

TOWNSHIP OF WOODLAND SCHOOL DISTRICT

Chatsworth, New Jersey
County of Burlington

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

TOWNSHIP OF WOODLAND SCHOOL DISTRICT

CHATSWORTH, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Prepared by

WOODLAND TOWNSHIP SCHOOL DISTRICT BUSINESS OFFICE

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INTRODUCTORY SECTION

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WOODLAND TOWNSHIP BOARD OF EDUCATION
Second Street and John Bowker Jr. Blvd
Chatsworth, NJ 08019

January 13, 2021

Honorable President and Members
of the Board of Education
Township of Woodland School District
County of Burlington
Chatsworth, New Jersey

Dear Board Members/Citizens:

The Comprehensive Annual Financial Report (CAFR) of the Township of Woodland School District (School District) for the fiscal year ended June 30, 2020, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Woodland School District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly, 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 district as of June 30, 2020, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America. All disclosures necessary to enable the reader to gain an understanding of the district's financial activities have been included.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

The Comprehensive Annual Financial Report is presented in four sections as follows:

Introductory Section:

Section contains a Letter of Transmittal, Roster of Officials, Consultants and Advisors, and an Organizational Chart.

Financial Section:

Section contains the Independent Auditors' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements, Required Supplementary Information (RSI) and Other Supplementary Information.

Statistical Section:

Section contains selected financial trends, revenue and debt capacity, demographic, economic and other operating information, generally presented on a multi-year basis.

Single Audit Section:

The School District is required to undergo an annual Single Audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* and New Jersey OMB’s Circular 15-08 OMB, “*Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*”. Information related to this Single Audit, including the independent auditor’s report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs, if any, are included in the Single Audit Section of this report.

REPORTING ENTITY AND ITS SERVICES

The Woodland School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standard Board (GASB) as established by NCGA Statement No. 3. All funds of the School District are included in this report. The School District has no component units.

The School District provides a full range of educational services appropriate to grade levels K through 8. These include regular instruction as well as special education for children with special needs. The School District’s enrollment, as of October 15th, for the current and past five fiscal years are detailed below:

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2019-2020	135	3.05%
2018-2019	131	-2.96%
2017-2018	135	-5.59%
2016-2017	143	-8.33%
2015-2016	156	0.00%
2014-2015	156	4.70%

ECONOMIC CONDITION AND OUTLOOK

The overall real property values of Woodland Township have decreased and are continuing to decrease. The School District budget decreased for the current year, however taxes for township residents are still increasing due to the few retables within the township's value decreasing significantly.

MAJOR INITIATIVES

The School District has continued to make student achievement and student attendance a major priority. Procedures, incentives and accountability measures have been put into place in an effort to meet these needs. The school district completed a three year NJDOE NJTSS-ER grant initiative. Over the last three years the district has overhauled its early reading tired system of supports. During these three years we have worked as a team to provide professional development to staff, create a screening process for early readers, diagnose students with early reading struggles, as well as develop a plan and process to address these needs within our classrooms. Throughout the 2019-20 school year the district continued to work on continuing to implement the systems we had put in place over the last three years.

Mid school year when the COVID pandemic halted our school year and threw us into remote instruction, we as a district did everything we could to maintain our instructional practices for our students in a completely different way. The district worked to support the teachers and staff throughout this time with google classroom help as well as how to design a remote instruction classroom that works on all grade levels. This work will continue to be a priority for our staff and students as the COVID pandemic is still affecting the way our school is run on a daily basis.

INTERNAL ACCOUNTING CONTROLS

Management of the School District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the district are protected from loss, theft and misuse and to ensure that adequate accounting data are completed to allow for the preparation of financial statement in conformity with general accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be delivered; and (2) the valuation of costs and benefits require estimates and judgments by management.

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

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

BUDGETARY CONTROLS

In addition to internal accounting controls, the School 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 cancelled or included as re-appropriations of fund balance in the subsequent year.

ACCOUNTING SYSTEM AND REPORTS

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

FINANCIAL POLICIES

The intent of the School Board is to ensure that the School District manages its budget and finance in a fiscally prudent and responsible way by establishing financial policies for the Budget, Fund Balance and the maintenance of adequate reserves. The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred. Governmental fund financial statements

are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues except for certain grant revenues, are recognized when susceptible to accrual that is when they become measurable and available. Property taxes, interest and certain General Fund revenues are the significant revenue sources considered susceptible to accrual.

OTHER INFORMATION

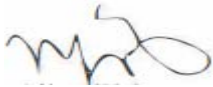
INDEPENDENT AUDIT

State statutes require an annual audit by independent certified public accountants. The accounting firm of Holt McNally & Associates, Inc. Certified Public Accountants & Advisors, was appointed by the Board of Education. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and combining statements and related major fund supporting statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the Single Audit section of this report.

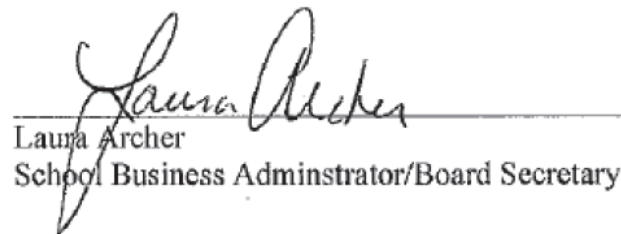
ACKNOWLEDGEMENTS

We would like to express our appreciation to the members of the Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the School District and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have accomplished without the efficient and dedicated services of our business office staff.

Respectfully submitted,

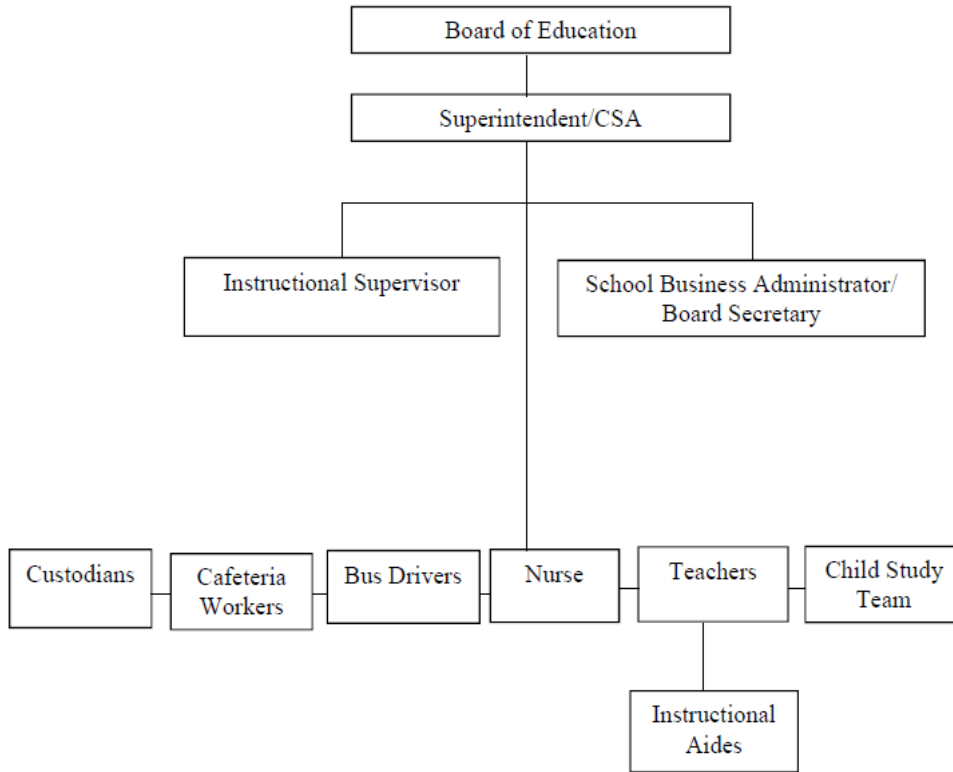


Misty Weiss,
Superintendent



Laura Archer
School Business Administrator/Board Secretary

1110 ORGANIZATIONAL CHART



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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
CHATSWORTH, NEW JERSEY**

ROSTER OF OFFICIALS

JUNE 30, 2020

MEMBERS OF THE BOARD OF EDUCATION	TERM EXPIRES
Edward Vincent, President	2020
William Dirkin, Vice President	2021
Kristin Marziano	2022
Linda Morris	2021
Melissa Starwood	2021

OTHER OFFICIALS

Misty Weiss, Superintendent

Carolyn Fischl, Curriculum Supervisor

Laura Archer, Business Administrator/Board Secretary

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
CONSULTANTS AND ADVISORS**

AUDIT FIRM

David T. McNally, CPA, RMA, PSA
Holt McNally & Associates, Inc.
618 Stokes Road
Medford, NJ 08055

ATTORNEY

Parker McCay
9000 Midlantic Drive, Suite 300
Mt Laurel, NJ 08054

OFFICIAL DEPOSITORY

Republic Bank

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FINANCIAL SECTION

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Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Woodland Township School District
County of Burlington
Chatsworth, New Jersey 08019

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 Woodland Township School District, County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Governmental 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 and requirements require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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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 Woodland Township School District, County of Burlington, State of New Jersey, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

The combining and individual fund financial statements and long-term debt schedules and the schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the

basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and long-term debt schedules and the schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 13, 2021 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 13, 2021

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

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WOODLAND TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)

As management of the Woodland Township School District, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2020. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components:

- 1) Government-Wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *government-wide financial statements* are designed to provide the reader with a broad overview of the financial activities in a manner similar to a private-sector business. The government-wide financial statements include the statement of net position and the statement of net activities.

The *statement of net position* presents information about all of the School District's assets and liabilities. The difference between the assets plus deferred outflows or resources and liabilities plus deferred inflows of resources is reported as net position. Over time, changes in net position may serve as a useful indicator of whether the financial position of the School District is improving or deteriorating.

The *statement of activities* presents information showing how the net position of the School District changed during the current fiscal year. Changes in net position are recorded in the statement of activities when the underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenditures are reported in this statement even though the resulting cash flows may be recorded in a future period.

Both of the government-wide financial statements distinguish functions of the School District that are supported from taxes and intergovernmental revenues (*governmental activities*) and other functions that are intended to recover most of their costs from user fees and charges (*business-type activities*). Governmental activities consolidate governmental funds including the General Fund and the Special Revenue Fund. Business-type activities reflect the Food Service Fund.

Fund Financial Statements

Fund financial statements are designed to demonstrate compliance with financial-related requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific objectives. All of the funds of the School District are divided into three categories: *governmental funds*, *proprietary funds* and *fiduciary funds*.

Governmental funds account for essentially the same information reported in the governmental activities of the government-wide financial statements. However, unlike the government-wide financial statements, the governmental fund financial statements focus on near-term financial resources and fund balances. Such information may be useful in evaluating the financial requirements in the near term.

WOODLAND TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited) (Continued)

Overview of the Basic Financial Statements (continued)

Fund Financial Statements (continued)

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains two individual governmental funds. The major funds are the General Fund and the Special Revenue Fund. They are presented separately in the fund financial statements.

The School District adopts an annual appropriated budget for the General Fund and the Special Revenue Fund. A budgetary comparison statement has been provided for each of these funds to demonstrate compliance with budgetary requirements.

Proprietary funds are used to present the same functions as the business-type activities presented in the government-wide financial statements. The School District maintains one type of proprietary fund – the Enterprise Fund. The fund financial statements of the enterprise fund provides the same information as the government-wide financial statements, only in more detail.

The School District's enterprise fund (Food Service Fund) is listed individually and is considered to be major fund.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the School District's programs.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

WOODLAND TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited) (Continued)

Financial Analysis of the School District as a Whole

Table 1 provides a summary of the School Districts net position for the fiscal years 2020 compared to fiscal year 2019.

