP)				\$ 2,821,105	

**WOOD-RIDGE BOARD OF EDUCATION
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

EXHIBIT C-2

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Federal Sources	\$ 353,947	\$ 76,575	\$ 430,522	\$ 383,132	\$ (47,390)
Local Sources	4,000	18,826	22,826	14,293	(8,533)
Total Revenues	<u>357,947</u>	<u>95,401</u>	<u>453,348</u>	<u>397,425</u>	<u>(55,923)</u>
EXPENDITURES					
Instruction					
Salaries of Teachers	41,250	2,328	43,578	26,574	17,004
Purchased Technical Services	21,500	(18,700)	2,800	-	2,800
Other Purchased Services	223,063	41,241	264,304	264,304	-
General Supplies	39,833	42,931	82,764	60,290	22,474
Total Instruction	<u>325,646</u>	<u>67,800</u>	<u>393,446</u>	<u>351,168</u>	<u>42,278</u>
Support Services					
Salaries of Teachers		1,500	1,500		1,500
Personnel Services - Employee Benefits	2,020	1,164	3,184	1,929	1,255
Purchased Professional Educational Services	4,800	26,045	30,845	26,291	4,554
Other Purchased Services	24,481	(3,744)	20,737	18,037	2,700
Supplies and Materials	1,000	2,636	3,636	-	3,636
Total Support Services	<u>32,301</u>	<u>27,601</u>	<u>59,902</u>	<u>46,257</u>	<u>13,645</u>
Total Expenditures	<u>357,947</u>	<u>95,401</u>	<u>453,348</u>	<u>397,425</u>	<u>55,923</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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 accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration of 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 following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual Revenues (budgetary basis)	(C-1) \$ 24,273,873	(C-2) \$ 397,425
Difference - Budget to GAAP		
State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements. (2018/2019)	364,719	
State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements. (2019/2020)	<u>(336,000)</u>	<u>-</u>
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	(B-2) \$ <u>24,302,592</u>	\$ <u>397,425</u>
Uses/Outflows of Resources		
Actual Expenditures (budgetary basis)	(C-1) \$ 23,752,952	(C-2) \$ 397,425
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	(B-2) \$ <u>23,752,952</u>	(B-2) \$ <u>397,425</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

PENSION INFORMATION

AND

OTHER POST-EMPLOYMENT BENEFITS INFORMATION

**WOOD-RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Public Employees Retirement System

**Last Seven Fiscal Years*
(Dollar amounts in thousands)**

	<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 Position Liability (Asset)	0.02317%	0.02255%	0.02346%	0.02239%	0.02044%	0.02072%	0.01934%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 4,175,052	\$ 4,440,742	\$ 5,460,137	\$ 6,631,124	\$ 4,587,556	\$ 3,879,562	\$ 3,695,473
District's Covered-Employee Payroll	\$ 1,574,359	\$ 1,600,135	\$ 1,623,792	\$ 1,613,426	\$ 1,514,880	\$ 1,398,296	\$ 1,372,127
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	265.19%	277.52%	336.26%	411.00%	302.83%	277.45%	269.32%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%

* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**WOOD-RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT CONTRIBUTIONS**

Public Employees Retirement System

**Last Seven Fiscal Years
(Dollar amounts in thousands)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 225,385	\$ 224,338	\$ 217,293	\$ 198,905	\$ 175,698	\$ 170,822	\$ 145,692
Contributions in Relation to the Contractually Required Contribution	<u>225,385</u>	<u>224,338</u>	<u>217,293</u>	<u>198,905</u>	<u>175,698</u>	<u>170,822</u>	<u>145,692</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered-Employee Payroll	\$ 1,552,313	\$ 1,574,359	\$ 1,600,135	\$ 1,623,792	\$ 1,613,426	\$ 1,514,880	\$ 1,398,296
Contributions as a Percentage of Covered-Employee Payroll	14.52%	14.25%	13.58%	12.25%	10.89%	11.28%	10.42%

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**WOOD-RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Teachers Pension and Annuity Fund

Last Seven Fiscal Years*
(Dollar amounts in thousands)

	2020	2019	2018	2017	2016	2015	2014
District's Proportion of the Net Position Liability (Asset)	0%	0%	0%	0%	0%	0%	0%
District's Proportionate Share of the Net Pension Liability (Asset)	\$0	\$0	\$0	\$0	\$0	\$0	\$0
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	\$ 43,427,558	\$ 44,270,868	\$ 42,505,241	\$ 51,352,360	\$ 40,847,232	\$ 34,876,694	\$ 33,460,241
District's Covered-Employee Payroll	\$ 8,306,249	\$ 7,730,278	\$ 7,355,263	\$ 6,982,049	\$ 6,506,806	\$ 6,515,653	\$ 6,311,781
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	522.83%	572.69%	577.89%	735.49%	627.76%	535.28%	530.12%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

* The amounts presented for each fiscal year were determined as of the previous fiscal year-end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 68. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**WOOD-RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
AND SCHEDULE OF DISTRICT CONTRIBUTIONS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Change of Benefit Terms: None.

Change of Assumptions: Assumptions used in calculating the net pension liability and statutorily required employer contributions are presented in Note 5D.

**WOOD-RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF
TOTAL OTHER POSTEMPLOYMENT BENEFIT LIABILITY**

POSTEMPLOYMENT HEALTH BENEFIT PLAN

Last Three Fiscal Years*

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$ 1,164,453	\$ 1,268,183	\$ 1,521,067
Interest on the Total OPEB Liability	1,203,449	1,253,234	1,084,204
Differences Between Expected and Actual Experience	(3,987,144)	(2,031,692)	
Changes of Assumptions	422,099	(3,482,820)	(4,508,624)
Gross Benefit Payments	(869,022)	(811,550)	(898,417)
Contribution from the Member	<u>25,760</u>	<u>28,048</u>	<u>33,082</u>
Net Change in Total OPEB Liability	(2,040,405)	(3,776,597)	(2,768,688)
Total OPEB Liability - Beginning of Year	<u>30,350,052</u>	<u>34,126,649</u>	<u>36,895,337</u>
Total OPEB Liability - End of Year	<u>\$ 28,309,647</u>	<u>\$ 30,350,052</u>	<u>\$ 34,126,649</u>
District's Proportionate Share	\$0	\$0	\$0
State's Proportionate Share	<u>\$ 28,309,647</u>	<u>\$ 30,350,052</u>	<u>\$ 34,126,649</u>
Total OPEB Liability - End of Year	<u>\$ 28,309,647</u>	<u>\$ 30,350,052</u>	<u>\$ 34,126,649</u>
Covered-Employee Payroll	\$ 9,880,608	\$ 9,330,413	\$ 8,979,055
Total OPEB Liability as a Percentage of Covered-Employee Payroll:	286.52%	325.28%	380.07%

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

*The amounts presented for each fiscal year were determined as of the previous fiscal year end.

This schedule is presented to illustrate the requirement to show information for 10 years in accordance with GASB Statement No. 75. However, until a full 10-year trend is compiled, the District will only present information for those years for which information is available.

**WOOD-RIDGE BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Changes in Benefit Terms:

None.

Changes of Assumptions

Assumptions used in calculating the OPEB liability are presented in Note 5E.

SCHOOL LEVEL SCHEDULES

NOT APPLICABLE

SPECIAL REVENUE FUND

**WOOD-RIDGE BOARD OF EDUCATION
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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REVENUES	<u>IDEA Part B- Basic</u>	<u>IDEA Pre- School</u>	<u>Title IA</u>	<u>Title IIA</u>	<u>Title III</u>	<u>Title III Immigrant</u>	<u>Title IV</u>	<u>Other Local Projects</u>	<u>Total</u>
Intergovernmental									
Federal	\$ 252,528	\$ 11,776	\$ 77,646	\$ 25,899	\$ 9,354	\$ 2,353	\$ 3,576		\$ 383,132
Local	-	-	-	-	-	-	-	\$ 14,293	14,293
Total Revenues	<u>\$ 252,528</u>	<u>\$ 11,776</u>	<u>\$ 77,646</u>	<u>\$ 25,899</u>	<u>\$ 9,354</u>	<u>\$ 2,353</u>	<u>\$ 3,576</u>	<u>\$ 14,293</u>	<u>\$ 397,425</u>
EXPENDITURES									
Instruction									
Salaries of Teachers			\$ 21,177		\$ 1,997			\$ 3,400	\$ 26,574
Purchased Technical Services									-
Other Purchased Services	\$ 252,528	\$ 11,776							264,304
General Supplies			40,085		5,383	\$ 353	\$ 3,576	10,893	60,290
Other Objects	-	-	-	-	-	-	-	-	-
Total Instruction	<u>252,528</u>	<u>11,776</u>	<u>61,262</u>	<u>-</u>	<u>7,380</u>	<u>353</u>	<u>3,576</u>	<u>14,293</u>	<u>351,168</u>
Support Services									
Personnel Services - Employee Benefits			1,929						1,929
Purchased Professional Educational Services			13,280	\$ 9,511	1,500	2,000			26,291
Other Purchased Services			1,175	16,388	474				18,037
Other Objects	-	-	-	-	-	-	-	-	-
Total Support Services	<u>-</u>	<u>-</u>	<u>16,384</u>	<u>25,899</u>	<u>1,974</u>	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>46,257</u>
Total Expenditures	<u>\$ 252,528</u>	<u>\$ 11,776</u>	<u>\$ 77,646</u>	<u>\$ 25,899</u>	<u>\$ 9,354</u>	<u>\$ 2,353</u>	<u>\$ 3,576</u>	<u>\$ 14,293</u>	<u>\$ 397,425</u>

CAPITAL PROJECTS FUND

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<u>Project</u>	<u>Appropriation</u>	<u>Appropriation Modifications</u>	<u>Modified Appropriation</u>	<u>Expenditures to Date</u>		<u>Cancelled</u>	<u>Balance, June 30, 2020</u>
				<u>Prior Year</u>	<u>Current Year</u>		
Ostrovsky Middle School Gymnasium HVAC	\$ 678,000		\$ 678,000	\$ 521,089		\$ 69,948	\$ 86,963
Ostrovsky Middle School Window Replacement	759,200		759,200	718,728		21,867	18,605
Ostrovsky Middle School HVAC	1,690,500	\$ (10,000)	1,680,500	1,342,903		184,796	152,801
Doyle HVAC	2,550,100	300,000	2,850,100	2,527,490		296,005	26,605
Doyle Window Replacement	584,700		584,700	502,855		40,589	41,256
High School Window Replacement	1,109,700	110,000	1,219,700	1,208,593			11,107
High School Facility Improvements (Science Labs, Exterior Doors and Security Door Access)	1,314,613	275,000	1,589,613	1,536,472	\$ 4,810		48,331
High School HVAC	3,733,800	(385,000)	3,348,800	2,818,836		404,665	125,299
Doyle Facility Improvements (Boiler, Exterior Doors, Security Door Access and Roof)	1,037,650	(300,000)	737,650	364,237		-	373,413
Ostrovsky Facility Improvements (Gymnasium Divider, Exterior Doors, Security Door Access and Roof)	361,650	10,000	371,650	367,474		-	4,176
	<u>\$ 13,819,913</u>	<u>\$ -</u>	<u>\$ 13,819,913</u>	<u>\$ 11,908,677</u>	<u>\$ 4,810</u>	<u>\$ 1,017,870</u>	<u>\$ 888,556</u>

Reconciliation to GAAP Basis:

Fund Balance, June 30, 2020 - Budgetary Basis	\$ 888,556
Less:	
Unearned Revenue - SDA Grants	(148,868)
Bonds Authorized But Not Issued	(513)
Fund Balance, June 30, 2020 - GAAP Basis	<u>\$ 739,175</u>

Analysis of Balance

Available for Capital Projects	<u>\$ 739,175</u>
	<u>\$ 739,175</u>

**WOOD-RIDGE 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**

Expenditures and Other Financing Uses	
Construction Services	\$ <u>4,810</u>
Total Expenditures and Other Financing Uses	<u>4,810</u>
Excess (Deficit) of Revenues Over (Under) Expenditures	(4,810)
Fund Balance, July 1, 2019	<u>892,853</u>
Fund Balance, June 30, 2020	<u>\$ 888,043</u>
<u>Reconciliation to GAAP Basis:</u>	
Fund Balance, June 30, 2020 - Budgetary Basis	\$ 888,043
Less: Unearned Revenue - SDA Grants	<u>(148,868)</u>
Fund Balance, June 30, 2020 - GAAP Basis	<u>\$ 739,175</u>

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
SUMMARY OF 2014 REFERENDUM PROJECTS
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 3,424,530		\$ 3,424,530	\$ 4,442,400
Capital Reserve	1,500,000		1,500,000	-
Bond Proceeds	<u>9,377,000</u>	<u>-</u>	<u>9,377,000</u>	<u>9,377,513</u>
Total Revenues and Other Financing Sources	<u>14,301,530</u>	<u>-</u>	<u>14,301,530</u>	<u>13,819,913</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	1,401,441		1,401,441	1,508,613
Construction Services	10,327,446	\$ 4,810	10,332,256	12,275,300
Equipment			-	-
Supplies and Materials	96,896		96,896	
Other Objects	82,894		82,894	36,000
Transfer to Capital Reserve - General Fund	<u>1,500,000</u>	<u>-</u>	<u>1,500,000</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>13,408,677</u>	<u>4,810</u>	<u>13,413,487</u>	<u>13,819,913</u>
Excess (Deficit) of Revenues Over Expenditures	<u>\$ 892,853</u>	<u>\$ (4,810)</u>	<u>\$ 888,043</u>	<u>\$ -</u>

Additional Project Information:

Project Number	See Exhibits F-2a to F-2k
Grant Date	See Exhibits F-2a to F-2k
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 9,377,513
Bonds Issued	\$ 9,377,000
Original Authorized Cost	\$ 13,819,913
Revised Authorized Cost	\$ 13,819,913
Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	June 2017
Revised Target Completion Date	July 2019

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
OSTROVSKY MIDDLE SCHOOL GYMNASIUM HVAC
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 201,252		\$ 201,252	\$ 271,200
Capital Reserve	65,071		65,071	
Bond Proceeds	<u>406,778</u>	<u>-</u>	<u>406,778</u>	<u>406,800</u>
 Total Revenues and Other Financing Sources	 <u>673,101</u>	 <u>-</u>	 <u>673,101</u>	 <u>678,000</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	55,667		55,667	70,000
Construction Services	463,633		463,633	605,000
Other Objects	1,789		1,789	3,000
Transfer to Capital Reserve - General Fund	<u>65,071</u>	<u>-</u>	<u>65,071</u>	<u>-</u>
 Total Expenditures and Other Financing Uses	 <u>586,160</u>	 <u>-</u>	 <u>586,160</u>	 <u>678,000</u>
 Excess (Deficit) of Revenues Over Expenditures	 <u>\$ 86,941</u>	 <u>\$ -</u>	 <u>\$ 86,941</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5830-070-14-1009
Grant Date	January 6, 2014
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 406,800
Bonds Issued	\$ 406,778
Original Authorized Cost	\$ 678,000
Revised Authorized Cost	\$ 678,000
 Percentage Increase Over Original Authorized Cost	 0.00%
Percentage Completion	100.00%
Original Target Completion Date	June 2017
Revised Target Completion Date	June 2018

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
OSTROVSKY MIDDLE SCHOOL WINDOW REPLACEMENT
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 281,813		\$ 281,813	\$ 303,680
Capital Reserve	72,864		72,864	-
Bond Proceeds	<u>455,495</u>	<u>-</u>	<u>455,495</u>	<u>455,520</u>
 Total Revenues and Other Financing Sources	 <u>810,172</u>	 <u>-</u>	 <u>810,172</u>	 <u>759,200</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	73,141		73,141	72,000
Construction Services	645,230		645,230	684,200
Other Objects	357		357	3,000
Transfer to Capital Reserve - General Fund	<u>72,864</u>	<u>-</u>	<u>72,864</u>	<u>-</u>
 Total Expenditures and Other Financing Uses	 <u>791,592</u>	 <u>-</u>	 <u>791,592</u>	 <u>759,200</u>
 Excess (Deficit) of Revenues Over Expenditures	 <u>\$ 18,580</u>	 <u>\$ -</u>	 <u>\$ 18,580</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5830-070-14-1010
Grant Date	January 6, 2014
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 455,520
Bonds Issued	\$ 455,495
Original Authorized Cost	\$ 759,200
Revised Authorized Cost	\$ 759,200

Percentage Increase Over Original Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	September 2016
Revised Target Completion Date	June 2018

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
OSTROVSKY MIDDLE SCHOOL HVAC
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 491,404		\$ 491,404	\$ 676,200
Capital Reserve	162,244		162,244	
Bond Proceeds	<u>1,014,245</u>	<u>-</u>	<u>1,014,245</u>	<u>1,014,300</u>
 Total Revenues and Other Financing Sources	 <u>1,667,893</u>	 <u>-</u>	 <u>1,667,893</u>	 <u>1,690,500</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	187,288		187,288	175,000
Construction Services	1,154,632		1,154,632	1,512,500
Other Objects	983		983	3,000
Transfer to Ostrovsky Facility Improvements	10,000		10,000	
Transfer to Capital Reserve - General Fund	<u>162,244</u>	<u>-</u>	<u>162,244</u>	<u>-</u>
 Total Expenditures and Other Financing Uses	 <u>1,515,147</u>	 <u>-</u>	 <u>1,515,147</u>	 <u>1,690,500</u>
 Excess (Deficit) of Revenues Over Expenditures	 <u>\$ 152,746</u>	 <u>\$ -</u>	 <u>\$ 152,746</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5830-070-14-1008
Grant Date	January 6, 2014
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 1,014,300
Bonds Issued	\$ 1,014,245
Original Authorized Cost	\$ 1,690,500
Revised Authorized Cost	\$ 1,690,500

Percentage Increase Over Original

Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	June 2017
Revised Target Completion Date	June 2018

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
DOYLE HVAC
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 724,035		\$ 724,035	\$ 1,020,040
Capital Reserve	244,744		244,744	
Transfer from Doyle Facility Improvements	300,000		300,000	
Bond Proceeds	<u>1,529,976</u>	<u>-</u>	<u>1,529,976</u>	<u>1,530,060</u>
 Total Revenues and Other Financing Sources	 <u>2,798,755</u>	 <u>-</u>	 <u>2,798,755</u>	 <u>2,550,100</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	235,194		235,194	258,000
Construction Services	2,287,565		2,287,565	2,289,100
Other Objects	4,731		4,731	3,000
Transfer to Capital Reserve - General Fund	<u>244,744</u>	<u>-</u>	<u>244,744</u>	<u>-</u>
 Total Expenditures and Other Financing Uses	 <u>2,772,234</u>	 <u>-</u>	 <u>2,772,234</u>	 <u>2,550,100</u>
 Excess (Deficit) of Revenues Over Expenditures	 <u>\$ 26,521</u>	 <u>\$ -</u>	 <u>\$ 26,521</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5830-060-14-1007
Grant Date	January 6, 2014
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 1,530,060
Bonds Issued	\$ 1,529,976
Original Authorized Cost	\$ 2,550,100
Revised Authorized Cost	\$ 2,550,100
 Percentage Increase Over Original Authorized Cost	 0.00%
Percentage Completion	100.00%
Original Target Completion Date	June 2017
Revised Target Completion Date	June 2018

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
DOYLE WINDOW REPLACEMENT
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 193,291		\$ 193,291	\$ 233,880
Capital Reserve	56,116		56,116	
Bond Proceeds	<u>350,801</u>	<u>-</u>	<u>350,801</u>	<u>350,820</u>
 Total Revenues and Other Financing Sources	 <u>600,208</u>	 <u>-</u>	 <u>600,208</u>	 <u>584,700</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	57,625		57,625	57,000
Construction Services	434,767		434,767	524,700
Other Objects	10,463		10,463	3,000
Transfer to Capital Reserve - General Fund	<u>56,116</u>	<u>-</u>	<u>56,116</u>	<u>-</u>
 Total Expenditures and Other Financing Uses	 <u>558,971</u>	 <u>-</u>	 <u>558,971</u>	 <u>584,700</u>
 Excess (Deficit) of Revenues Over Expenditures	 <u>\$ 41,237</u>	 <u>\$ -</u>	 <u>\$ 41,237</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5830-060-14-1005
Grant Date	January 6, 2014
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 350,820
Bonds Issued	\$ 350,801
Original Authorized Cost	\$ 584,700
Revised Authorized Cost	\$ 584,700
 Percentage Increase Over Original Authorized Cost	 0.00%
Percentage Completion	100.00%
Original Target Completion Date	September 2016
Revised Target Completion Date	September 2017