Table 1
Summary of Net Position

	June 30, <u>2020</u>	June 30, <u>2019</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Current & Other Assets	\$ 288,436	\$ 121,508	\$ 166,928	137.4%
Capital Assets, Net	1,022,277	1,155,708	(133,431)	-11.5%
Total Assets	<u>1,310,713</u>	<u>1,277,216</u>	33,497	2.6%
Deferred Outflow of Resources	<u>110,428</u>	214,370	(103,942)	-48.5%
Current and other Liabilities	35,706	305,068	(269,362)	-88.3%
Noncurrent Liabilities	617,204	780,427	(163,223)	-20.9%
Total Liabilities	<u>652,910</u>	<u>1,085,495</u>	(432,585)	-39.9%
Deferred Inflow of Resources	<u>555,529</u>	586,011	(30,482)	-5.2%
Net Position:				
Net Investment in Capital Asset	1,022,277	1,143,681	(121,404)	-10.6%
Restricted	98,948	1	98,947	9894700.0%
Unrestricted (Deficit)	(908,523)	(1,323,602)	415,079	-31.4%
Total Net Position	<u>\$ 212,702</u>	<u>\$ (179,920)</u>	<u>\$ 392,622</u>	-218.2%

WOODLAND TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited) (Continued)

Table 2 shows the changes in net position for fiscal year 2020 compared to fiscal year 2019.

Table 2
Summary of Changes in Net Position (continued)

	June 30, <u>2020</u>	June 30, <u>2019</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Revenues:				
Program Revenues:				
Charges for Services	\$ 14,017	\$ 24,179	\$ (10,162)	-42.0%
Operating Grants & Contributions	570,488	757,603	(187,115)	-24.7%
General Revenues:				
Property Taxes	1,990,906	1,945,265	45,641	2.3%
Federal & State Aid	1,119,529	919,325	200,204	21.8%
Other General Revenues	196,225	34,573	161,652	467.6%
Capital Leases Cancelled	-	157,089	(157,089)	100.0%
Total Revenues	<u>3,891,165</u>	<u>3,838,034</u>	<u>53,131</u>	<u>1.4%</u>
Function/Program Expenditures:				
Regular Instruction	803,844	783,596	20,248	2.6%
Special Education Instruction	361,845	384,810	(22,965)	-6.0%
Other Instruction	91,409	79,664	11,745	14.7%
Tuition	77,964	242,582	(164,618)	-67.9%
Student & Instruction Related Services	365,376	311,348	54,028	17.4%
General Administrative	163,605	166,542	(2,937)	-1.8%
School Administrative Services	23,534	5,392	18,142	336.5%
Central Services	88,532	91,994	(3,462)	100.0%
Plant Operations & Maintenance	176,916	194,385	(17,469)	-9.0%
Pupil Transportation	147,361	241,005	(93,644)	-38.9%
Unallocated Benefits	563,944	702,315	(138,371)	100.0%
On Behalf TPAF Pension and Social				
Security Contributions	433,701	418,969	14,732	100.0%
Interest & Other Charges	-	(3,862)	3,862	0.0%
Unallocated Depreciation	132,403	132,403	-	0.0%
Proprietary Funds	68,109	72,785	(4,676)	-6.4%
Total Expenditures	<u>3,498,543</u>	<u>3,823,928</u>	<u>(325,385)</u>	<u>-8.5%</u>
Change In Net Position	392,622	14,106	378,516	2683.4%
Net Position - Beginning	<u>(179,920)</u>	<u>(194,026)</u>	<u>14,106</u>	<u>-7.3%</u>
Net Position - Ending	<u>\$ 212,702</u>	<u>\$ (179,920)</u>	<u>\$ 392,622</u>	<u>-218.2%</u>

WOODLAND TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited) (Continued)

Governmental Activities

During the fiscal year 2020, the net position of governmental activities increased by \$387,901.

The assets and deferred outflows of the primary government activities exceeded liabilities and deferred inflows by \$196,509, with an unrestricted deficit balance of \$919,162. The deficit in unrestricted net position is primarily due to accounting treatment for compensated absences payable, GASB 68 net pension liability, and the last two state aid payments. In addition, state statutes prohibit school districts from maintaining more than 2% of its adopted budget as unassigned fund balance.

The School District's governmental activities unrestricted net position had GASB 68 pension not been implemented would have been as follows:

Table 3
GASB 68 Effect on Unrestricted Net Position

Unrestricted Net Position (With GASB 68)	\$	(919,162)
Add back: PERS Pension Liability		551,203
Less: Deferred Outflows related to pensions		(110,428)
Add back: Deferred Inflows related to pensions		555,529
		555,529
Unrestricted Net Position (Without GASB 68)	\$	77,142

Business-type Activities

During the fiscal year 2020, the net position of business-type activities increased by \$4,721.

General Fund Budgeting Highlights

Final budgeted revenues was \$3,112,139, which was an increase of \$254,201 from the original budget. Excluding nonbudgeted revenues, the School District's actual revenues exceeded budgeted revenues by \$190,401.

Final budgeted appropriations was \$3,112,139, which was an increase of \$254,201 from the original budget. The increase is due to an increase in unrestricted aid received from the state of New Jersey. Excluding nonbudgeted expenditures, the School District's budget appropriations exceeded actual expenditures by \$234,691.

The School District's general fund balance – budgetary basis (Exhibit C-1) was \$356,421 at June 30, 2020, an increase of \$425,092 from the prior year.

WOODLAND TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited) (Continued)

Governmental Funds

General fund - During the current fiscal year, the fund balance of the School District's general fund increased by \$429,212 to \$270,518 at June 30, 2020, compared to a decrease of \$81,491 in fund balance in the prior fiscal year.

Special revenue fund – There was no change in the fund balance for the special revenue fund.

Proprietary Funds

Food service fund - During the current fiscal year, the net position of the School District's food service fund increased by \$4,721 to \$16,193 at June 30, 2020, compared to an increase of \$12,986 in fund balance in the prior fiscal year.

Capital Assets

The School District's capital assets for its governmental and business-type activities as of June 30, 2020, totaled \$1,022,277 (net of accumulated depreciation). Capital assets includes land, land improvements, buildings and improvements and equipment. The School District's "Net Investment in Capital Assets" component of net position represents capital assets, net of accumulated depreciation less any outstanding debt associated with the capital assets. There was a net decrease in the School District's investment in capital assets for the current fiscal year in the amount of \$133,431. Table 4 shows fiscal 2020 balances compared to 2019.

Table 4
Summary of Capital Assets

<u>Capital Asset (Net of Depreciation):</u>	June 30, <u>2020</u>	June 30, <u>2019</u>	Increase/ <u>(Decrease)</u>	Percentage <u>Change</u>
Land	\$ 13,820	\$ 13,820	\$ -	0.0%
Land Improvements	491,683	535,746	(44,063)	-8.2%
Building and Improvements	293,893	350,073	(56,180)	-16.0%
Equipment	222,881	256,069	(33,188)	-13.0%
	<u>\$ 1,022,277</u>	<u>\$ 1,155,708</u>	<u>\$ (133,431)</u>	-11.5%

Depreciation expense for the year was \$133,431. Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Debt Administration

Additional information on the School District's long-term obligations can be found in the notes to the basic financial statements (Note 7) of this report.

WOODLAND TOWNSHIP SCHOOL DISTRICT
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited) (Continued)

Factors on the School District's Future

The Woodland Township School District has committed itself to strong financial controls. The School District spends a lot of time monitoring its budget, scrutinizing spending requests, and has been implementing even stronger internal controls. The School District commits itself to constantly reviewing the ways in which it conducts business, and making improvements whenever possible, in order to meet future challenges and maximize instructional spending.

Contacting the School Districts Financial Management

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Woodland Township School District Business Office, Second Street and John Bowker Jr. Blvd., Chatsworth NJ, 08019.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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

ASSETS	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTALS <u> </u> JUNE 30, 2020
Cash & Cash Equivalents	\$ 150,105	\$ 3,680	\$ 153,785
Internal Balances	(2,431)	2,431	-
Receivables, Net (Note 4)	51,175	1,005	52,180
Inventory	-	3,523	3,523
Restricted Cash & Cash Equivalents	78,948		78,948
Capital Assets, Net (Note 5)			
Non-Depreciable	13,820	-	13,820
Depreciable, Net	1,002,903	5,554	1,008,457
			<u> </u>
Total Assets	1,294,520	16,193	1,310,713
			<u> </u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows Related to Pensions (Note 8)	110,428	-	110,428
			<u> </u>
Total Deferred Outflows of Resources	110,428	-	110,428
			<u> </u>
Total Assets and Deferred Outflows of Resources	1,404,948	16,193	1,421,141
			<u> </u>
LIABILITIES			
Unearned Revenue	931	-	931
Due to Other Governments	34,775	-	34,775
Noncurrent Liabilities (Note 7):			
Due within one year	726	-	726
Due in more than one year	616,478	-	616,478
			<u> </u>
Total Liabilities	652,910	-	652,910
			<u> </u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows Related to Pension (Note 8)	555,529	-	555,529
			<u> </u>
Total Deferred Inflows of Resources	555,529	-	555,529
			<u> </u>
Total Liabilities and Deferred Inflows of Resources	1,208,439	-	1,208,439
			<u> </u>
NET POSITION			
Net Investment in Capital Assets	1,016,723	5,554	1,022,277
Restricted For:			
Capital Reserve	78,948	-	78,948
Excess Surplus - Current Year	20,000	-	20,000
Unrestricted (Deficit)	(919,162)	10,639	(908,523)
			<u> </u>
Total Net Position	\$ 196,509	\$ 16,193	\$ 212,702
			<u> </u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSES) REVENUE AND CHANGED IN NET POSITION		TOTALS
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	JUNE 30, 2020
Governmental Activities:						
Instruction:						
Regular	\$ 803,844	\$	47,050	(756,794)	\$	(756,794)
Special Education	361,846			(361,846)		(361,846)
Other Instruction	91,409			(91,409)		(91,409)
Support Services:						
Tuition	77,964			(77,964)		(77,964)
Student & Instruction Related Services	365,376		7,243	(358,133)		(358,133)
General Administrative Services	163,605			(163,605)		(163,605)
School Administrative Services	23,535			(23,535)		(23,535)
Central Services	88,532			(88,532)		(88,532)
Plant Operations and Maintenance	176,916			(176,916)		(176,916)
Pupil Transportation	147,361			(147,361)		(147,361)
Unallocated Employee Benefits	563,944		67,543	(496,401)		(496,401)
On-Behalf TPAF Pension and Social Security Contributions	433,701		433,701	-		-
Unallocated Depreciation	132,403			(132,403)		(132,403)
Total Governmental Activities	3,430,434	-	555,537	(2,874,897)	-	(2,874,897)
Business-Type Activities:						
Food Service	68,109	14,017	14,951	(39,141)		(39,141)
Total Business-Type Activities	68,109	14,017	14,951	-	(39,141)	(39,141)
Total Primary Government	\$ 3,498,543	\$ 14,017	\$ 570,488	(2,874,897)	(39,141)	(2,914,038)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				1,990,906	-	1,990,906
Federal & State Aid Unrestricted				1,119,529	-	1,119,529
Miscellaneous Income				196,225	-	196,225
Transfers				(43,862)	43,862	-
Total General Revenues, Special Items, Extraordinary Items & Transfers				3,262,798	43,862	3,306,660
Change In Net Position				387,901	4,721	392,622
Net Position - Beginning				(191,392)	11,472	(179,920)
Net Position - Ending				\$ 196,509	\$ 16,193	\$ 212,702