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HIGH SCHOOL WINDOW REPLACEMENT
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 443,880		\$ 443,880	\$ 443,880
Capital Reserve	106,503		106,503	
Transfer from High School HVAC	110,000		110,000	
Bond Proceeds	<u>665,784</u>	<u>-</u>	<u>665,784</u>	<u>665,820</u>
 Total Revenues and Other Financing Sources	 <u>1,326,167</u>	 <u>-</u>	 <u>1,326,167</u>	 <u>1,109,700</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	113,934		113,934	103,500
Construction Services	1,094,137		1,094,137	1,003,200
Other Objects	522		522	3,000
Transfer to Capital Reserve - General Fund	<u>106,503</u>	<u>-</u>	<u>106,503</u>	<u>-</u>
 Total Expenditures and Other Financing Uses	 <u>1,315,096</u>	 <u>-</u>	 <u>1,315,096</u>	 <u>1,109,700</u>
 Excess (Deficit) of Revenues Over Expenditures	 <u>\$ 11,071</u>	 <u>\$ -</u>	 <u>\$ 11,071</u>	 <u>\$ -</u>

Additional Project Information:

Project Number	5830-050-14-1004
Grant Date	January 6, 2014
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 665,820
Bonds Issued	\$ 665,784
Original Authorized Cost	\$ 1,109,700
Revised Authorized Cost	\$ 1,109,700

Percentage Increase Over Original

Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	September 2016
Revised Target Completion Date	September 2017

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HIGH SCHOOL FACILITY IMPROVEMENTS (SCIENCE LABS, EXTERIOR DOORS AND SECURITY DOOR ACCESS)
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Capital Reserve	\$ 210,282		\$ 210,282	
Transfer from High School HVAC	275,000		275,000	
Bond Proceeds	<u>1,314,541</u>	<u>-</u>	<u>1,314,541</u>	<u>\$ 1,314,613</u>
 Total Revenues and Other Financing Sources	 <u>1,799,823</u>	 <u>-</u>	 <u>1,799,823</u>	 <u>1,314,613</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	143,345		143,345	210,113
Construction Services	1,242,685	\$ 4,810	1,247,495	1,099,500
Supplies and Materials	96,896		96,896	
Other Objects	53,546		53,546	5,000
Transfer to Capital Reserve - General Fund	<u>210,282</u>	<u>-</u>	<u>210,282</u>	<u>-</u>
 Total Expenditures and Other Financing Uses	 <u>1,746,754</u>	 <u>4,810</u>	 <u>1,751,564</u>	 <u>1,314,613</u>
 Excess (Deficit) of Revenues Over Expenditures	 <u>\$ 53,069</u>	 <u>\$ (4,810)</u>	 <u>\$ 48,259</u>	 <u>\$ -</u>
Additional Project Information:				
Project Number	5830-050-14-2000			
Grant Date	August 29, 2014			
Bond Authorization Date	September 30, 2014			
Bonds Authorized	\$ 1,314,613			
Bonds Issued	\$ 1,314,541			
Original Authorized Cost	\$ 1,314,613			
Revised Authorized Cost	\$ 1,314,613			
 Percentage Increase Over Original				
Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original Target Completion Date	June 2017			
Revised Target Completion Date	June 2018			

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
HIGH SCHOOL HVAC
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
State Sources - SDA Grant	\$ 1,088,855		\$ 1,088,855	\$ 1,493,520
Capital Reserve	358,349		358,349	
Bond Proceeds	<u>2,240,157</u>	<u>-</u>	<u>2,240,157</u>	<u>2,240,280</u>
Total Revenues and Other Financing Sources	<u>3,687,361</u>	<u>-</u>	<u>3,687,361</u>	<u>3,733,800</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	413,038		413,038	398,000
Construction Services	2,395,974		2,395,974	3,332,800
Other Objects	9,824		9,824	3,000
Transfer to High School Facility Improvements	275,000		275,000	
Transfer to High School Window Replacement	110,000		110,000	
Transfer to Capital Reserve - General Fund	<u>358,349</u>	<u>-</u>	<u>358,349</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>3,562,185</u>	<u>-</u>	<u>3,562,185</u>	<u>3,733,800</u>
Excess (Deficit) of Revenues Over Expenditures	<u>\$ 125,176</u>	<u>\$ -</u>	<u>\$ 125,176</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5830-050-14-1001
Grant Date	January 6, 2014
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 2,240,280
Bonds Issued	\$ 2,240,157
Original Authorized Cost	\$ 3,733,800
Revised Authorized Cost	\$ 3,733,800

Percentage Increase Over Original

Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	June 2017
Revised Target Completion Date	December 2018

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
DOYLE FACILITY IMPROVEMENTS (BOILER, EXTERIOR DOORS, SECURITY DOOR ACCESS AND ROOF)
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Capital Reserve	\$ 165,979		\$ 165,979	
Bond Proceeds	<u>1,037,593</u>	<u>-</u>	<u>1,037,593</u>	<u>\$ 1,037,650</u>
Total Revenues and Other Financing Sources	<u>1,203,572</u>	<u>-</u>	<u>1,203,572</u>	<u>1,037,650</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	91,137		91,137	123,500
Construction Services	272,591		272,591	909,150
Other Objects	509		509	5,000
Transfer to Doyle HVAC	300,000		300,000	
Transfer to Capital Reserve - General Fund	<u>165,979</u>	<u>-</u>	<u>165,979</u>	<u>-</u>
Total Expenditures and Other Financing Uses	<u>830,216</u>	<u>-</u>	<u>830,216</u>	<u>1,037,650</u>
Excess (Deficit) of Revenues Over Expenditures	<u>\$ 373,356</u>	<u>\$ -</u>	<u>\$ 373,356</u>	<u>\$ -</u>

Additional Project Information:

Project Number	5830-060-14-1000
Grant Date	July 28, 2014
Bond Authorization Date	September 30, 2014
Bonds Authorized	\$ 1,037,650
Bonds Issued	\$ 1,037,593
Original Authorized Cost	\$ 1,037,650
Revised Authorized Cost	\$ 1,037,650

Percentage Increase Over Original

Authorized Cost	0.00%
Percentage Completion	100.00%
Original Target Completion Date	June 2017
Revised Target Completion Date	June 2018

**WOOD-RIDGE BOARD OF EDUCATION
CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE
AND PROJECT STATUS - BUDGETARY BASIS
OSTROVSKY MIDDLE SCHOOL FACILITY IMPROVEMENTS (GYMNASIUM DIVIDER, EXTERIOR DOORS,
SECURITY DOOR ACCESS AND ROOF)
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Cost</u>
Revenues and Other Financing Sources				
Capital Reserve	\$ 57,848		\$ 57,848	
Transfer from Ostrovsky Middle School HVAC	10,000		10,000	
Bond Proceeds	<u>361,630</u>	<u>-</u>	<u>361,630</u>	<u>\$ 361,650</u>
 Total Revenues and Other Financing Sources	 <u>429,478</u>	 <u>-</u>	 <u>429,478</u>	 <u>361,650</u>
Expenditures and Other Financing Uses				
Purchased Professional and Technical Services	31,072		31,072	41,500
Construction Services	336,232		336,232	315,150
Other Objects	170		170	5,000
Transfer to Capital Reserve - General Fund	<u>57,848</u>	<u>-</u>	<u>57,848</u>	<u>-</u>
 Total Expenditures and Other Financing Uses	 <u>425,322</u>	 <u>-</u>	 <u>425,322</u>	 <u>361,650</u>
 Excess (Deficit) of Revenues Over Expenditures	 <u>\$ 4,156</u>	 <u>\$ -</u>	 <u>\$ 4,156</u>	 <u>\$ -</u>
Additional Project Information:				
Project Number	5830-070-14-2000			
Grant Date	August 29, 2014			
Bond Authorization Date	September 30, 2014			
Bonds Authorized	\$ 361,650			
Bonds Issued	\$ 361,630			
Original Authorized Cost	\$ 361,650			
Revised Authorized Cost	\$ 361,650			
 Percentage Increase Over Original				
Authorized Cost	0.00%			
Percentage Completion	100.00%			
Original Target Completion Date	September 2016			
Revised Target Completion Date	September 2017			

ENTERPRISE FUNDS

EXHIBIT G-1

**WOOD-RIDGE BOARD OF EDUCATION
ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2020**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

EXHIBIT G-2

**COMBINING STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

EXHIBIT G-3

**COMBINING STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6

FIDUCIARY FUNDS

**WOOD-RIDGE BOARD OF EDUCATION
FIDUCIARY FUNDS
COMBINING STATEMENT OF ASSETS AND LIABILITIES
AS OF JUNE 30, 2020**

	<u>Student Activity</u>	<u>Payroll</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 153,402	\$ 51,527	\$ 204,929
Total Assets	<u>\$ 153,402</u>	<u>\$ 51,527</u>	<u>\$ 204,929</u>
LIABILITIES			
Payroll Deductions and Withholdings		\$ 8,325	\$ 8,325
Accrued Salaries and Wages		431	431
Reserve for Flexible Spending		13,082	13,082
Due to Other Funds		29,689	29,689
Due to Student Groups	\$ 153,402	-	153,402
Total Liabilities	<u>\$ 153,402</u>	<u>\$ 51,527</u>	<u>\$ 204,929</u>

**WOOD-RIDGE BOARD OF EDUCATION
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

FINANCIAL STATEMENT IS PRESENTED ON EXHIBIT B-8

**STUDENT ACTIVITY AGENCY FUND
STATEMENT OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Balance July 1, 2019</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance, June 30, 2020</u>
Student Activities Account	\$ 144,885	\$ 243,228	\$ 236,282	\$ 151,831
Athletic Account	<u>2,459</u>	<u>29,916</u>	<u>30,804</u>	<u>1,571</u>
Total	<u>\$ 147,344</u>	<u>\$ 273,144</u>	<u>\$ 267,086</u>	<u>\$ 153,402</u>

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

	<u>Balance, July 1, 2019</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance, June 30, 2020</u>
Payroll Deductions and Withholdings	\$ 20,186	\$ 5,557,402	\$ 5,569,263	\$ 8,325
Accrued Salaries and Wages	431	7,243,915	7,243,915	431
Reserve for Flexible Spending	17,296	18,885	23,099	13,082
Due To Other Funds	<u>26,410</u>	<u>3,279</u>	<u>-</u>	<u>29,689</u>
	<u>\$ 64,323</u>	<u>\$ 12,823,481</u>	<u>\$ 12,836,277</u>	<u>\$ 51,527</u>

LONG-TERM DEBT

**WOOD-RIDGE BOARD OF EDUCATION
SCHEDULE OF BONDS PAYABLE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Balance, July 1, 2019</u>	<u>Retired</u>	<u>Balance, June 30, 2020</u>
School Refunding Bonds	1/13/2013	\$ 4,450,000	7/15/2020	\$ 400,000	3.00 %			
			7/15/2021	415,000	3.00			
			7/15/2022	430,000	3.00			
			7/15/2023	445,000	3.00			
			7/15/2024	455,000	3.00			
			7/15/2025	460,000	3.00	\$ 2,995,000	\$ 390,000	\$ 2,605,000
School Bonds	10/3/2017	9,377,000	9/15/2020	310,000	2.00			
			9/15/2021	325,000	2.00			
			9/15/2022	335,000	2.00			
			9/15/2023	350,000	2.00			
			9/15/2024	360,000	2.00			
			9/15/2025	370,000	2.00			
			9/15/2026	600,000	2.00			
			9/15/2027	600,000	2.25			
			9/15/2028-35	600,000	3.00			
			9/15/2036	525,000	3.00			
9/15/2037	500,000	3.00						
						<u>9,377,000</u>	<u>302,000</u>	<u>9,075,000</u>
						<u>\$ 12,372,000</u>	<u>\$ 692,000</u>	<u>\$ 11,680,000</u>

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**WOOD-RIDGE BOARD OF EDUCATION
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Amount of Original Issue</u>	<u>Balance, July 1, 2019</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance, June 30, 2020</u>
Technology Equipment	\$ 124,362	\$ -	\$ 124,362	\$ 9,214	\$ 115,148

**WOOD-RIDGE BOARD OF EDUCATION
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Original Budget</u>	<u>Adjustments</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Local Sources					
Local Property Tax Levy	\$ 966,515		\$ 966,515	\$ 966,515	
State Source					
Debt Service Aid	53,755		53,755	53,755	
Total Revenues	<u>1,020,270</u>	<u>-</u>	<u>1,020,270</u>	<u>1,020,270</u>	<u>-</u>
EXPENDITURES					
Debt Service					
Principal	692,000		692,000	692,000	
Interest	328,270	-	328,270	328,270	-
Total Expenditures	<u>1,020,270</u>	<u>-</u>	<u>1,020,270</u>	<u>1,020,270</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Net Change in Fund Balance	-	-	-	-	-
Fund Balance, Beginning of Year		-			-
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATISTICAL SECTION
(UNAUDITED)**

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

Contents

Exhibits

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

J-1 to J-5

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

J-6 to J-9

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

J-10 to J-13

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

J-14 and J-15

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

J-16 to J-20

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

WOOD-RIDGE BOARD OF EDUCATION
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014 (Restated)	2015	2016	2017	2018 (Restated)	2019	2020
Governmental Activities										
Investment in Capital Assets	\$ 3,326,196	\$ 3,514,848	\$ 4,070,016	\$ 4,097,324	\$ 5,653,064	\$ 11,526,293	\$ 15,858,968	\$ 10,752,690	\$ 10,083,685	\$ 9,820,914
Restricted	2,496,890	2,751,211	2,194,170	3,918,885	1,960,762	1,708,974	1,670,471	1,535,455	1,652,809	2,253,391
Unrestricted	26,066	96,285	13,360	(3,655,448)	(3,373,767)	(7,527,099)	(11,919,230)	(4,667,009)	(4,824,519)	(4,974,723)
Total Governmental Activities Net Position	\$ 5,849,152	\$ 6,362,344	\$ 6,277,546	\$ 4,360,761	\$ 4,240,059	\$ 5,708,168	\$ 5,610,209	\$ 7,621,136	\$ 6,911,975	\$ 7,099,582
Business-Type Activities										
Net Investment in Capital Assets	\$ 1,916	\$ 23,709	\$ 22,849	\$ 25,718	\$ 22,195	\$ 18,672	\$ 23,815	\$ 19,224	\$ 14,837	\$ 10,599
Unrestricted	66,434	30,816	26,581	25,713	20,871	34,272	56,063	80,546	94,711	104,453
Total Business-Type Activities Net Position	\$ 68,350	\$ 54,525	\$ 49,430	\$ 51,431	\$ 43,066	\$ 52,944	\$ 79,878	\$ 99,770	\$ 109,548	\$ 115,052
District-Wide										
Net Investment in Capital Assets	\$ 3,328,112	\$ 3,538,557	\$ 4,092,865	\$ 4,123,042	\$ 5,675,259	\$ 11,544,965	\$ 15,882,783	\$ 10,771,914	\$ 10,098,522	\$ 9,831,513
Restricted	2,496,890	2,751,211	2,194,170	3,918,885	1,960,762	1,708,974	1,670,471	1,535,455	1,652,809	2,253,391
Unrestricted (Deficit)	92,500	127,101	39,941	(3,629,735)	(3,352,896)	(7,492,827)	(11,863,167)	(4,586,463)	(4,729,808)	(4,870,270)
Total District Net Position	\$ 5,917,502	\$ 6,416,869	\$ 6,326,976	\$ 4,412,192	\$ 4,283,125	\$ 5,761,112	\$ 5,690,087	\$ 7,720,906	\$ 7,021,523	\$ 7,214,634

Note 1 - Net Position at June 30, 2014 is restated to reflect the implementation of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions".

Source: District's financial statements

**WOOD-RIDGE BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)**

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental Activities										
Instruction	\$ 7,666,644	\$ 7,743,091	\$ 7,712,716	\$ 8,240,879	\$ 10,696,906					
Regular						\$ 9,062,055	\$ 9,973,941	\$ 10,137,910	\$ 10,386,046	\$ 10,290,394
Special Education						4,846,677	5,420,002	5,972,224	5,663,524	5,564,437
Other Instruction						440,860	509,460	431,526	414,578	359,478
School Sponsored Activities And Athletics						600,628	706,810	630,485	628,469	581,654
Support Services:										
Tuition	2,146,309	2,438,919	2,872,922	3,295,406	3,239,564					
Student & Instruction Related Services	1,847,454	1,816,489	1,986,337	2,204,080	2,680,711	2,837,800	3,022,317	3,349,914	3,227,461	3,259,714
General Administrative Services	435,980	510,635	503,476	614,242	864,169	818,285	850,764	834,148	874,839	770,277
School Administrative Services	772,819	817,217	1,012,327	986,951	1,211,279	1,175,087	1,401,041	1,598,397	1,606,842	1,574,697
Central Services	325,703	338,875	352,975	363,566	430,455	680,796	788,960	927,667	713,107	712,257
Administrative Information Technology	154,345	151,831	154,031	165,977	167,076					
Plant Operations And Maintenance	1,501,748	1,521,990	1,574,683	1,666,628	1,531,313	2,239,654	2,600,649	2,890,195	2,930,819	2,783,943
Pupil Transportation	519,844	441,156	569,410	609,472	712,044	608,408	782,790	815,929	735,791	648,243
Business and Other Support Services	1,076,657	1,361,521	1,568,004	1,427,267						
Interest On Long-Term Debt	221,082	211,820	148,533	117,167	130,840	163,391	109,013	95,557	493,676	318,218
Unallocated Depreciation	251,864	212,926	242,936	246,648	246,648					
Capital Outlay	37,056	19,097	37,333	29,575	29,575					
Other - Bond Issuance Costs/Loss on Bond Sale			57,526	140,713						
Transfer to Charter School	49,296	27,658	36,897	62,473	56,186	-	-	-	-	-
Total Governmental Activities Expenses	17,006,801	17,613,225	18,830,106	20,171,044	21,996,766	23,473,641	26,165,747	27,683,952	27,675,152	26,863,312
Business-Type Activities:										
Food Service	381,875	406,185	415,251	392,425	430,064	430,350	412,545	438,531	444,191	333,036
Total Business-Type Activities Expense	381,875	406,185	415,251	392,425	430,064	430,350	412,545	438,531	444,191	333,036
Total District Expenses	\$ 17,388,676	\$ 18,019,410	\$ 19,245,357	\$ 20,563,469	\$ 22,426,830	\$ 23,903,991	\$ 26,578,292	\$ 28,122,483	\$ 28,119,343	\$ 27,196,348
Program Revenues										
Governmental Activities:										
Charges For Services:	\$ 1,208,085	\$ 1,388,926	\$ 1,249,073	\$ 1,164,499	\$ 1,826,417	\$ 1,763,160	\$ 1,757,641	\$ 1,911,034	\$ 1,831,952	\$ 1,541,147
Capital Grants and Contributions						2,417,693	844,458	351,942	4,827	-
Operating Grants and Contributions	459,208	415,322	356,575	320,050	4,175,286	4,754,846	6,338,049	7,754,867	6,199,054	5,836,689
Total Governmental Activities Program Revenues	1,667,293	1,804,248	1,605,648	1,484,549	6,001,703	8,935,699	8,940,148	10,017,843	8,035,833	7,377,836
Business-Type Activities:										
Charges For Services										
Food Service	299,648	295,931	294,123	291,439	293,568	299,859	293,632	313,367	295,491	223,497
Operating Grants And Contributions	87,947	96,429	92,617	102,987	128,131	140,369	145,847	145,056	158,478	115,043
Total Business Type Activities Program Revenues	387,595	392,360	386,740	394,426	421,699	440,228	439,479	458,423	453,969	338,540
Total District Program Revenues	\$ 2,054,888	\$ 2,196,608	\$ 1,992,388	\$ 1,878,975	\$ 6,423,402	\$ 9,375,927	\$ 9,379,627	\$ 10,476,266	\$ 8,489,802	\$ 7,716,376
Net (Expense)/Revenue										
Governmental Activities	\$ (15,339,508)	\$ (15,808,977)	\$ (17,224,458)	\$ (18,686,495)	\$ (15,995,063)	\$ (14,537,942)	\$ (17,225,599)	\$ (17,666,109)	\$ (19,639,319)	\$ (19,485,476)
Business-Type Activities	5,720	(13,825)	(28,511)	2,001	(8,365)	9,878	26,934	19,892	9,778	5,504
Total District-Wide Net Expense	\$ (15,333,788)	\$ (15,822,802)	\$ (17,252,969)	\$ (18,684,494)	\$ (16,003,428)	\$ (14,528,064)	\$ (17,198,665)	\$ (17,646,217)	\$ (19,629,541)	\$ (19,479,972)