B. Fund Financial Statements

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Governmental Funds

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2020**

ASSETS	GENERAL FUND	SPECIAL REVENUE FUND	TOTALS <u>JUNE 30, 2020</u>
Cash & Cash Equivalents	\$ 162,761	\$ -	\$ 162,761
Receivables, Net:			
Interfund Receivable	10,274	-	10,274
Due from Other Governments:			
Federal	-	30,209	30,209
State	6,433	-	6,433
Other	14,533	-	14,533
Restricted Cash & Cash Equivalents	78,948	-	78,948
 Total Assets	 <u>\$ 272,949</u>	 <u>\$ 30,209</u>	 <u>\$ 303,158</u>
LIABILITIES & FUND BALANCES			
Liabilities:			
Cash Deficit	\$ -	\$ 12,656	\$ 12,656
Intergovernmental Payable:			
Federal	-	6,348	6,348
Interfund Payable	2,431	10,274	12,705
Unearned Revenue	-	931	931
 Total Liabilities	 <u>2,431</u>	 <u>30,209</u>	 <u>32,640</u>
Fund Balances:			
Restricted for:			
Capital Reserve	78,948	-	78,948
Excess Surplus - Current Year	20,000	-	20,000
Assigned to:			
Other Purposes	5,297	-	5,297
Unassigned	166,273	-	166,273
 Total Fund Balances	 <u>270,518</u>	 <u>-</u>	 <u>270,518</u>
 Total Liabilities & Fund Balances	 <u>\$ 272,949</u>	 <u>\$ 30,209</u>	
Amounts reported for <i>governmental activities</i> in the statement of Net Position (A-2) 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 \$3,637,450 and the accumulated depreciation is \$2,620,727.			1,016,723
Deferred outflows and inflows of resources related to pensions and deferred charges and/or credits on debt refundings are applicable to future reporting periods and, therefore, are not reported in the funds.			(445,101)
Accrued pension contributions for the June 30, 2020 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.			(28,427)
Long-term liabilities, including net pension liability and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.			(617,204)
Net position of Governmental Activities			<u>\$ 196,509</u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	GENERAL FUND	SPECIAL REVENUE FUND	TOTALS JUNE 30, 2020
Revenues:			
Local Sources:			
Local Tax Levy	\$ 1,990,906	\$ -	\$ 1,990,906
Other Local Revenues/Miscellaneous	196,225	-	196,225
Total Local Sources	2,187,131	-	2,187,131
State Sources	1,536,738	-	1,536,738
Federal Sources	-	55,589	55,589
Total Revenues	3,723,869	55,589	3,779,458
Expenditures:			
Current Expense:			
Regular Instruction	756,794	47,050	803,844
Special Education Instruction	361,846	-	361,846
Other Instruction	91,409	-	91,409
Support Services & Undistributed Costs:			
Tuition	77,964	-	77,964
Student & Instruction Related Services	358,133	7,243	365,376
General Administrative Services	163,605	-	163,605
School Administrative Services	23,535	-	23,535
Central Services	88,532	-	88,532
Plant Operations & Maintenance	176,916	-	176,916
Pupil Transportation	159,388	-	159,388
Unallocated Employee Benefits	575,466	1,296	576,762
On-Behalf TPAF Pension and Social Security Contributions	417,209	-	417,209
Total Expenditures	3,250,795	55,589	3,306,384
Excess/(Deficiency) of Revenues Over/ (Under) Expenditures	473,074	-	473,074
Other Financing Sources/(Uses):			
Transfers In/(Out)	(43,862)	-	(43,862)
Total Other Financing Sources/(Uses)	(43,862)	-	(43,862)
Net Change in Fund Balance	429,212	-	429,212
Fund Balances July 1	(158,694)		(158,694)
Fund Balances June 30	\$ 270,518	\$ -	\$ 270,518

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

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

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 429,212

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. When capital outlays and other adjustments exceed depreciation, the difference is an addition in the reconciliation (+); when depreciation and other adjustments exceed capital outlays the difference is a reduction to the reconciliation (-)

Depreciation Expense	\$ (132,403)	(132,403)
----------------------	--------------	-----------

Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities.	12,027
---	--------

Governmental funds report School District pension contributions as expenditures. However in the statement of activities, the cost of pension benefits earned is reported as pension expense. This is the amount by which pension benefits earned exceeded the School District's pension contributions in the current period.	87,124
--	--------

Governmental funds report the effect of premiums, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these transactions is as follows:

Pension (PERS) Payment Deferral		726
---------------------------------	--	-----

In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).
position and is not reported in the statement of activities.

(8,785)

Change in Net Position of Governmental Activities	\$ 387,901
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Proprietary Funds

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
 PROPRIETARY FUND
 BUSINESS TYPE ACTIVITIES - ENTERPRISE FUND
 STATEMENT OF NET POSITION
 JUNE 30, 2020**

<u>ASSETS</u>	<u>FOOD SERVICE</u>
Current Assets:	
Cash	\$ 3,680
Accounts Receivable:	
State	108
Federal	897
Interfund	2,431
Inventories	<u>3,523</u>
Total Current Assets	<u>10,639</u>
Noncurrent Assets:	
Furniture, Machinery & Equipment	38,044
Less: Accumulated Depreciation	<u>(32,490)</u>
Total Noncurrent Assets	<u>5,554</u>
Total Assets	<u>16,193</u>
NET POSITION	
Net Investment in Capital Assets	5,554
Unrestricted	<u>10,639</u>
Total Net Position	<u><u>\$ 16,193</u></u>

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
 PROPRIETARY FUND
 BUSINESS TYPE ACTIVITIES - ENTERPRISE FUND
 STATEMENT OF REVENUES
 EXPENSES AND CHANGES IN FUND NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	FOOD SERVICE
Operating Revenues:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 11,005
Daily Sales - Nonreimbursable Programs	3,012
Total Operating Revenue	14,017
Operating Expenses:	
Cost of Sales - Reimbursable Programs	18,317
Cost of Sales - Nonreimbursable Programs	4,297
Salaries and Fringe Benefits	43,862
Supplies and Materials	230
Miscellaneous Expenses	375
Depreciation	1,028
Total Operating Expenses	68,109
Operating Income/(Loss)	(54,092)
Nonoperating Revenues (Expenses):	
State Sources:	
State School Lunch Program	410
Federal Sources:	
National School Lunch Program	9,351
National School Breakfast Program	2,016
Food Distribution Program	3,174
Total Nonoperating Revenue/(Expenses)	14,951
Other Financing Sources/(Uses):	
Operating Transfers In/(Out)	43,862
Total Other Financing Sources/(Uses)	43,862
Change in Net Position	4,721
Total Net Position - Beginning	11,472
Total Net Position - Ending	\$ 16,193

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
 PROPRIETARY FUNDS
 BUSINESS TYPE ACTIVITIES - ENTERPRISE FUND
 STATEMENT OF CASH FLOWS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	FOOD SERVICE
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 12,236
Payments to Employees	(43,862)
Payments to Suppliers	<u>(25,653)</u>
Net Cash Provided by (Used For) Operating Activities	<u>(57,279)</u>
Cash Flows From Noncapital Financing Activities:	
State Sources	380
Federal Sources	16,149
Operating Subsidies and Transfers from Other Funds	<u>43,862</u>
Net Cash Provided by (Used For) Noncapital Financing Activities	<u>60,391</u>
Net Increase/(Decrease) in Cash & Cash Equivalents	3,112
Balances - Beginning of Year	<u>568</u>
Balances - Ending of Year	<u><u>\$ 3,680</u></u>
 Reconciliation of Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:	
Operating Income (Loss)	\$ (54,092)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:	
Change in Assets & Liabilities:	
Depreciation & Net Amortization	1,028
(Increase)/Decrease in Accounts Receivable, Net	(1,781)
(Increase)/Decrease in Inventory	<u>(2,434)</u>
Net Cash Provided by (Used for) Operating Activities	<u><u>\$ (57,279)</u></u>

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Fiduciary Fund

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITON
JUNE 30, 2020**

ASSETS	AGENCY FUNDS	TOTALS
Cash & Cash Equivalents	\$ 6,320	\$ 6,320
Total Assets	6,320	6,320
LIABILITIES		
Payroll Deductions & Withholdings	2,190	2,190
Due to Student Groups	4,130	4,130
Total Liabilities	6,320	6,320
NET POSITION		
Reserved	-	-
Total Net Position	\$ -	\$ -

The Accompanying Notes to the Financial Statements are an integral part of this Statement.

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TOWNSHIP OF WOODLAND SCHOOL DISTRICT

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2020

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TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 1. Summary of Significant Accounting Policies

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

Reporting Entity

The Township of Woodland School District (hereafter referred to as the “District”) is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of five members elected to three-year terms. These terms are staggered so that two members’ terms expire each year. The purpose of the District is to educate students in grades kindergarten through eight at its one schools. The District has an approximate enrollment at June 30, 2020 of 135 students.

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

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

There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

Component Units

GASB Statement No.14. The Financial Reporting Entity, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, Determining Whether Certain Organizations are Component Units and GASB Statement No. 61, The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34 and GASB 80, Blending Requirements for certain component units – and Amendment of Gas Statement No. 14. The District had no component units as of for the year ended June 30, 2020.

Government-Wide Financial Statements

The District’s Government-Wide Financial Statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the District accompanied by a total column. Fiduciary activities of the District are not included in these statements.

These statements are presented on an “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all of the District’s assets, deferred outflows of resources, liabilities, and

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. The types of transactions reported as program revenues for the District are reported in three categories: 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions.

Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule (Exhibit B-3) is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The District has presented all major funds that met those qualifications.

All governmental funds are accounted for on a spending or “current financial resources” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. (The District’s deferred outflows of resources and deferred inflows of resources are noncurrent.) The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District, are property tax and intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and for the non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service funds balances and activities have been combined with the governmental activities in the Government-Wide financial statements.

Proprietary funds are accounted for using the “economic resources” measurement focus and the accrual basis of accounting. Accordingly, all assets, deferred outflows of resources, liabilities (whether current or noncurrent), and deferred inflows of resources are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Position. The District's fiduciary funds are Agency Funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Agency funds are accounted for on a spending or "economic resources" measurement focus and the accrual basis of accounting as are the proprietary funds explained above.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in 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.

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

While government-wide and fund financial statements are presented separately, they are interrelated. The governmental activities column of the government wide statements incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the District's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. However, data from the fiduciary funds is not incorporated in the government-wide financial statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year-end. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

revenues of the current fiscal period. Entitlements 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 (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating 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 Fund program are charges to customers for sales and services. Operating expenses for enterprise funds includes the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Internal service funds are used to account for those operations which provide benefits to other funds, departments, or agencies of the primary government and its component unit. Although internal service funds are reported as a proprietary fund in the fund financial statements, it is incorporated into governmental activities in the government-wide financial statements. The District does not maintain any internal service funds.

The District reports the following major governmental funds:

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

As required by the New Jersey Department of Education the District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

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

Special Revenue Fund - The Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Government, (other than major capital projects, Debt

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

Service or the Enterprise Funds) and local appropriations that are legally restricted to expenditures for specified purposes.

The District reports the following major proprietary fund:

Food Service Fund – This fund accounts for the revenues and expenses pertaining to the District’s cafeteria operations.

Additionally, the District reports the following major fiduciary funds:

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

During the course of operations, the District has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Budgets/Budgetary Control

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue and debt service funds. The budgets are submitted to the county office. In accordance with P.L.2011 c.202, which became effective January 17, 2012, the District eliminated the April annual voter referendum on budgets which met the statutory tax levy cap limitations and the board of education members are elected at the November general election. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6A:23-2-2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23-2-11.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounts as presented in the General Fund Budgetary Comparison Schedules and the Special Revenue Fund Budgetary Comparison Schedule to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds. Note that the District does not report encumbrances outstanding at fiscal year-end as expenditures in the general fund since the general fund budget follows modified accrual basis with the exception of the revenue recognition policy for the last state aid payments.

Encumbrances

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

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as a reduction of the accounts receivables or as unearned revenue at fiscal year-end.

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

Cash and Cash Equivalents

Cash and Cash equivalents include petty cash, change funds, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. U.S. Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost.

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

Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

Act (“GUDPA”). GUDPA was enacted in 1970 to protect Governmental Units from loss of funds on deposit with a failed banking institution in New Jersey.

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

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2020 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

Inventories

Inventories are valued at cost, using the first-in/first-out (FIFO) method. The costs of inventories are recorded as expenditures when consumed rather than when purchased.

Interfund Receivables/Payables

Interfund receivables/payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year. The amounts are eliminated in the governmental and business-type activities, which are presented as Internal Balances. Balances with fiduciary funds are not considered Internal Balances; therefore those balances are reported on the Statement of Net Position.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Purchased or constructed assets are recorded at actual cost or estimated historical cost if actual cost is unavailable. Donated capital assets are recorded at estimated fair value at the date of donation. The District has established a threshold of \$2,000 for capitalization of depreciable assets.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets of the District are depreciated or amortized using the straight-line method over the following estimated lives:

Equipment & Vehicles	3 – 20 Years
Buildings	30 – 50 Years
Improvements	10 – 50 Years
Software	5 – 7 Years

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

Compensated Absences

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

The entire compensated absences liability is reported on the government-wide financial statements and proprietary fund financial statements. Compensated absences liability is not recorded in the governmental funds. Instead expenditures are recognized in the governmental funds as payments come due each period, for example, as a result of resignations or retirements.

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

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

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

Fund Balance

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies governmental fund balances as follows:

- Non-spendable – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.
- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2020.
- Assigned – This classification includes amounts that are constrained by the School District's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, it is the District's policy to consider restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, it is the District's policy to consider amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board has provided otherwise in its commitment or assignment actions.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

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

Net Position

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

- Net Investment in Capital Assets – This components represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for acquisition, construction, or improvement of those assets.
- Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.
- Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

Impact of Recently Issued Accounting Principles

Adopted Accounting Pronouncements

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

Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance. The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. That objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later.

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

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

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the statement of net 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 a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net 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 a future periods and so will not be recognized as an inflow of resources (revenue) until that time.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan’s fiduciary net position and additions to/deductions from the plan’s fiduciary net position have been determined on the same basis as they are reported by the plan. 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.

Note 2. Cash Deposits and Investments

Cash Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2020, the District’s bank balance of \$367,929 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	353,422
Uninsured and Uncollateralized		14,507
	\$	367,929

Investments

The School District has no investments at June 30, 2020.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 3. Reserve Accounts

Capital Reserve

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

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the 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 (June 1 to June 30) 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 *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2019	\$	1
Increased by:		
Deposits approved by Board		78,947
Ending Balance, June 30, 2020	\$	78,948

The June 30, 2020 balance did not exceed the LRFP balance of local support costs of uncompleted capital projects.

Note 4. Accounts Receivable

Accounts receivable at June 30, 2020 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

<u>Description</u>	Governmental Funds			Proprietary Funds	
	General <u>Fund</u>	Special Revenue <u>Fund</u>	Total Governmental <u>Activities</u>	Food Service <u>Fund</u>	Total Business-Type <u>Activities</u>
Federal Awards	\$ -	\$ 30,209	\$ 30,209	\$ 897	\$ 897
State Awards	6,433	-	6,433	108	108
Other	14,533	-	14,533	-	-
Total	\$ 20,966	\$ 30,209	\$ 51,175	\$ 1,005	\$ 1,005

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 5. Capital Assets

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

	Balance July 1, <u>2019</u>	<u>Additions</u>	Retirements and Transfers	<u>Adjustments</u>	Balance June 30, <u>2020</u>
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 13,820	\$ -	\$ -	\$ -	\$ 13,820
Total Capital Assets not being depreciated	13,820	-	-	-	13,820
Capital Assets being depreciated:					
Land Improvements	760,838	-	-	-	760,838
Buildings and Improvements	2,412,781	-	-	-	2,412,781
Equipment	450,011	-	-	-	450,011
Total Capital Assets being depreciated	3,623,630	-	-	-	3,623,630
Less: Accumulated Depreciation:					
Land Improvements	(225,093)	-	(44,062)	-	(269,155)
Buildings and Improvements	(2,062,707)	-	(56,181)	-	(2,118,888)
Equipment	(200,524)	-	(32,160)	-	(232,684)
Total Accumulated Depreciation	(2,488,324)	-	(132,403)	-	(2,620,727)
Total Capital Assets being depreciated, net	1,135,306	-	(132,403)	-	1,002,903
Total Governmental Activities Capital Assets, net	\$ 1,149,126	\$ -	\$ (132,403)	\$ -	\$ 1,016,723
	Balance July 1, <u>2019</u>	<u>Additions</u>	Retirements and Transfers	<u>Adjustments</u>	Balance June 30, <u>2020</u>
Business-Type Activities:					
Equipment	\$ 38,044	\$ -	\$ -	\$ -	\$ 38,044
	38,044	-	-	-	38,044
Less: Accumulated Depreciation:					
Equipment	(31,462)	(1,028)	-	-	(32,490)
	(31,462)	(1,028)	-	-	(32,490)
Total Business-Type Activities Capital Assets, net	\$ 6,582	\$ (1,028)	\$ -	\$ -	\$ 5,554

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2020 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 10,274	\$ 2,431
Special Revenue Fund	-	10,274
Food Service Fund	2,431	-
	<u>\$ 12,705</u>	<u>\$ 12,705</u>

The interfund receivables and payables above predominately resulted from payment made by certain funds on behalf of other funds. All interfund balances are expected to be repaid within one year.

Interfund transfers for the year ended June 30, 2020 were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 43,862
Food Service Fund	43,862	-
	<u>\$ 43,862</u>	<u>\$ 43,862</u>

Note 7. Long-Term Obligations

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

	<u>Balance July 1, 2019</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2020</u>	<u>Balance Due Within One Year</u>
Governmental Activities:					
Capital Leases	\$ 12,027	\$ -	\$ 12,027	\$ -	\$ -
Compensated Absences	52,858	8,785	-	61,643	-
PERS Payment Deferral	5,084	-	726	4,358	726
Net Pension Liability	710,458	-	159,255	551,203	-
	<u>\$ 780,427</u>	<u>\$ 8,785</u>	<u>\$ 172,008</u>	<u>\$ 617,204</u>	<u>\$ 726</u>

For governmental activities, the bonds payable are liquidated from the District's debt service fund. Compensated absences, capital leases, unamortized bond premiums, assessments and net pension liability are liquidated by the general fund.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 7. Long-Term Obligations (continued)

Public Employees' Retirement System (PERS) Payment Deferral – On March 17, 2009 P.L. 2009 c.19 (S-21) was signed in to legislation and provided regular and vocational school districts the option of deferring fifty percent (50%) of the district's 2008-2009 regular PERS pension Liability. School districts that elected to defer the pension liability were required to begin repaying the deferred amount over fifteen (15) years starting in April 2012. The amount to be repaid will fluctuate based on the pension system investment earnings in the unfunded liability.

The School District elected to defer fifty percent (50%) of the April 2009 payment, equaling a total deferral of \$10,839. The following is a schedule for the payment of the PERS deferral:

Fiscal Year Ending <u>June 30,</u>	Deferral <u>Payment</u>	Projected <u>Interest</u>	Total Projected <u>Payment</u>
2021	\$ 726.23	\$ 359.49	\$ 1,085.72
2022	726.23	299.57	1,025.80
2023	726.23	239.66	965.89
2024	726.23	179.75	905.98
2025	726.23	119.84	846.07
2026	726.23	59.92	786.15
	<u>\$ 4,357.38</u>	<u>\$ 1,258.23</u>	<u>\$ 5,615.61</u>

Bonds Authorized But Not Issued:

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

Note 8. Pension Plans

A. Public Employees' Retirement System (PERS)

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

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

The following represents the membership tiers for PERS:

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

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

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

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

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2020, the School District reported a liability of \$551,203 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2019. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2018, to the measurement date of June 30, 2019. The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2019. The School District's proportion measured as of June 30, 2019, was 0.0030590967%, which was a decrease of 0.0005492133% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the School District recognized full accrual pension expense of \$(57,369) in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2019 measurement date. At June 30, 2020 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 9,893	\$ 2,435
Changes of Assumptions	55,040	191,321
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	8,701
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	17,068	353,072
School District Contributions Subsequent to Measurement Date	28,427	-
	\$ 110,428	\$ 555,529

\$28,427 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is based on the amount payable to the State due April 1, 2021 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2021. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending <u>Dec 31,</u>	<u>Amount</u>
2020	\$ (113,354)
2021	(180,254)
2022	(92,897)
2023	(79,792)
2024	(7,231)
	\$ (473,528)

The amortization of the above other deferred outflows of resources and deferred inflows of resources related to pensions will be over the following number of years:

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

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

Inflation	
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 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2019
Period of Actuarial Experience	
Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018

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

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

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Markets Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%
	<u>100.00%</u>	

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2019, calculated using the discount rate of 6.28% as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease (5.28%)	Current Discount Rate (6.28%)	1% Increase (7.28%)
District's Proportionate Share of the Net Pension Liability	<u>\$ 701,102</u>	<u>\$ 551,203</u>	<u>\$ 431,957</u>

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

A. Public Employees' Retirement System (PERS) (continued)

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2020 and 2019:

Balances at June 30, 2020 and June 30, 2019

	<u>6/30/2020</u>	<u>6/30/2019</u>
Actuarial valuation date (including roll forward)	June 30, 2019	June 30, 2018
Deferred Outflows of Resources	\$ 3,149,522,616	\$4,684,852,302
Deferred Inflows of Resources	7,645,087,574	7,646,736,226
Net Pension Liability	18,143,832,135	19,689,501,539
District's portion of the Plan's total Net Pension Liability	0.00306%	0.00361%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

The following represents the membership tiers for TPAF:

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

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

years of service credit, and tier 5 before age 65 with 30 or more years of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

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

As mentioned previously, the employer contributions for local participating employers are legally required to be funded by the State in accordance with *N.J.S.A 18:66-33*. Therefore, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers.

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2020 was \$5,813,211. The School District's proportionate share was \$-0-.

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2019, the State proportionate share of the TPAF net pension liability attributable to the School District was 0.0094722528%, which was an increase of .0004318644% from its proportion measured as of June 30, 2018.

For the fiscal year ended June 30, 2020, the School District recognized \$342,879 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2019 measurement date.

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:

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

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

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2019.