WOOD-RIDGE BOARD OF EDUCATION
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	\$ 13,563,859	\$ 13,835,136	\$ 14,111,839	\$ 15,141,775	\$ 15,444,610	\$ 15,875,422	\$ 16,304,930	\$ 17,220,119	\$ 17,840,040	\$ 18,284,171
Taxes Levied for Debt Service	453,918	478,252	205,103	144,562	123,370	127,200	522,679	448,097	723,955	966,515
Unrestricted Grants and Contributions	1,577,801	1,888,072	2,283,506	2,215,210	66,645	64,796	73,250	110,743	79,162	80,940
Debt Service Aid							9,201	14,202	15,878	36,459
Interest and Miscellaneous Income	139,410	73,240	203,626	97,139	239,736	123,780	217,580	281,875	271,123	304,998
Rents and Royalties				251,368						
Special Item - Sale of Property				2,500,000						
Special Item - Capital Assets Superstorm Sandy	-	-	335,586	-	-	-	-	-	-	-
Total Governmental Activities	15,734,988	16,274,700	17,139,660	20,350,054	15,874,361	16,191,198	17,127,640	18,075,036	18,930,158	19,673,083
Business-Type Activities:										
Investment Earnings										
Other	-	-	23,416	-	-	-	-	-	-	-
Total Business-Type Activities	-	-	23,416	-	-	-	-	-	-	-
Total District-Wide	\$ 15,734,988	\$ 16,274,700	\$ 17,163,076	\$ 20,350,054	\$ 15,874,361	\$ 16,191,198	\$ 17,127,640	\$ 18,075,036	\$ 18,930,158	\$ 19,673,083
Change in Net Position										
Governmental Activities	\$ 395,480	\$ 465,723	\$ (84,798)	\$ 1,663,559	\$ (120,702)	\$ 1,653,256	\$ (97,959)	\$ 408,927	\$ (709,161)	\$ 187,607
Business-Type Activities	5,720	(13,825)	(5,095)	2,001	(8,365)	9,878	26,934	19,892	9,778	5,504
Total District Wide	\$ 401,200	\$ 451,898	\$ (89,893)	\$ 1,665,560	\$ (129,067)	\$ 1,663,134	\$ (71,025)	\$ 428,819	\$ (699,383)	\$ 193,111

Sources: District's financial statements

WOOD-RIDGE BOARD OF EDUCATION
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Reserved										
Restricted	\$ 1,081,368	\$ 1,344,994	\$ 1,163,783	\$ 3,336,223	\$ 508,951	\$ 1,811,113	\$ 1,600,665	\$ 1,465,649	\$ 1,652,809	\$ 2,253,391
Committed	104,265	97,938	47,728							
Assigned	16,408	154,085	104,641	24,250	502,931	424,579	366,766	263,950	330,114	369,704
Unassigned	307,398	412,321	308,739	340,037	408,027	205,543	107,205	179,482	164,180	198,010
Unreserved	-	-	-	-	-	-	-	-	-	-
Total General Fund	<u>\$ 1,509,439</u>	<u>\$ 2,009,338</u>	<u>\$ 1,624,891</u>	<u>\$ 3,700,510</u>	<u>\$ 1,419,909</u>	<u>\$ 2,441,235</u>	<u>\$ 2,074,636</u>	<u>\$ 1,909,081</u>	<u>\$ 2,147,103</u>	<u>\$ 2,821,105</u>
All Other Governmental Funds										
Reserved/Restricted					\$ 1,451,810	\$ (3,969,195)	\$ (7,542,019)	\$ 957,621	\$ 743,985	\$ 739,175
Unreserved, Reported in:										
Capital Projects Fund	1,179,013	1,179,013	877,681	567,682	(245,865)					
Debt Service Fund	1,513	1,513	15,317	14,980	1	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 1,180,526</u>	<u>\$ 1,180,526</u>	<u>\$ 892,998</u>	<u>\$ 582,662</u>	<u>\$ 1,205,946</u>	<u>\$ (3,969,195)</u>	<u>\$ (7,542,019)</u>	<u>\$ 957,621</u>	<u>\$ 743,985</u>	<u>\$ 739,175</u>

Source: District's financial statements

WOOD-RIDGE BOARD OF EDUCATION
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Tax Levy	\$ 14,017,777	\$ 14,313,388	\$ 14,316,942	\$ 15,286,337	\$ 15,567,980	\$ 16,002,622	\$ 16,827,609	\$ 17,668,216	\$ 18,563,995	\$ 19,250,686
Tuition Charges	1,208,085	1,388,926	1,249,073	1,164,499	1,826,417	1,763,160	1,757,641	1,911,034	1,831,952	1,541,147
Interest Earnings	1,291	955	1,572	126	398					
Rents and Royalties				251,368	156,060	41,100				
Sale of Property				1,000,000						
Miscellaneous	147,857	78,446	210,206	107,514	90,982	102,963	241,690	299,803	279,294	319,291
State Sources	1,485,053	1,841,412	2,283,506	2,215,210	2,365,307	4,861,543	3,706,100	3,767,526	3,873,191	4,222,835
Federal Sources	480,915	461,982	348,423	309,549	341,625	384,065	385,432	386,858	409,221	386,328
Total Revenue	17,340,978	18,085,109	18,409,722	20,334,603	20,348,769	23,155,453	22,918,472	24,033,437	24,957,653	25,720,287
Expenditures										
Instruction	6,384,469	6,497,134	6,433,075	6,836,872	7,147,837					
Regular Instruction						7,829,286	8,022,531	8,282,095	9,216,125	9,533,817
Special Education Instruction						4,568,623	4,972,332	5,487,032	5,395,702	5,388,544
Other Instruction						378,792	405,587	351,312	368,450	334,004
School Sponsored Activities and Athletics						528,412	575,385	532,337	570,622	547,680
Support Services										
Tuition	2,146,309	2,438,919	2,872,922	3,295,406	3,239,564					
Student and Inst. Related Services	1,611,251	1,582,299	1,758,434	1,957,784	2,070,393	2,618,755	2,640,822	2,853,602	2,924,895	3,067,721
General Administrative Services	385,284	455,113	447,064	536,112	501,935	761,737	739,786	727,481	810,580	734,934
School Administrative Services	641,279	658,524	811,400	784,016	732,130	1,026,878	1,134,711	1,308,684	1,436,697	1,468,118
Central Services	274,809	289,941	299,876	307,887	318,541	635,437	675,711	810,111	653,450	675,900
Administrative Information Technology	131,302	130,018	130,488	142,310	134,165					
Plant Operations And Maintenance	1,342,996	1,366,111	1,410,859	1,483,384	1,518,622	1,915,072	1,877,290	1,800,895	1,807,123	1,752,979
Pupil Transportation	512,908	434,863	562,065	600,973	452,959	605,110	771,724	803,205	729,891	634,805
Unallocated Benefits	3,112,470	3,152,822	3,474,794	3,511,404	3,761,171					
Capital Outlay	195,021	73,220	351,186	95,801	1,614,233	5,912,851	4,513,445	1,592,159	190,686	4,810
Debt Service										
Principal	255,000	265,000	275,000	310,000	320,000	393,682	406,880	419,585	375,000	701,214
Interest and Other Charges	225,172	216,072	206,279	144,898	138,350	134,633	121,691	108,792	454,046	330,931
Transfer to Charter School	49,296	27,658	36,897	62,473	56,186	-	-	-	-	-
Total Expenditures	17,267,566	17,587,694	19,070,339	20,069,320	22,006,086	27,309,268	26,857,895	25,077,290	24,933,267	25,175,457
Excess (Deficiency) of Revenues Over (Under) Expenditures	73,412	497,415	(660,617)	265,283	(1,657,317)	(4,153,815)	(3,939,423)	(1,043,853)	24,386	544,830
Other Financing Sources (Uses)										
Capital Leases (Non-Budgeted)										
Bond Proceeds			14,974					9,377,000		124,362
Premium on Bond Proceeds								938		-
Other - Superstorm Sandy Recovery			338,086							
Superstorm Sandy Expenses			(338,086)							
Transfers In	1,175	366	275,006	310,000	2,820,000	2,780,190	191,692	60,938	57,971	-
Transfers Out	(1,175)	(366)	(275,006)	(310,000)	(2,820,000)	(2,780,190)	(191,692)	(60,938)	(57,971)	-
Total Other Financing Sources (Uses)	-	-	14,974	-	-	-	-	9,377,938	-	124,362
Net Change in Fund Balances	\$ 73,412	\$ 497,415	\$ (645,643)	\$ 265,283	\$ (1,657,317)	\$ (4,153,815)	\$ (3,939,423)	\$ 8,334,085	\$ 24,386	\$ 669,192
Debt Service as a Percentage of Noncapital Expenditures	2.82%	2.75%	2.58%	2.28%	2.25%	2.47%	2.37%	2.25%	3.35%	4.10%

**WOOD-RIDGE BOARD OF EDUCATION
GENERAL FUND OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30	Interest on Investments	Shared Services Child Study Team	Tuition	Rentals-Use of Facilities	Refunds	Other	Total
2011	\$ 5,976			\$ 2,625	\$ 78,564	\$ 51,070	\$ 138,235
2012	4,828			2,992	52,989	15,680	76,489
2013	1,572			120,000	57,160	24,888	203,620
2014	3,171				41,579	52,263	97,013
2015	6,856		\$ 1,826,417	156,060		84,524	2,073,857
2016	10,789		1,763,160	41,100	24,598	27,763	1,867,410
2017	8,964		1,757,641		22,436	168,130	1,957,171
2018	13,338	\$ 197,650	1,911,034	2,321	15,586	52,980	2,192,909
2019	25,145	197,200	1,831,952	2,647	8,083	38,048	2,103,075
2020	55,402	195,152	1,515,131		14,688	65,772	1,846,145

**WOOD-RIDGE BOARD OF EDUCATION
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN YEARS
 (Unaudited)**

Fiscal Year Ended June 30,	Vacant Land	Residential	Commercial	Industrial	Apartment	Total Assessed Valuation	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Valuation	Total Direct School Tax Rate ^a
2011	\$ 67,982,800	\$ 586,141,300	\$ 38,077,700	\$ 79,831,500	\$ 17,209,800	\$ 789,243,100	\$ 546,760	\$ 789,789,860	\$ 1,256,721,214	\$ 1.794
2012	68,575,400	587,155,700	38,043,200	79,765,900	16,949,100	790,489,300	532,680	791,021,980	1,228,999,888	1.822
2013	68,418,100	587,891,700	37,398,100	79,765,900	16,471,400	789,945,200	559,307	790,504,507	1,174,989,142	1.915
2014	73,570,000	589,584,400	38,288,000	78,883,300	16,471,400	796,797,100	602,730	797,399,830	1,217,882,320	1.952
2015	75,951,500	594,488,000	38,141,500	78,883,300	16,471,400	803,935,700	602,730	804,538,430	1,206,398,485	1.962
2016	73,375,747	607,503,900	38,363,200	77,523,800	16,471,400	813,238,047	631,987	813,870,034	1,196,009,774	1.985
2017 (1)	96,231,800	966,369,000	74,198,000	106,296,000	31,582,400	1,274,677,200	930,062	1,275,607,262	1,270,429,581	1.373
2018	86,910,700	1,003,027,300	72,986,900	106,232,200	31,582,400	1,300,739,500	930,062	1,301,669,562	1,377,030,111	1.392
2019	53,993,800	1,042,917,800	72,302,200	116,367,000	31,582,400	1,317,163,200	843,658	1,318,006,858	1,508,583,456	1.435
2020	45,693,700	1,083,826,900	70,185,800	116,367,000	31,582,400	1,347,655,800	843,439	1,348,499,239	1,557,544,188	1.441

Source: County Abstract of Ratables

^a Tax rates are per \$100

(1) The Borough underwent a revaluation of real property which became effective January 1, 2017.