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

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00%	4.67%
Cash Equivalents	5.00%	2.00%
U.S. Treasuries	5.00%	2.68%
Investment Grade Credit	10.00%	4.25%
High Yield	2.00%	5.37%
Private Credit	6.00%	7.92%
Real Assets	2.50%	9.31%
Real Estate	7.50%	8.33%
U.S. Equity	28.00%	8.26%
Non-U.S. Developed Markets Equity	12.50%	9.00%
Emerging Markets Equity	6.50%	11.37%
Private Equity	12.00%	10.85%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 5.60% as of June 30, 2019. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.50% as of June 30, 2019, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State contributed 30% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2054. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2054, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

B. Teachers' Pension and Annuity Fund (TPAF) (continued)

	1% Decrease <u>(4.60%)</u>	Current Discount Rate <u>(5.60%)</u>	1% Increase <u>(6.60%)</u>
TPAF Employer Number - 3047's Proportionate Share of the Net Pension Liability	\$ -	\$ -	\$ -
State of New Jersey's Proportionate Share of Net Pension Liability	<u>6,855,062</u>	<u>5,813,211</u>	<u>4,948,803</u>
	<u>\$ 6,855,062</u>	<u>\$ 5,813,211</u>	<u>\$ 4,948,803</u>

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

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2020 and 2019

	6/30/2020	6/30/2019
Collective Deferred Outflows of Resources	\$ 10,129,162,237	\$ 12,675,037,111
Collective Deferred Inflows of Resources	17,736,240,054	16,381,811,884
Collective Net Pension Liability	61,519,112,443	63,806,350,446
School District's portion	0.00945%	0.00901%

C. Defined Contribution Plan (DCRP)

Plan Description - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of N.J.S.A. 43:15C-1 et seq. The DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 8. Pension Plans (continued)

C. Defined Contribution Plan (DCRP) (continued)

- Employees enrolled in the Police and Firemen’s Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established “maximum compensation” limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2017 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

Contributions - The contribution policy is set by N.J.S.A. 43:15C-3 and requires active members and contribution employers. When enrolled in the DCRP, members are required to contribute 5.5% of their base salary to a tax-deferred investment account established with Prudential Financial, which jointly administers the DCRP investments with the Division of Pension and Benefits. Member contributions are matched by a 3% contribution from the School District.

For the year ended June 30, 2020, employee contributions totaled \$6,228 and the District recognized pension expense of \$1,700.

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

The State of New Jersey reports a liability as a result of its statutory requirements to pay other postemployment (health) benefits for State Health Benefit Local Education Retired Employees Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 9. Other Post-Retirement Benefits (continued)

The total nonemployer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits are the responsibility of the individual local education employers.

Basis of Presentation

The Schedule presents the State of New Jersey’s obligation under NJSA 52:14-17.32f. The Schedule does not purport to be a complete presentation of the financial position or changes in financial position of the State Health Benefit Local Education Retired Employees Plan or the State of New Jersey. The accompanying Schedule was prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the State of New Jersey to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019. The total nonemployer OPEB liability as of June 30, 2018 was determined by an actuarial valuation as of June 30, 2017. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate: 2.5%

	<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:			
Through 2026	1.55 - 3.05% based on years of service	2.00 - 6.00% based on years of service	3.25 - 15.25% based on years of service
Thereafter	1.55 - 3.05% based on years of service	3.00 - 7.00% based on years of service	Applied to all future years

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

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 9. Post-Retirement Benefits (Continued):

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

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2019 was \$5,790,730. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2019, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2019. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2019, the State proportionate share of the OPEB Obligation attributable to the School District was 0.01387%, which was a decrease of 0.00102% from its proportion measured as of June 30, 2018.

For the fiscal year ended June 30, 2020, the State of New Jersey recognized an OPEB expense in the amount of \$66,004 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2019 measurement date.

Health Care Trend Assumptions

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

Discount Rate

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

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate

The following presents the total nonemployer OPEB liability as of June 30, 2019, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 9. Post-Retirement Benefits (Continued):

	June 30, 2019		
	At 1% Decrease (2.50%)	At Discount Rate (3.50%)	At 1% Increase (4.50%)
State of New Jersey's Proportionate Share of Total Obligations Associated with the School District	\$ 6,841,140	\$ 5,790,730	\$ 4,956,342
State of New Jersey's Total Non- employer Liability	\$ 49,298,534,898	\$ 41,729,081,045	\$ 35,716,321,820

Sensitivity of Total Nonemployer OPEB Liability to changes in the healthcare trend rate

The following presents the total nonemployer OPEB liability as of June 30, 2019, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2019		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 4,771,303	\$ 5,790,730	\$ 7,140,241
State of New Jersey's Total Nonemployer OPEB Liability	\$ 34,382,902,820	\$ 41,729,081,045	\$ 51,453,912,586

* See Healthcare Cost Trend Assumptions for details of rates.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 9. Post-Retirement Benefits (Continued):

Additional Information

Collective balances of the Local Group at June 30, 2019 are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ 1,921,145,183	\$ (1,921,145,183)
Differences between Expected & Actual Experience	-	(10,484,965,300)
Change in Assumptions	-	(8,481,529,343)
Contributions Made in Fiscal Year Year Ending 2020 After June 30, 2019 Measurement Date **	TBD	-
	\$ 1,921,145,183	\$ (20,887,639,826)

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

Fiscal Year Ending June 30,	
2020	(2,546,527,182)
2021	(2,546,527,182)
2022	(2,546,527,182)
2023	(2,546,527,182)
2024	(2,546,527,182)
Thereafter	(6,233,858,733)
	(18,966,494,643)

Plan Membership

At June 30, 2018, the Program membership consisted of the following:

	June 30, 2018
Active Plan Members	216,892
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	148,051
	364,943

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020**

Note 9. Post-Retirement Benefits (Continued):

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2020 (measurement date June 30, 2019) is as follows:

Total OPEB Liability

Service Cost	\$ 1,734,404,850
Interest Cost	1,827,787,206
Difference Between Expected & Actual Experience	(7,323,140,818)
Changes of Assumptions	622,184,027
Contributions: Member	37,971,171
Gross Benefit Payments	<u>(1,280,958,373)</u>
Net Change in Total OPEB Liability	(4,381,751,937)
Total OPEB Liability (Beginning)	<u>46,110,832,982</u>
Total OPEB Liability (Ending)	<u>\$ 41,729,081,045</u>
Total Covered Employee Payroll	\$ 13,929,083,479
Net OPEB Liability as a Percentage of Payroll	300%

Note 10. On-Behalf Payments for Fringe Benefits and Salaries

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2020, the on-behalf payments for normal costs, post-retirement medical costs, social security, and long-term disability were \$237,891, \$88,253, \$90,822 and \$243, respectively.

Note 11. Risk Management

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

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

Joint Insurance Pool – The School District participates in the School Alliance Insurance Fund and, public entity risk pool. The Fund provides its members with the following coverage's:

Property – Blanket Building & Grounds	General & Automobile Liability
Environmental Impairment Liability	Workers' Compensation
School Board Legal Liability	Excess Liability
Employers Liability	Comprehensive Crime Coverage

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 12. Contingencies

State and Federal Grantor Agencies - The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2020 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

Pending Litigation – The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the Districts’ attorney that resolution of these matters will not have a material adverse effect on the financial condition of the District.

Note 13. Economic Dependency

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

Note 14. Deferred Compensation

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

Lincoln Investment Planning
AXA Equitable

Note 15. Compensated Absences

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

District employees are granted varying amount of vacation and sick leave in accordance with the District's personnel policies. The District policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the District for the unused sick leave in accordance with Districts’ agreements with the various employee unions.

The liability for vested compensated absences of the governmental fund types is recorded in the Statement of Net Position. At June 30, 2020, the liability for compensated absences reported on the government-wide Statement of Net Position was \$61,643.

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

Note 16. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, 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 must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

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

Note 17. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2020 was \$20,000.

Note 18. Fund Balance

General Fund – Of the \$270,518 General Fund balance at June 30, 2020, \$78,948 has been restricted for the Capital Reserve Account; \$20,000 has been restricted for current year excess surplus; \$5,297 has been assigned for other purposes and \$166,273 has been unassigned.

Note 19. Deficit in Net Position

Unrestricted Net Position – The School District's governmental activities had a deficit in unrestricted net position in the amount of \$(919,162). The primary causes of the deficit are the School District not recognizing the receivable for the last two state aid payments and the recording of the net pension liability for the Public Employees' Retirement System (PERS) as of June 30, 2020.

Note 20. Subsequent Events

Management has reviewed and evaluated all events and transactions that occurred between June 30, 2020 and January 13, 2021, the date that the financial statements were available for issuance, for possible disclosure and recognition in the financial statements, and no items other than the below have come to the attention of the School District that would require disclosure.

COVID – 19 – has caused considerable economic damage to the New Jersey economy. As a result, Governor Murphy decreased the originally appropriated school state aid by over \$335 million state wide for the 2020-2021 school year. The Woodland Township School District's state aid was not reduced.

As the COVID-19 pandemic remains a fluid situation, outside of the reduction in state aid, it is not currently known what further economic challenges are ahead for local school districts.

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	JUNE 30, 2020			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Revenues:						
Local Sources:						
Local Tax Levy	10-1210	\$ 1,990,906	\$ -	\$ 1,990,906	\$ 1,990,906	\$ -
Other Local Revenue/Miscellaneous	10-1XXX	8,000	-	8,000	196,225	188,225
Total Local Sources		1,998,906	-	1,998,906	2,187,131	188,225
State Sources:						
Categorical Transportation Aid	10-3121	63,364	-	63,364	63,364	-
Categorical Special Education Aid	10-3132	100,588	-	100,588	100,588	-
Equalization Aid	10-3176	678,769	-	678,769	678,769	-
Categorical Security Aid	10-3177	16,311	-	16,311	16,311	-
Extraordinary Aid	10-3131	-	-	-	2,176	2,176
Other Unrestricted State Aid	10-3190	-	254,201	254,201	254,201	-
Nonbudgeted:						
On-Behalf TPAF:						
Normal Pension Contributions		-	-	-	237,891	237,891
Post-Retirement Medical Contributions		-	-	-	88,253	88,253
Long-Term Disability Insurance Contributions		-	-	-	243	243
Reimbursed TPAF Social Security Contributions		-	-	-	90,822	90,822
Total State Sources		859,032	254,201	1,113,233	1,532,618	419,385
Total Revenues		2,857,938	254,201	3,112,139	3,719,749	607,610
Expenditures:						
Current Expense:						
Regular Programs - Instruction:						
Salaries of Teachers:						
Kindergarten	11-110-100-101	48,611	8,446	57,057	56,579	478
Grades 1 - 5	11-120-100-101	343,593	21,485	365,078	365,078	-
Grades 6 - 8	11-130-100-101	238,243	4,048	242,291	241,099	1,192
Regular Programs - Undistributed Instruction:						
Other Salaries for Instruction	11-190-100-106	7,381	(7,381)	-	-	-
Purchased Professional - Educational Services	11-190-100-320	25,000	(850)	24,150	18,815	5,336
Purchased Technical Services	11-190-100-340	30,736	17,758	48,494	42,771	5,723
Other Purchased Services	11-190-100-500	5,000	(620)	4,380	1,761	2,619
General Supplies	11-190-100-610	25,000	(6,026)	18,974	14,172	4,802
Textbooks	11-190-100-640	25,000	(647)	24,353	14,726	9,627
Other Objects	11-190-100-800	10,000	-	10,000	1,793	8,207
Total Regular Programs - Instruction		758,564	36,215	794,779	756,794	37,985
Resource Room/Resource Center						
Salaries of Teachers	11-213-100-101	290,969	5,759	296,728	295,129	1,599
Other Salaries for Instruction	11-213-100-106	103,271	(34,511)	68,760	66,717	2,043
Total Resource Room/Resource Center		394,240	(28,752)	365,488	361,846	3,642
Total Special Education		394,240	(28,752)	365,488	361,846	3,642
Other Instruction:						
Basic Skills/Remedial						
Salaries of Teachers	11-230-100-101	25,014	46,517	71,531	71,531	-
Total Basic Skills/Remedial		25,014	46,517	71,531	71,531	-
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	20,105	(9,518)	10,587	5,387	5,200
Other Objects	11-401-100-800	-	9,350	9,350	7,567	1,784
Total School Sponsored Cocurricular Activities		20,105	(167)	19,938	12,954	6,984