**WOOD-RIDGE BOARD OF EDUCATION
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUATION
LAST TEN YEARS
(Unaudited)**

<u>Calendar Year</u>	<u>Total Direct and Overlapping Tax Rate</u>	<u>School</u>	<u>Overlapping Rates</u>	
			<u>Borough of Wood-Ridge</u>	<u>Bergen County</u>
2011	\$ 3.386	\$ 1.794	\$ 1.264	\$ 0.328
2012	3.468	1.822	1.301	0.345
2013	3.600	1.915	1.334	0.351
2014	3.656	1.952	1.371	0.333
2015	3.768	1.962	1.447	0.359
2016	3.833	1.985	1.489	0.359
2017	(1) 2.620	1.373	0.996	0.251
2018	2.683	1.392	1.032	0.259
2019	2.774	1.435	1.062	0.277
2020	2.816	1.441	1.088	0.287

(1) The Borough underwent a revaluation of real property which became effective January 1, 2017.

Source: Tax Duplicate, Borough of Wood-Ridge

**WOOD-RIDGE BOARD OF EDUCATION
 PRINCIPAL PROPERTY TAXPAYERS,
 CURRENT YEAR AND NINE YEARS AGO
 (Unaudited)**

Taxpayer	2020		2011	
	Taxable Assessed Valuation	% of Total District Net Assessed Valuation	Taxable Assessed Valuation	% of Total District Net Assessed Value

Not Available

Source: Municipal Tax Assessor

**WOOD-RIDGE BOARD OF EDUCATION
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2011	\$ 14,017,777	\$ 12,845,197	91.64	\$ 1,172,580
2012	14,313,388	13,120,606	91.67	1,192,782
2013	14,316,942	13,113,314	91.59	1,203,628
2014	15,286,337	14,012,473	91.67	1,273,864
2015	15,567,980	14,919,313	95.83	648,667
2016	16,002,622	14,669,065	91.67	1,333,557
2017	16,827,609	16,827,609	100.00	
2018	17,668,216	17,668,216	100.00	
2019	18,563,995	17,720,177	95.45	843,818
2020	19,250,686	17,646,464	91.67	1,604,222

Source: District records.

**WOOD-RIDGE BOARD OF EDUCATION
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		<u>Total District</u>	<u>Population (E)</u>	<u>Per Capita</u>
	<u>General Obligation Bonds</u>	<u>Capital Leases</u>			
2011	\$ 5,550,000		\$ 5,550,000	7,637	\$ 727
2012	5,285,000		5,285,000	7,684	688
2013	5,035,000		5,035,000	7,835	643
2014	4,725,000		4,725,000	7,848	602
2015	4,405,000	\$ 185,147	4,590,147	7,854	584
2016	4,075,000	121,465	4,196,465	8,143	515
2017	3,730,000	59,585	3,789,585	8,498	446
2018	12,747,000		12,747,000	8,865	1,438
2019	12,372,000		12,372,000	9,121	1,356
2020	11,680,000	-	11,680,000	9,294	1,257

Source: District records

(E) Estimated

WOOD-RIDGE BOARD OF EDUCATION
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Deductions			
2011	\$ 5,550,000		\$ 5,550,000	0.703	\$ 727
2012	5,285,000		5,285,000	0.668	688
2013	5,035,000		5,035,000	0.637	643
2014	4,725,000		4,725,000	0.593	602
2015	4,405,000		4,405,000	0.548	561
2016	4,075,000		4,075,000	0.501	500
2017	3,730,000		3,730,000	0.292	439
2018	12,747,000		12,747,000	0.979	1,438
2019	12,372,000		12,372,000	0.939	1,356
2020	11,680,000		11,680,000	0.866	1,257

Source: District records

**WOOD-RIDGE BOARD OF EDUCATION
COMPUTATION OF DIRECT AND OVERLAPPING OUTSTANDING BONDED DEBT
AS OF DECEMBER 31, 2019
(Unaudited)**

	<u>Net Debt</u>
DIRECT DEBT: (1)	
Wood-Ridge Board of Education	\$ 11,680,513
Borough of Wood-Ridge	<u>41,373,597</u>
	<u>\$ 53,054,110</u>
Overlapping Debt Apportioned to the Municipality:	
Bergen County: (2) & (3)	
County of Bergen (A)	11,785,507
Bergen County Utilities Authority (B)	<u>1,103,709</u>
	<u>12,889,216</u>
Total Direct and Overlapping Debt	<u>\$ 65,943,326</u>

- (A) The debt for this entity was apportioned to the Borough of Wood-Ridge by dividing the Municipality's 2019 equalized valuation by the total 2019 equalized valuation for Bergen County.
- (B) Overlapping debt was computed based upon municipal flow to the Authority.

Sources:

- (1) Borough of Wood-Ridge Annual Debt Statement
- (2) BCUA 2019 audit.
- (3) Bergen County Debt Statement December 31, 2019

WOOD-RIDGE BOARD OF EDUCATION
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt Limit	\$ 51,450,403	\$ 32,720,143	\$ 48,397,455	\$ 47,628,072	\$ 46,711,360	\$ 46,410,812	\$ 46,444,984	\$ 48,446,732	\$ 52,715,633	\$ 57,119,033
Total Net Debt Applicable to Limit	<u>5,550,000</u>	<u>5,285,000</u>	<u>5,035,000</u>	<u>4,725,000</u>	<u>13,782,513</u>	<u>13,452,513</u>	<u>13,107,513</u>	<u>12,747,513</u>	<u>12,372,513</u>	<u>11,680,513</u>
Legal Debt Margin	<u>\$ 45,900,403</u>	<u>\$ 27,435,143</u>	<u>\$ 43,362,455</u>	<u>\$ 42,903,072</u>	<u>\$ 32,928,847</u>	<u>\$ 32,958,299</u>	<u>\$ 33,337,471</u>	<u>\$ 35,699,219</u>	<u>\$ 40,343,120</u>	<u>\$ 45,438,520</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	10.79%	16.15%	10.40%	9.92%	29.51%	28.99%	28.22%	26.31%	23.47%	20.45%

Legal Debt Margin Calculation for Fiscal Year 2020

Equalized Valuation Basis	
2017	\$ 1,308,434,818
2018	1,473,424,898
2019	<u>1,502,067,739</u>
	<u>\$ 4,283,927,455</u>
Average Equalized Valuation of Taxable Property	<u>\$ 1,427,975,818</u>
Debt Limit (4 % of Average Equalization Value)	\$ 57,119,033
Total Net Debt Applicable to Limit	<u>11,680,513</u>
Legal Debt Margin	<u>\$ 45,438,520</u>

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

**WOOD-RIDGE BOARD OF EDUCATION
DEMOGRAPHIC STATISTICS
LAST TEN YEARS
(Unaudited)**

<u>Year Ended June 30</u>	<u>Unemployment Rate</u>	<u>Per Capita Income(1)</u>	<u>Population</u>
2011	6.80%	\$ 69,053	7,637
2012	7.00%	72,152	7,684
2013	5.70%	71,679	7,835
2014	5.30%	74,452	7,848
2015	4.80%	77,666	7,854
2016	4.40%	79,145	8,143
2017	4.00%	81,483	8,498
2018	3.50%	85,951	8,865
2019	2.80%	85,951	9,121
2020	2.80%	85,951	9,294

Source: New Jersey Department of Labor
United States Bureau of Census
School District Records

(E) Estimated
(1) County of Bergen

WOOD-RIDGE BOARD OF EDUCATION
 PRINCIPAL EMPLOYERS,
 CURRENT YEAR AND NINE YEARS AGO
 (Unaudited)

<u>Employer</u>	<u>2020</u>		<u>2011</u>	
	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u>	<u>Percentage of Total Municipal Employment</u>

INFORMATION NOT AVAILABLE

**WOOD-RIDGE BOARD OF EDUCATION
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (Unaudited)**

<u>Function/Program</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Instruction										
Regular	72.0	71.8	66.0	75.4	83.2	80.4	84.0	80.6	83.0	82.1
Special Education	11.5	11.5	14.6	16.8	15.8	16.0	16.0	19.0	17.0	18.0
Other Special Education	9.3	9.2	4.0	2.0	2.0	2.0	2.6	7.5	7.0	7.0
Other Instruction	5.7	6.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	2.0
Support Services:										
Student and Instruction Related Services	13.2	13.2	15.0	17.0	11.0	18.5	21.0	21.0	29.0	27.5
General Administration	2.0	2.0	2.0	3.0	3.0	4.0	4.0	4.0	3.0	3.0
School Administrative Services	7.3	7.3	9.0	9.0	8.0	8.0	8.0	10.0	8.0	10.0
Central Services	3.0	3.0	3.0	3.0	4.0	3.0	3.0	3.0	4.0	3.0
Administrative Information Technology	1.0	1.0	1.5	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Plant Operations And Maintenance	12.0	12.0	11.5	12.0	11.5	12.0	12.0	12.0	11.0	11.5
Pupil Transportation	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Food Service	-	-	-	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Total	<u>137.5</u>	<u>137.5</u>	<u>128.1</u>	<u>141.7</u>	<u>142.0</u>	<u>147.4</u>	<u>154.1</u>	<u>160.6</u>	<u>165.5</u>	<u>166.6</u>

Source: District Personnel Records

WOOD-RIDGE BOARD OF EDUCATION
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	Enrollment ^a	Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Teaching Staff	Pupil/Teacher Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2011	1,159	\$ 16,592,373	\$ 14,316	3.57%	98.5	1:12	1:13	1:11	1,147	1,087	0.35%	94.77%
2012	1,159	17,033,402	14,697	2.66%	98.5	1:12	1:13	1:11	1,160	1,098	1.13%	94.66%
2013	1,140	18,237,874	15,998	8.86%	98.6	1:11	1:18	1:10	1,137	1,087	-1.98%	95.60%
2014	1,140	19,518,621	17,122	7.02%	112.2	1:11	1:10	1:9	1,134	1,087	-0.26%	95.86%
2015	1,200	19,933,503	16,611	-2.98%	110.1	1:10	1:12	1:11	1,182	1,141	4.23%	96.53%
2016	1,182	20,868,102	17,655	6.28%	99.40	1:10	1:12	1:11	1,178	1,139	-0.34%	96.69%
2017	1,244	21,815,879	17,537	-0.67%	103.60	1:14	1:15	1:12	1,215	1,169	3.14%	96.21%
2018	1,243	22,956,754	18,469	5.31%	103.60	1:14	1:16	1:11	1,247	1,199	2.63%	96.15%
2019	1,215	23,913,535	19,682	6.57%	101.00	1:17	1:17	1:11	1,205	1,154	-3.37%	95.77%
2020	1,201	24,138,502	20,099	2.12%	98.61	1:14	1:16	1:18	1,194	1,153	-0.91%	96.57%

Sources: District records

- Note:
- a Enrollment based on annual October district count.
 - b Operating expenditures equal total expenditures less debt service and capital outlay.
 - c Cost per pupil represents operating expenditures divided by enrollment.