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	JUNE 30, 2020			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	4,000	2,701	6,701	6,701	-
Supplies and Materials	11-402-100-600	2,000	(1,411)	589	223	366
Total School Sponsored Athletics - Instruction		6,000	1,290	7,290	6,924	366
Total Instruction		1,203,923	55,102	1,259,025	1,210,049	48,976
Undistributed Expenditures:						
Instruction:						
Tuition to Private Schools for the Disabled - Within State	11-000-100-566	211,275	(168,125)	43,150	41,722	1,428
Tuition Other	11-000-100-562		36,242	36,242	36,242	0.42
Total Instruction		211,275	(131,883)	79,392	77,964	1,428
Attendance and Social Work Salaries	11-000-211-100	17,012	(751)	16,261	6,798	9,463
Total Attendance and Social Work		17,012	(751)	16,261	6,798	9,463
Health Services:						
Salaries	11-000-213-100	85,309	-	85,309	83,344	1,965
Purchased Professional & Technical Services	11-000-213-300	2,400	1,200	3,600	3,600	-
Supplies and Materials	11-000-213-600	1,104	-	1,104	542	562
Total Health Services		88,813	1,200	90,013	87,486	2,527
Speech, OT, PT & Related Services:						
Purchased Professional & Technical Services	11-000-216-320	20,000	148,456	168,456	159,994	8,462
Total Speech, OT, PT & Related Services		20,000	148,456	168,456	159,994	8,462
Child Study Teams:						
Salaries of Other Professional Staff	11-000-219-104	84,666	5,000	89,666	89,666	-
Salaries of Secretarial & Clerical Assistants	11-000-219-105	17,012	(8,020)	8,992	6,798	2,194
Other Purchased Services	11-000-219-500	-	3,020	3,020	1,890	1,130
Total Child Study Team		101,678	-	101,678	98,354	3,324
Improvement of Instructional Services:						
Salaries of Supervisor of Instruction	11-000-221-102	5,000	5,800	10,800	5,000	5,800
Other Professional and Technical Services	11-000-221-390	-	500	500	500	-
Total Improvement of Instructional Services		5,000	6,300	11,300	5,500	5,800
Educational Media Services/School Library:						
Salaries	11-000-222-100	11,000	-	11,000	-	11,000
Purchased Professional & Technical Services	11-000-222-300	450	-	450	-	450
Supplies and Materials	11-000-222-600	1,500	-	1,500	-	1,500
Total Educational Media Services/School Library		12,950	-	12,950	-	12,950
Instructional Staff Training:						
Other Salaries	11-000-223-110	12,000	(2,098)	9,902	-	9,902
Total Instructional Staff Training		12,000	(2,098)	9,902	-	9,902

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	JUNE 30, 2020			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Support Services General Administration:						
Salaries	11-000-230-100	91,820	17,219	109,039	109,038	1
Legal Services	11-000-230-331	10,000	(3,800)	6,200	6,004	196
Audit Fees	11-000-230-332	25,000	2,639	27,639	27,639	-
Other Purchased Professional Services	11-000-230-339	10,000	(8,151)	1,849	949	900
Communications/Telephone	11-000-230-530	5,000	4,337	9,337	9,337	-
BOE Other Purchased Services	11-000-230-590	-	393	393	393	-
Miscellaneous Expenditures	11-000-230-890	1,500	8,744	10,244	10,244	-
Total Support Services General Administration		143,320	21,382	164,702	163,605	1,097
Support Services School Administration:						
Other Salaries	11-000-240-110	20,876	(475)	20,401	20,394	7
Other Purchased Services	11-000-240-500	3,000	141	3,141	3,141	0
Total Support Services School Administration		23,876	(334)	23,542	23,535	7
Support Services Central Services:						
Salaries	11-000-251-100	63,561	(15,206)	48,355	48,355	-
Miscellaneous Purchase Services	11-000-251-590	16,500	20,554	37,054	37,054	-
Supplies and Materials	11-000-251-600	500	2,623	3,123	3,123	-
Total Support Services Central Services		80,561	7,971	88,532	88,532	-
Required Maintenance for School Facilities						
Cleaning, Repair & Maintenance Services	11-000-261-420	30,600	10,927	41,527	37,393	4,134
General Supplies	11-000-261-610	8,160	(6,806)	1,354	866	488
Total Required Maintenance for School Facilities		38,760	4,121	42,881	38,259	4,622
Custodial Services:						
Salaries	11-000-262-100	68,143	(6,608)	61,535	61,535	-
Cleaning, Repair & Maintenance Services	11-000-262-420	13,000	(6,726)	6,274	-	6,274
Insurance	11-000-262-520	16,800	13,354	30,154	30,153	1
Travel	11-000-262-580	-	477	477	321	156
General Supplies	11-000-262-610	10,000	4,506	14,506	9,783	4,723
Energy (Electricity)	11-000-262-622	21,000	5,506	26,506	16,266	10,240
Energy (Oil)	11-000-262-624	21,000	4,000	25,000	20,368	4,632
Other Objects	11-000-262-800	-	230	230	230	-
Total Custodial Services		149,943	14,739	164,682	138,657	26,025
Total Operation & Maintenance of Plant Services		188,703	18,860	207,563	176,916	30,647
Student Transportation Services:						
Salaries of Non-Instructional Aides	11-000-270-107	4,213	5,000	9,213	8,372	841
Salaries for Pupil Transportation - Regular	11-000-270-160	-	3,652	3,652	3,652	-
Salaries for Pupil transportation - Special Ed	11-000-270-161	36,423	(15,622)	20,801	20,801	-
Salaries for Pupil Trans. Other then Bet Home & School	11-000-270-162	-	737	737	114	623
Salaries for Pupil Trans (Bet Home and Sch) NonPublic	11-000-270-163	-	121	121	121	-
Other Purchased Professional Services	11-000-270-390	-	457	457	315	142
Cleaning, Repair, and Maintenance Services	11-000-270-420	6,000	(2,048)	3,952	3,952	-
Lease Purchase Payments	11-000-270-443	12,500	(44)	12,456	12,456	-
Contracted Services -Special Education- Joint Agreements	11-000-270-513	40,500	53,098	93,598	92,119	1,479
General Supplies	11-000-270-610	24,000	(24,000)	-	-	-
Contract Svc Sp Ed Vendors	11-000-270-514	-	13,261	13,261	13,261	-
Transportation Supplies	11-000-270-615	-	5,112	5,112	4,226	885
Total Student Transportation Services		123,636	39,722	163,358	159,388	3,970
Unallocated Benefits - Employee Benefits						
Social Security Contributions	11-100-291-220	50,400	-	50,400	26,165	24,235
Other Retirement Contributions - PERS	11-100-291-241	49,500	18,713	68,213	67,835	378
Other Retirement Contribution - ERIP	11-100-291-242	1,700	-	1,700	1,700	-
Unemployment Compensation	11-100-291-250	8,000	-	8,000	7,181	819

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	ACCOUNT NUMBERS	JUNE 30, 2020			ACTUAL	POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
		ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET		
Workmen's Compensation	11-100-291-260	30,000	-	30,000	25,757	4,243
Health Benefits	11-xxx-xxx-270	434,791	(5,952)	428,839	370,768	58,071
Tuition Reimbursement	11-100-291-280	12,000	(5,000)	7,000	-	7,000
Other Employee Benefits	11-100-291-290	10,000	67,450	77,450	76,060	1,390
Total Unallocated Benefits - Employee Benefits		596,391	75,210	671,601	575,466	96,135
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	237,891	(237,891)
On-Behalf TPAF Post-Retirement Medical Contributions		-	-	-	88,253	(88,253)
On-Behalf TPAF Long-Term Disability Insurance Contributions		-	-	-	243	(243)
Reimbursed TPAF Social Security Contributions		-	-	-	90,822	(90,822)
Total Undistributed Expenditures		1,625,215	184,035	1,809,250	2,040,746	(231,496)
Food Service						
Transfers to Cover Deficit (Enterprise Fund)	11-000-310-930	28,800	15,064	43,864	43,862	2
Total Undistributed Expenditures - Food Service		28,800	15,064	43,864	43,862	2
Total Expenditures - Current Expense		2,857,938	254,201	3,112,139	3,294,657	(182,518)
Total Expenditures		2,857,938	254,201	3,112,139	3,294,657	(182,518)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		-	-	-	425,092	425,092
Other Financing Sources/(Uses):						
Capital Leases (Nonbudgeted)		-	-	-	-	-
Total Other Financing Sources/(Uses)		-	-	-	-	-
Excess/(Deficiency) of Revenues and Expenditures and Other Financing Sources/(Uses)		-	-	-	425,092	425,092
Fund Balances, July 1		(68,671)	-	(68,671)	(68,671)	
Fund Balances, June 30		<u>\$ (68,671)</u>	<u>\$ -</u>	<u>\$ (68,671)</u>	<u>\$ 356,421</u>	<u>\$ 425,092</u>

RECAPITULATION OF BUDGET TRANSFERS

Prior Year Reserve for Encumbrances	<u>\$ -</u>
Total Budget Transfers	<u><u>\$ -</u></u>

RECAPITULATION OF FUND BALANCE

Restricted Fund Balance:	
Capital Reserve	\$ 78,948
Excess Surplus	20,000
Assigned Fund Balance:	
Year-end Encumbrances	5,297
Unassigned Fund Balance	<u>252,176</u>
Subtotal	<u>356,421</u>
Reconciliation to Governmental Fund Statements (GAAP):	
Last Two State Aid Payments Not Recognized on GAAP Basis	<u>(85,903)</u>
Fund Balance per Governmental Funds (GAAP)	<u><u>\$ 270,518</u></u>

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	JUNE 30, 2020			VARIANCE POSITIVE/ (NEGATIVE) FINAL TO ACTUAL
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	
REVENUES				
Federal Sources	\$ 54,205	\$ 4,202	\$ 58,407	\$ -
Total Revenues	54,205	4,202	58,407	58,407
EXPENDITURES:				
Instruction:				
Salaries	11,653	(9,403)	2,250	2,250
Purchased Professional Education Services	-	3,890	3,890	3,890
Tuition	-	39,410	39,410	39,410
General Supplies	-	1,500	1,500	1,500
Total Instruction	11,653	35,397	47,050	47,050
Support Services:				
Salaries	-	3,704	3,704	3,704
Employee Benefits	-	1,296	1,296	1,296
Purchased Professional/Technical Services	39,486	(33,129)	6,357	6,357
Other Purchased Services	3,066	(3,066)	-	-
Total Support Services	42,552	(31,195)	11,357	11,357
Total Expenditures	54,205	4,202	58,407	58,407
Total Outflows	54,205	4,202	58,407	58,407
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ -	\$ -	\$ -

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

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

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 3,719,749	\$ 58,407
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized	-	(2,818)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	90,023	
The last State aid payment is recognized as revenue for budgetary purposes, and differs from GAAP, which does not recognize this revenue until the subsequent year when the State recognizes the related expense (GASB 33)	(85,903)	
	<hr/>	<hr/>
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds. (B-2)	<u>\$ 3,723,869</u>	<u>\$ 55,589</u>
Uses/Outflows of Resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 3,294,657	\$ 58,407
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.	-	(2,818)
	<hr/>	<hr/>
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (B-2)	<u>\$ 3,294,657</u>	<u>\$ 55,589</u>

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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L. Schedules Related to Accounting and Reporting for Pensions (GASB 68)

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST SEVEN FISCAL YEARS***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
School District's proportion of the net pension liability	0.00306%	0.00361%	0.00490%	0.00537%	0.00535%	0.00611%	0.00489%
School District's proportionate share of the net pension liability	\$ 551,203	\$ 710,458	\$ 1,140,987	\$ 1,589,963	\$ 1,200,507	\$ 1,143,642	\$ 934,319
School District's covered payroll	\$ 160,606	\$ 361,024	\$ 400,280	\$ 375,500	\$ 350,852	\$ 365,024	\$ -
School District's proportionate share of the net pension liability as a percentage of its covered payroll	343.20%	196.79%	285.05%	423.43%	342.17%	313.31%	0.00%
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 (the measurement date).