**WOOD-RIDGE BOARD OF EDUCATION
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
District Building										
Elementary										
Catherine A. Doyle (1952)										
Square Feet	45,587	45,587	45,587	45,587	45,587	45,587	45,587	45,587	45,587	45,587
Capacity (students)	355	355	355	355	355	355	355	355	355	355
Enrollment	525	525	501	319	351	353	383	384	386	397
Middle School										
Wood-Ridge Intermediate School (2014)*										
Square Feet	N/A	N/A	N/A	37,725	37,725	37,725	37,725	37,725	37,725	37,725
Capacity (students)	N/A	N/A	N/A	290	290	290	290	290	290	290
Enrollment	N/A	N/A	N/A	279	267	268	262	248	250	238
Ostrovsky Middle School (1958)**										
Square Feet	30,738	30,738	30,738	30,738	30,738	30,738	30,738	30,738	30,738	30,738
Capacity (students)	244	244	244	244	244	244	244	244	244	244
Enrollment	263	263	282	192	198	188	170	191	169	169
High School										
Wood-Ridge High School (1923)										
Square Feet	63,792	63,792	63,792	63,792	63,792	63,792	63,792	63,792	63,792	63,792
Capacity (students)	496	496	496	496	496	496	496	496	496	496
Enrollment	371	371	357	357	366	389	429	420	410	397
Central Administration										
Square Feet	6,531	6,531	6,531	6,531	6,531	6,531	6,531	6,531	6,531	6,531

Number of Schools at June 30, 2020

Elementary = 1
Intermediate School = 1
Middle School = 1
Senior High School = 1

* Building owned by Borough of Wood-Ridge. District leases the building for \$1 per year.

** 2014 became part of the Wood-Ridge Junior and Senior High School.

Source: District Records

**WOOD-RIDGE BOARD OF EDUCATION
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN FISCAL YEARS**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
* School Facilities										
Catherine A. Doyle Elementary School	\$ 115,075	\$ 120,686	\$ 136,079	\$ 84,601	\$ 121,924	\$ 113,118	\$ 108,488	\$ 90,753	\$ 79,053	\$ 76,672
Intermediate School				52,174	75,080	69,657	66,806	55,885	48,680	47,214
Ostrovsky Middle School	101,081	90,710	99,378	83,361	78,287	72,633	69,660	58,273	50,760	49,232
Wood-Ridge High School	<u>127,723</u>	<u>116,832</u>	<u>121,058</u>	<u>85,313</u>	<u>85,224</u>	<u>79,068</u>	<u>75,831</u>	<u>63,435</u>	<u>55,257</u>	<u>53,593</u>
Total School Facilities	343,879	328,228	356,515	305,449	360,515	334,476	320,785	268,346	233,750	226,711
Other Facilities										
Central Administration	<u>-</u>	<u>1,563</u>	<u>4,193</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Grand Total	<u>\$ 343,879</u>	<u>\$ 329,791</u>	<u>\$ 360,708</u>	<u>\$ 305,449</u>	<u>\$ 360,515</u>	<u>\$ 334,476</u>	<u>\$ 320,785</u>	<u>\$ 268,346</u>	<u>\$ 233,750</u>	<u>\$ 226,711</u>

* School facilities as defined under EFCFA.
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6:24-1.3)

Source: School District's records

WOOD-RIDGE BOARD OF EDUCATION
INSURANCE SCHEDULE
JUNE 30, 2020
(Unaudited)

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
School Alliance Insurance Fund	School Package Policy	\$ 42,305,036	\$ 2,500
	Building and Contents (All Locations)		
	Boiler and Machinery	100,000,000	1,000
	Comprehensive General Liability	5,000,000	-0-
	Crime Coverage	500,000	1,000
	Employer Liability	5,000,000	5,000
	Workers Compensation	1,000,000	10,000
The Hartford	Surety Bonds		
	Board Secretary/Business Administrator - J. Murray	225,000	N/A

Source: School Insurance Records

SINGLE AUDIT SECTION



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
GARY W. HIGGINS, CPA, RMA, PSA
JEFFREY C. BLISS, CPA, RMA, PSA
PAUL J. LERCH, CPA, RMA, PSA
JULIUS B. CONSONI, CPA, PSA
ANDREW D. PARENTE, CPA, RMA, PSA

ELIZABETH A. SHICK, CPA, RMA, PSA
ROBERT W. HAAG, CPA, PSA
RALPH M. PICONE, III, CPA, RMA, PSA
DONNA L. JAPHET, CPA, PSA
DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA
CHRIS SOHN, CPA
CHRISTOPHER M. VINCI, CPA

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

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Wood-Ridge Board of Education
540 Windsor Road
Wood-Ridge, New Jersey 07075

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Wood-Ridge Board of Education as of and for the fiscal year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise the Wood-Ridge Board of Education's basic financial statements and have issued our report thereon dated January 5, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Wood-Ridge 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 our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Wood-Ridge Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Wood-Ridge 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 severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies.

Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

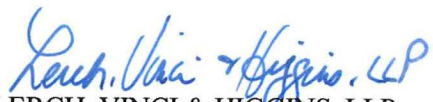
Compliance and Other Matters


As part of obtaining reasonable assurance about whether the Wood-Ridge Board of Education's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Wood-Ridge Board of Education'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 Wood-Ridge Board of Education's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Fair Lawn, New Jersey
January 5, 2021


LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants


Gary J. Vinci
Public School Accountant
PSA Number CS00829



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
GARY W. HIGGINS, CPA, RMA, PSA
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DEBRA GOLLE, CPA
MARK SACO, CPA
ROBERT LERCH, CPA
CHRIS SOHN, CPA

REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE AS REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Wood-Ridge Board of Education
540 Windsor Road
Wood-Ridge, New Jersey 07075

Report on Compliance for Each Major State Program

We have audited the Wood-Ridge Board of Education's compliance with the types of compliance requirements described in the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Wood-Ridge Board of Education's major state programs for the fiscal year ended June 30, 2020. The Wood-Ridge Board of Education's major 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 state statutes, regulations, and the terms and conditions of its state financial assistance applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Wood-Ridge Board of Education's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; 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 and New Jersey Circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the Wood-Ridge Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major State Program

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

Report on Internal Control Over Compliance

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


A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a 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 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 state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

Report on Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Wood-Ridge Board of Education, as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated January 5, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic 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 basic 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 basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.


LERCH, VINCI & HIGGINS, LLP
Certified Public Accountants
Public School Accountants


Gary J. Vinci
Public School Accountant
PSA Number CS00829

Fair Lawn, New Jersey
January 5, 2021

**WOOD-RIDGE BOARD OF EDUCATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	FAIN Number	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2019		Unearned Revenue Carryover Amount	Accounts Receivable Carryover Amount	Cash Received	Budgetary Expenditures	Unearned Revenue Carryover Adjustments	Accounts Receivable Carryover Adjustments	Balance at June 30, 2020			Memo GAAP Receivable
						(Account Receivable)	Unearned Revenue							(Account Receivable)	Unearned Revenue	Due to Grantor	
U.S. Department of Education																	
Passed-through State Department of Education																	
General Fund:																	
Medical Assistance Program (SEMI)	93.778	2005NJSMAP	N/A	7/01/19-6/30/20	\$ 3,196	-	-	-	-	\$ 3,196	\$ 3,196	-	-	-	-	-	-
Total General Fund						-	-	-	-	3,196	3,196	-	-	-	-	-	-
Special Revenue Fund:																	
IDEA Consolidated																	
IDEA Part B - Basic	84.027	H027A190100	IDEA5830-20	7/01/19-9/30/20	252,528					159,597	252,528			\$ (92,931)			\$ (92,931)
IDEA Part B - Basic	84.027	H027A180100	IDEA5830-19	7/01/18-6/30/19	266,960	\$ (104,077)				104,077							
IDEA Part B - Preschool	84.173	H173A190114	IDEA5830-20	7/01/19-9/30/20	11,776					11,776	11,776			-			-
IDEA Part B - Preschool	84.173	H173A180114	IDEA5830-19	7/01/18-6/30/19	11,869	(11,869)				11,869							
CARES Emergency Relief Grant	84.425D	S425D200027	N/A	3/13/20-9/30/22	71,738									(71,738)	\$ 71,738		
ESEA Consolidated																	
Title I	84.010	S010A190030	ESEA5830-20	7/01/19-9/30/20	89,223			\$ 23,824	\$ (30,532)	89,597	77,646			(30,158)	35,401		
Title I, Carryover	84.010	S010A180030	ESEA5830-19	7/01/18-6/30/19	95,246	(30,532)	\$ 23,824	(23,824)	30,532								
Title II - Part A	84.367A	S367A190029	ESEA5830-20	7/01/19-9/30/20	16,264			16,749	(17,999)	27,898	25,899			(6,365)	7,114		
Title II - Part A, Carryover	84.367A	S367A180029	ESEA5830-19	7/01/18-6/30/19	16,647	(17,999)	16,749	(16,749)	17,999								
Title III	84.365	S365A190030	ESEA5830-20	7/01/19-9/30/20	20,321			5,847	(12,059)	10,298	9,354			(22,082)	16,814		(5,268)
Title III, Carryover	84.365	S365A180030	ESEA5830-19	7/01/18-6/30/19	12,198	(12,059)	5,847	(5,847)	12,059								
Title III Immigrant	84.365	S365A190030	ESEA5830-20	7/01/19-9/30/20	2,712			2,712	(2,712)		2,353			(2,712)	359		(2,353)
Title III Immigrant, Carryover	84.365	S365A180030	ESEA5830-19	7/01/18-6/30/19	2,686	(2,712)	2,712	(2,712)	2,712								
Title IV	84.424	S424A190031	ESEA5830-20	7/01/19-9/30/20	10,000			632	(3,023)	3,902	3,576			(9,121)	7,056		(2,065)
Title IV, Carryover	84.424	S424A180031	ESEA5830-19	7/01/18-6/30/19	10,000	(3,023)	632	(632)	3,023	-	-			-	-		-
Total Special Revenue Fund						(182,271)	49,764	-	-	419,014	383,132	-	-	(235,107)	138,482	-	(102,617)
U.S. Department of Agriculture																	
Passed-through State Department of Agriculture																	
Enterprise Fund:																	
School Breakfast Program	10.553	201NJ304N1099	N/A	7/01/19-6/30/20	5,987					5,987	5,987						
School Breakfast Program	10.553	191NJ304N1099	N/A	7/01/18-6/30/19	9,584	(755)				755							
National School Lunch Program																	
Non-Cash Assistance	10.555	201NJ304N1099	N/A	7/01/19-6/30/20	27,959					27,959	27,959						
Cash Assistance	10.555	201NJ304N1099	N/A	7/01/19-6/30/20	74,513					71,927	74,513			(2,586)			(2,586)
Cash Assistance	10.555	191NJ304N1099	N/A	7/01/18-6/30/19	102,572	(6,172)	-	-	-	6,172	-			-	-		-
Total Enterprise Fund						(6,927)	-	-	-	112,800	108,459	-	-	(2,586)	-	-	(2,586)
Total Federal Financial Awards						\$ (189,198)	\$ 49,764	\$ -	\$ -	\$ 535,010	\$ 494,787	\$ -	\$ -	\$ (237,693)	\$ 138,482	\$ -	\$ (105,203)