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST SEVEN FISCAL YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
School District's contractually required contribution	\$ 29,756	\$ 35,891	\$ 45,407	\$ 47,692	\$ 45,978	\$ 50,356	\$ 36,835
Contributions in relation to the contractually required contribution	(29,756)	(35,891)	(45,407)	(47,692)	(45,978)	(50,356)	(36,835)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	\$ 160,606	\$ 361,024	\$ 400,280	\$ 375,500	\$ 350,852	\$ 365,024	\$ -
Contributions as a percentage of covered payroll	18.53%	9.94%	11.34%	12.70%	13.10%	13.80%	N/A

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST SEVEN FISCAL YEARS***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
School District's proportion of the net pension liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	5,813,211	5,751,301	6,035,364	6,632,406	4,897,473	4,891,615	4,222,756
	\$ 5,813,211	\$ 5,751,301	\$ 6,035,364	\$ 6,632,406	\$ 4,897,473	\$ 4,891,615	\$ 4,222,756
School District's covered payroll	\$ 1,263,234	\$ 1,204,564	\$ 1,063,152	\$ 1,072,088	\$ 1,033,244	\$ 900,224	\$ 1,060,068
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
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 (the measurement date).

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR OTHER POST EMPLOYMENT BENEFITS
(GASB 75)**

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES PLAN (OPEB)
LAST THREE FISCAL YEARS***

	2020	2019	2018
Total OPEB Liability Associated with the District			
Service Cost	\$ 246,215	\$ 257,712	\$ 310,030
Interest Cost	272,125	296,932	255,250
Difference Between Expected and Actual Differences	(1,512,319)	(842,328)	-
Changes of Assumptions	86,340	(788,465)	(995,742)
Contributions: Member	5,269	6,350	6,929
Gross Benefit Payments	(177,758)	(183,724)	(188,178)
Net Change in Total OPEB Liability Associated with the District	(1,080,128)	(1,253,523)	(611,711)
Total Associated OPEB Liability (Beginning)	6,870,858	8,124,381	8,736,092
Total Associated OPEB Liability (Ending)	\$ 5,790,730	\$ 6,870,858	\$ 8,124,381
District's Covered Employee Payroll	\$ 1,423,840	\$ 1,565,588	\$ 1,252,736
Net Associated OPEB Liability as a Percentage of Payroll	407%	439%	649%

Note - The amounts presented for each fiscal year were determined as of the previous fiscal year end (the measurement date).

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
YEAR ENDED JUNE 30, 2020**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

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

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 5.66% as of June 30, 2018, to 6.28% as of June 30, 2019.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

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

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OTHER SUPPLEMENTARY INFORMATION

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D. School Based Budget Schedules

Not Applicable

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E. Special Revenue Fund

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**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
SPECIAL REVENUE FUND
SCHEDULE OF PROGRAM REVENUES
AND EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	PERSONNEL DEVELOPMENT	TITLE IIA	TITLE IV	I.D.E.A. PRESCHOOL	I.D.E.A. BASIC	TOTALS
Revenues:						
Federal Sources	\$ 6,140	\$ 2,719	\$ 10,000	\$ 3,638	\$ 35,910	\$ 58,407
Total Revenues	\$ 6,140	\$ 2,719	\$ 10,000	\$ 3,638	\$ 35,910	\$ 58,407
Expenditures:						
Instruction:						
Salaries	\$ 2,250	\$ -	\$ -	\$ -	\$ -	\$ 2,250
Purchased Professional - Educational Services	3,890	-	-	-	-	3,890
Tuition	-	-	3,500	-	35,910	39,410
General Supplies	-	-	1,500	-	-	1,500
Total Instruction	6,140	-	5,000	-	35,910	47,050
Support Services:						
Salaries	-	-	3,704	-	-	3,704
Health Benefits	-	-	1,296	-	-	1,296
Purchased Professional - Technical Services	-	2,719	-	3,638	-	6,357
Total Support Services	-	2,719	5,000	3,638	-	11,357
Total Expenditures	\$ 6,140	\$ 2,719	\$ 10,000	\$ 3,638	\$ 35,910	\$ 58,407

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F. Capital Projects Fund

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G. Proprietary Funds

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Enterprise Funds

(See Exhibits B-4, B-5, B-6)

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Internal Service Fund

Not Applicable

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H. Fiduciary Fund

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

ASSETS	AGENCY FUNDS		
	STUDENT ACTIVITY	PAYROLL	2020
Assets:			
Cash & Cash Equivalents	\$ 4,130	\$ 2,190	\$ 6,320
Total Assets	4,130	2,190	6,320
LIABILITIES			
Liabilities:			
Payroll Deductions & Withholdings	-	2,190	2,190
Due to Student Groups	4,130	-	4,130
Total Liabilities	4,130	2,190	6,320
NET POSITION			
Reserved	-	-	-
Total Net Position	\$ -	\$ -	\$ -

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
FIDUCIARY FUNDS
STUDENT ACTIVITY AGENCY FUND SCHEDULE
OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	BALANCE JULY 1, 2019	CASH RECEIPTS	CASH DISBURSEMENTS	BALANCE JUNE 30, 2020
Chatsworth Elementary School	\$ 235	\$ 4,495	\$ 600	\$ 4,130
Total Student Activity	<u>\$ 235</u>	<u>\$ 4,495</u>	<u>\$ 600</u>	<u>\$ 4,130</u>

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

ASSETS	BALANCE JULY 1, 2019	ADDITIONS	DISBURSEMENTS	BALANCE JUNE 30, 2020
Cash & Cash Equivalents	\$ 2,058	\$ 1,927,667	\$ 1,927,535	\$ 2,190
Total Assets	<u>\$ 2,058</u>	<u>\$ 1,927,667</u>	<u>\$ 1,927,535</u>	<u>\$ 2,190</u>
LIABILITIES				
Payroll Deductions & Withholdings	\$ 2,058	\$ 822,490	\$ 822,358	\$ 2,190
Net Payroll	-	1,105,177	1,105,177	-
Total Liabilities	<u>\$ 2,058</u>	<u>\$ 1,927,667</u>	<u>\$ 1,927,535</u>	<u>\$ 2,190</u>

I. Long-Term Debt

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

ISSUE	DATE OF LEASE	TERM OF LEASE	AMOUNT OF ORIGINAL LEASE		INTEREST RATE PAYABLE	BALANCE JULY 1, 2019	ISSUED	RETIRED	CANCELLED	BALANCE JUNE 30, 2020
			PRINCIPAL	INTEREST						
15 Passenger Bus	2/26/2016	5 YEARS	\$ 58,132	\$ 4,148	3.570%	\$ 12,027	\$ -	\$ 12,027	\$ -	\$ -
					Total	\$ 12,027	\$ -	\$ 12,027	\$ -	\$ -

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STATISTICAL SECTION (Unaudited)

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TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)

	FISCAL YEAR ENDING JUNE 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Governmental Activities:										
Net Investment in Capital Assets	\$ 1,016,723	\$ 1,137,099	\$ 1,096,938	\$ 1,193,353	\$ 1,049,550	\$ 1,112,413	\$ 713,560	\$ 785,358	\$ 857,156	\$ 928,954
Restricted	98,948	1	1	1	1	135,001	135,001	134,500	124,468	141,569
Unrestricted	(919,162)	(1,328,492)	(1,377,526)	(1,332,419)	(1,121,564)	(1,173,026)	11,601	40,324	95,991	122,428
Total Governmental Activities	\$ 196,509	\$ (191,392)	\$ (280,587)	\$ (139,065)	\$ (72,013)	\$ 74,388	\$ 860,162	\$ 960,182	\$ 1,077,614	\$ 1,192,950
Business-Type Activities:										
Net Investment in Capital Assets	\$ 5,554	\$ 6,582	\$ 7,610	\$ 8,638	\$ 6,275	\$ 7,432	\$ 8,654	\$ 9,940	\$ 11,226	\$ 10,161
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	10,639	4,890	(9,124)	(1,834)	(5,830)	(5,083)	(3,348)	(2,995)	(5,863)	(2,784)
Total Business-Type Activities	\$ 16,193	\$ 11,472	\$ (1,514)	\$ 6,804	\$ 445	\$ 2,349	\$ 5,307	\$ 6,945	\$ 5,363	\$ 7,376
Government-Wide:										
Net Investment in Capital Assets	\$ 1,022,277	\$ 1,143,681	\$ 1,104,549	\$ 1,201,991	\$ 1,055,825	\$ 1,119,846	\$ 722,215	\$ 795,298	\$ 868,382	\$ 939,114
Restricted	98,948	1	1	1	1	135,001	135,001	134,500	124,468	141,569
Unrestricted	(908,523)	(1,323,602)	(1,386,650)	(1,334,253)	(1,127,394)	(1,178,109)	8,254	37,328	90,127	119,644
Total District Net Position	\$ 212,702	\$ (179,920)	\$ (282,100)	\$ (132,261)	\$ (71,568)	\$ 76,738	\$ 865,470	\$ 967,127	\$ 1,082,977	\$ 1,200,327

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCRUAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 803,844	\$ 783,596	\$ 1,014,334	\$ 1,050,154	\$ 1,107,041	\$ 1,184,556	\$ 1,134,666	\$ 1,140,582	\$ 1,047,383	\$ 1,073,119
Special	361,846	384,810	466,545	357,610	300,297	309,599	226,625	196,832	189,902	179,115
Other	91,409	79,664	91,311	56,093	71,941	47,284	52,996	47,163	71,224	56,465
Support Services:										
Tuition	77,964	242,582	199,988	217,929	159,929	107,068	30,857	49,010	92,382	97,259
Student & Instruction Related Services	365,376	311,348	255,135	343,744	307,888	292,789	261,091	250,116	204,330	219,657
General & Business Administrative Services	163,605	166,542	301,750	323,628	278,851	259,440	241,467	272,342	191,448	242,740
School Administrative Services	23,535	5,392	20,354	9,395	6,221	22,322	13,310	12,903	82,193	18,547
Central Services	88,532	91,994								
Plant Operations & Maintenance	176,916	194,385	249,858	245,588	305,569	315,951	313,026	313,638	269,755	294,772
Pupil Transportation	147,361	241,005	192,261	222,965	177,459	185,622	170,578	128,971	173,359	132,731
Business & Other Support Services										
Unallocated Benefits	563,944	702,315	1,146,806	987,472	657,641	604,642	311,124	278,485	288,766	227,352
On-Behalf TPAF Pension & Soc. Sec. Contributions	433,701	418,969	-	-	-	-	-	-	-	-
Interest and Other Charges	-	(3,862)	-	-	-	-	-	-	-	-
Unallocated Depreciation	132,403	132,403	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	3,430,434	3,751,143	3,938,342	3,814,578	3,372,837	3,329,273	2,755,740	2,690,041	2,610,740	2,541,756
Business-Type Activities:										
Food Service	\$ 68,109	\$ 72,785	\$ 82,103	\$ 66,423	\$ 89,101	\$ 95,884	\$ 80,646	\$ 77,786	\$ 81,104	\$ 78,596