WOOD-RIDGE BOARD OF EDUCATION
 SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2019				Balance June 30, 2020			MEMO			
				(Accts Rec)	Unearned Revenue	Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Adjustments	(Accounts Receivable)	Unearned Revenue	Due to Grantor	GAAP Receivable	Cumulative Total Expenditures
State Department of Education														
General Fund:														
Equalization Aid	20-495-034-5120-078	7/1/19-6/30/20	\$ 79,500			\$ 76,007	\$ 79,500			\$ (3,493)		*	\$ 79,500	
Equalization Aid	19-495-034-5120-078	7/1/18-6/30/19	79,500	(4,933)		4,933						*		
Special Education Aid	20-495-034-5120-089	7/1/19-6/30/20	725,253			693,390	725,253			(31,863)		*	725,253	
Special Education Aid	19-495-034-5120-089	7/1/18-6/30/19	662,355	(41,102)		41,102						*		
Security Aid	20-495-034-5120-084	7/1/19-6/30/20	22,479			21,492	22,479			(987)		*	22,479	
Security Aid	19-495-034-5120-084	7/1/18-6/30/19	22,479	(1,395)		1,395						*		
Total State Aid Public				(47,430)		838,319	827,232			(36,343)		*	827,232	
Transportation Aid	20-495-034-5120-014	7/1/19-6/30/20	118,852			113,630	118,852			(5,222)		*	118,852	
Transportation Aid	19-495-034-5120-014	7/1/18-6/30/19	118,852	(7,375)		7,375						*		
Extraordinary Special Education Costs	20-495-034-5120-044	7/1/19-6/30/20	294,435				294,435			(294,435)		*	294,435	
Extraordinary Special Education Costs	19-495-034-5120-044	7/1/18-6/30/19	309,914	(309,914)		309,914						*		
On-Behalf TPAF Contributions-Post Retirement	20-495-034-5094-001	7/1/19-6/30/20	616,457			616,457	616,457					*	616,457	
On-Behalf TPAF Contributions-Normal Cost	20-495-034-5094-002	7/1/19-6/30/20	1,632,433			1,632,433	1,632,433					*	1,632,433	
On-Behalf TPAF Contributions-NCGI	20-495-034-5094-004	7/1/19-6/30/20	29,260			29,260	29,260					*	29,260	
On-Behalf TPAF Contributions-LTDI	20-495-034-5094-004	7/1/19-6/30/20	1,915			1,915	1,915					*	1,915	
Reimbursed TPAF Social Security Contributions	20-495-034-5094-003	7/1/19-6/30/20	619,777			589,253	619,777			(30,524)		*	619,777	
Reimbursed TPAF Social Security Contributions	19-495-034-5094-003	7/1/18-6/30/19	596,307	(29,823)		29,823						*		
Total General Fund				(394,542)		4,168,379	4,140,361			(366,524)		*	4,140,361	
Capital Projects Fund														
2014 Referendum:														
Ostrovsky Middle School Gvm HVAC	5830-070-14-1009	7/1/14-6/30/15	271,200	(10,063)	\$ 148,868					(10,063)	\$ 148,868	*	(10,063)	
Ostrovsky Middle School Windows	5830-070-14-1010	7/1/14-6/30/15	303,680	(14,091)						(14,091)		*	(14,091)	
Ostrovsky Middle School HVAC	5830-070-14-1008	7/1/14-6/30/15	676,200	(98,280)						(98,280)		*	(98,280)	
Doyle HVAC	5830-060-14-1007	7/1/14-6/30/15	1,020,040	(36,202)						(36,202)		*	(36,202)	
Doyle Window Replacement	5830-060-14-1005	7/1/14-6/30/15	233,880	(9,665)						(9,665)		*	(9,665)	
High School Window Replacement	5830-050-14-1004	7/1/14-6/30/15	443,880	(22,193)						(22,193)		*	(22,193)	
High School HVAC	5830-050-14-1001	7/1/14-6/30/15	1,493,520	(653,313)						(653,313)		*	(653,313)	
Total Capital Projects Fund				(843,807)		148,868				(843,807)	148,868	*	(843,807)	
Debt Service Fund:														
Debt Service Aid	20-495-034-5120-075	7/1/19-6/30/20	53,755			53,755	53,755					*	53,755	
Total Debt Service Fund						53,755	53,755					*	53,755	
Enterprise Fund:														
State Department of Agriculture														
State School Lunch Program	20-100-010-3350-023	7/1/19-6/30/20	3,036			2,995	3,036			(41)		*	(41)	
State School Lunch Program	19-100-010-3350-023	7/1/18-6/30/19	4,367	(267)		267						*		
Total Enterprise Fund				(267)		3,262	3,036			(41)		*	(41)	
Total State Financial Assistance Subject to Single Audit Determination				(1,238,616)		148,868	4,225,396	4,197,152			(1,210,372)	148,868	*	(874,372)
State Financial Assistance Not Subject to Single Audit Determination														
General Fund - On Behalf TPAF														
Post Retirement Medical	20-495-034-5094-001	7/1/19-6/30/20	616,457			(616,457)	(616,457)					*	(616,457)	
Pension Contributions	20-495-034-5094-002	7/1/19-6/30/20	1,632,433			(1,632,433)	(1,632,433)					*	(1,632,433)	
Long Term Disability Insurance	20-495-034-5094-004	7/1/19-6/30/20	1,915			(1,915)	(1,915)					*	(1,915)	
NCGI Premium	20-495-034-5094-004	7/1/19-6/30/20	29,260			(29,260)	(29,260)					*	(29,260)	
Total State Financial Assistance Subject to Major Program Determination				\$ (1,238,616)	\$ 148,868	\$ 1,945,331	\$ 1,917,087	\$ -	\$ -	\$ (1,210,372)	\$ 148,868	\$ -	\$ (874,372)	

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 GENERAL

The accompanying schedules present the activity of all federal and state financial assistance programs of the Wood-Ridge Board of Education. The Board of Education is defined in Note 1(A) to the Board's financial statements. All federal financial assistance received directly from federal 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 are prepared and presented using 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. These basis of accounting are described in Notes 1(C) to the Board's financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (U.S. Uniform Guidance) and New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements.

NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS

The 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 a modified accrual basis with the exception of the revenue recognition of the delayed state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes, those payments are not recognized until the subsequent year due to the state deferral and recording of certain 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, which may include the delayed state aid payments, whereas the GAAP basis does not. The special revenue fund also recognizes the delayed state aid payments in the current budget year, consistent with N.J.S.A. 18A:22-44.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is an increase of \$28,719 for the general fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 3,196	\$ 4,169,080	\$ 4,172,276
Special Revenue Fund	383,132		383,132
Debt Service Fund		53,755	53,755
Food Service Fund	<u>108,459</u>	<u>3,036</u>	<u>111,495</u>
Total Awards Financial Assistance	<u>\$ 494,787</u>	<u>\$ 4,225,871</u>	<u>\$ 4,720,658</u>

**WOOD-RIDGE BOARD OF EDUCATION
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020****NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

Amounts reported in the accompanying schedules may not necessarily agree with the amounts reported in the related federal and state financial reports due to timing differences between the District's fiscal year and grant program years.

NOTE 5 OTHER INFORMATION

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$619,777 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2020. The amount reported as TPAF Pension System Contributions in the amount of \$1,661,693, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$616,457 and TPAF Long-Term Disability Insurance in the amount of \$1,915 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2020.

NOTE 6 ON-BEHALF PROGRAMS NOT SUBJECT TO STATE SINGLE AUDIT

On-behalf State Programs for TPAF Pension, Post-Retirement Medical Benefits and Long-Term Disability Insurance Contributions payments are not subject to a State single audit and, therefore, are excluded from major program determination. The Schedule of State Financial Assistance provides a reconciliation of State financial assistance reported in the District's financial statements and the amount subject to State single audit and major program determination.

NOTE 7 DE MINIMIS INDIRECT COST RATE

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

WOOD-RIDGE BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Part I – Summary of Auditor’s Results

Financial Statement Section

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? yes X no

2) Were significant deficiency(ies) identified that were not considered to be material weaknesses? yes X none reported

Noncompliance material to basic financial statements noted? yes X no

Federal Awards Section

Not Applicable

**WOOD-RIDGE BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Part 2 – Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements and abuse related to the financial statements in accordance with Government Auditing Standards.

There are none.

**WOOD-RIDGE BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Part 3 – Schedule of Federal and State Award Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance including questioned costs related to the audit of major federal and state programs, as required by U.S. Uniform Guidance and New Jersey OMB's Circular 15-08, as amended.

CURRENT YEAR FEDERAL AWARDS

Not Applicable.

CURRENT YEAR STATE AWARDS

There are none.

**WOOD-RIDGE BOARD OF EDUCATION
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
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. Uniform Guidance and New Jersey OMB's Circular 15-08.

STATUS OF PRIOR YEAR FINDINGS

There were none.