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Total Business-Type Activities Expense	68,109	72,785	82,103	66,423	89,101	95,884	80,646	77,786	81,104	78,596
Total District Expenses	\$ 3,498,543	\$ 3,823,928	\$ 4,020,445	\$ 3,881,001	\$ 3,461,938	\$ 3,425,157	\$ 2,836,386	\$ 2,767,827	\$ 2,691,844	\$ 2,620,352
Revenues:										
Instruction (tuition)					13,336.00	-	-	-	-	-
Operating Grants & Contributions	\$ 555,537	\$ 739,420	\$ 1,012,697.97	\$ 741,837.02	\$ 531,036.57	\$ 495,836.63	\$ 275,312.30	\$ 273,171.26	\$ 230,272.51	\$ 225,086.84
Total Governmental Activities Program Revenues	555,537	739,420	1,012,698	741,837	544,373	495,837	275,312	273,171	230,273	225,087
Business-Type Activities: Charges for Services:										
Charges for Services										
Food Service	14,017	24,179	26,567.48	17,461.40	19,598.20	23,374.70	24,599.73	29,059.11	30,351.40	30,903.45
Capital Grants and Contributions										
Operating Grants & Contributions	14,951	18,183	19,420.57	17,647.83	19,814.72	22,848.41	19,772.14	20,689.59	18,620.98	15,799.25
Total Business Type Activities Program Revenues	28,968	42,362	45,988	39,947	39,413	46,223	44,372	49,749	48,972	46,703
Total District Program Revenues	\$ 584,505	\$ 781,782	\$ 1,058,686	\$ 781,784	\$ 583,785	\$ 542,060	\$ 319,684	\$ 322,920	\$ 279,245	\$ 271,790

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
CHANGES IN NET POSITION - (ACCURAL BASIS OF ACCOUNTING)
LAST TEN FISCAL YEARS**

	FISCAL YEAR ENDING JUNE 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Net/(Expense)/Revenue:										
Governmental Activities	\$ (2,874,897)	\$ (3,011,723)	\$ (2,925,644)	\$ (3,072,741)	\$ (2,828,464)	\$ (2,833,437)	\$ (2,480,428)	\$ (2,416,870)	\$ (2,380,467)	\$ (2,316,669)
Business-Type Activities	(39,141)	(30,423)	(36,115)	(26,476)	(49,688)	(49,661)	(36,275)	(28,037)	(32,132)	(31,893)
Total District-Wide Net Expense	\$ (2,914,038)	\$ (3,042,146)	\$ (2,961,759)	\$ (3,099,217)	\$ (2,878,152)	\$ (2,883,097)	\$ (2,516,702)	\$ (2,444,907)	\$ (2,412,599)	\$ (2,348,562)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
County Appropriations	\$ 1,990,906	\$ 1,945,265	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes levied for general purposes	-	-	1,882,055	1,845,152	1,777,712	1,645,292	1,508,340	1,436,788	1,368,673	1,458,674
Cancellation of a Payable	-	-	-	-	-	-	-	-	-	-
Unrestricted Grants & Contributions	1,119,529	919,325	915,579	918,653	915,852	912,309	904,720	889,407	922,556	862,546
Donated Assets	-	-	-	259,842	5,850	470,599	-	-	-	-
Investment Earnings	-	-	-	-	190	484	1,970	2,815	3,899	4,336
Miscellaneous Income	196,225	34,573	14,285	14,877	30,243	-	-	25	83	1,845
Other Financing Sources - Transfers, Miscellaneous / Other	(43,862)	113,680	(27,797)	(32,835)	(47,783)	(46,703)	(34,621)	(29,598)	(30,079)	(30,264)
Total Governmental Activities	3,262,798	3,012,843	2,784,122	3,005,689	2,682,064	2,981,981	2,380,409	2,299,437	2,265,132	2,297,137
Business-type Activities	43,862	43,409	27,797	32,835	47,783	46,703	34,636	30,118	30,118	30,331
Total District-Wide	\$ 3,306,660	\$ 3,056,252	\$ 2,811,919	\$ 3,038,524	\$ 2,729,847	\$ 3,028,685	\$ 2,415,045	\$ 2,299,437	\$ 2,295,250	\$ 2,327,468
Change in Net Position:										
Governmental Activities	\$ 387,901	\$ 1,120	\$ (141,522)	\$ (67,052)	\$ (146,401)	\$ 148,545	\$ (100,019)	\$ (117,433)	\$ (115,336)	\$ (19,532)
Business-Type Activities	4,721	12,986	(8,318)	6,359	(1,905)	(2,957)	(1,638)	(28,037)	(2,013)	(1,562)
Total District	\$ 392,622	\$ 14,106	\$ (149,840)	\$ (60,693)	\$ (148,305)	\$ 145,588	\$ (101,658)	\$ (145,470)	\$ (117,349)	\$ (21,094)

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Fund:										
Restricted for:										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Reserve	78,948	1	1	1	1	1	1	34,500	56,635	115,909
Excess Surplus	20,000	-	-	-	-	-	-	-	-	-
Assigned for:										
Other Purposes	5,297	-	315	-	50,000	135,000	135,000	100,000	67,833	25,660
Subsequent Year's Budget	-	-	-	-	-	-	-	-	-	-
Unassigned (Deficit)	166,273	(158,695)	(77,519)	(77,230)	(5,091)	(29,360)	95,200	141,583	198,947	226,298
Total General Fund	\$ 270,518	\$ (158,694)	\$ (77,203)	\$ (77,229)	\$ 44,910	\$ 105,641	\$ 230,201	\$ 276,083	\$ 323,415	\$ 367,867

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Revenues:										
Tax Levy	\$ 1,990,906	\$ 1,945,265	\$ 1,882,055	\$ 1,845,152	\$ 1,777,712	\$ 1,645,292	\$ 1,508,340	\$ 1,436,788	\$ 1,368,673	\$ 1,458,674
Miscellaneous	196,225	34,573	14,285	14,877	43,769	484	1,970	3,982	6,182	6,182
State Sources	1,536,738	1,279,739	1,219,837	1,181,945	1,137,930	1,093,158	1,081,016	1,080,362	1,055,060	999,984
Federal Sources	55,589	54,205	54,480	80,898		93,665	99,016	82,217	97,769	87,649
Total Revenue	3,779,458	3,313,782	3,170,657	3,122,872	2,959,410	2,832,599	2,690,341	2,602,207	2,525,483	2,552,488
Expenditures:										
Instruction:										
Regular Instruction	803,844	783,596	917,314	976,372	1,053,874	1,096,734	1,088,891	1,090,365	991,525	1,008,196
Special Education Instruction	361,846	384,810	469,184	352,463	290,302	300,433	226,625	196,832	189,902	186,399
Other Instruction	91,409	79,664	87,331	56,093	71,941	47,284	52,996	47,163	71,224	56,465
Support Services:										
Tuition	77,964	242,582	199,988	217,929	159,929	107,068	30,857	49,010	92,382	97,259
Student & Instruction Related Services	365,376	311,348	254,288	322,622	238,124	287,048	258,760	250,116	204,330	219,657
General & Business Administration Services	163,605	166,542	293,799	319,967	265,419	242,141	240,778	251,215	182,371	259,850
School Administrative Services	23,535	5,392	12,714	9,730	5,485	14,482	12,145	9,697	81,702	11,719
Central Services	88,532	91,994	-	-	-	-	-	-	-	-
Plant Operations & Maintenance	176,916	194,385	231,657	253,515	303,214	306,737	309,281	306,801	266,620	291,638
Pupil Transportation	159,388	252,617	213,791	221,692	187,565	180,233	169,421	138,804	171,035	139,605
Other Support Services	576,762	478,520	462,769	476,954	384,863	328,295	311,850	279,937	288,766	227,352
On-Behalf TPAF Pension & Soc. Sec. Contributions	417,209	360,414	185,305	4,838	69,775	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Total Expenditures	3,306,384	3,351,864	3,328,139	3,212,176	3,030,490	2,910,456	2,701,603	2,619,940	2,539,856	2,498,138
Excess (Deficiency) of Revenues Over/(Under) Expenditures	473,074	(38,082)	(157,482)	(89,304)	(71,080)	(77,857)	(11,261)	(17,734)	(14,373)	54,351
Other Financing Sources/(Uses):										
Lease Proceeds	-	-	185,305	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-	-	-
Transfers Out	(43,862)	(43,409)	(27,797)	(32,835)	(47,783)	(46,703)	(34,621)	(29,598)	(30,079)	(30,264)
Cancellation of Prior Year's Interfund Balances	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources/(Uses)	(43,862)	(43,409)	157,508	(32,835)	(47,783)	(46,703)	(34,621)	(29,598)	(30,079)	(30,264)
Net Change in Fund Balances	\$ 429,212	\$ (81,491)	\$ 26	\$ (122,139)	\$ (118,863)	\$ (124,560)	\$ (45,882)	\$ (47,332)	\$ (44,452)	\$ 24,087
Debt Service as a Percentage of Noncapital Expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: District Records
Note: Noncapital expenditures are total expenditures less capital outlay

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
GENERAL FUND - OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	PRIOR YEAR REFUNDS	PRIOR YEAR OUTSTANDING CHECKS	MISCELLANEOUS	TOTAL
2020	\$ -	\$ -	-	196,225	\$ 196,225
2019	-	6,426	-	34,573	\$ 34,573
2018	58	-	-	7,859	14,285
2017	220	-	-	14,819	14,877
2016	349	-	30,023	190	30,433
2015	1,970	-	-	135	484
2014	2,815	-	-	-	1,970
2013	3,899	-	-	25	2,840
2012	4,336	-	-	83	3,982
2011	-	-	-	1,845	6,182

Source: District records

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
 LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TAX EXEMPT PROPERTY	TOTAL DIRECT SCHOOL RATIO b	ESTIMATED ACTUAL (COUNTY EQUALIZED) VALUE
2020	7,625,600	119,873,800	12,444,500	889,100	5,440,000	9,721,600	-	155,994,600	100	155,994,700	66,943,000	1.310	155,994,700
2019	7,733,700	120,636,800	12,474,900	875,500	5,465,000	9,721,600	-	156,907,500	100	156,907,600	66,626,400	1.254	146,821,004
2018	7,861,600	120,853,500	13,411,500	-	5,814,600	9,322,000	-	157,263,300	100	157,263,300	66,579,100	1.217	149,008,438
2017	7,679,500	122,161,500	13,397,500	-	5,814,600	9,322,000	-	158,375,200	100	158,375,200	66,569,800	1.177	150,346,592
2016	7,720,800	122,904,100	13,547,600	-	5,991,600	9,322,000	-	159,486,200	100	159,486,200	66,156,500	1.135	141,388,487
2015	7,637,600	124,453,700	15,030,300	-	5,991,600	9,322,000	-	162,435,300	100	162,435,300	65,785,200	1.053	140,320,763
2014	7,964,300	124,579,100	18,464,400	-	5,991,600	9,322,000	-	166,321,400	384,423	166,705,823	65,755,900	0.946	135,572,101
2013	8,168,500	125,492,500	18,620,600	-	5,991,600	9,322,000	-	167,595,200	541,723	168,136,923	65,746,600	0.876	143,969,365
2012	8,640,600	127,411,300	18,656,900	-	6,041,600	9,322,000	-	170,072,400	614,180	170,686,580	65,296,100	0.821	160,216,574
2011	8,790,400	128,184,800	19,061,760	-	6,041,600	9,322,000	-	171,400,560	628,646	172,029,206	65,296,100	0.822	158,937,097
2010	9,356,060	129,084,800	18,282,400	-	5,692,000	9,322,000	-	171,737,260	799,641	172,536,901	65,181,300	0.835	166,649,240

Source: Abstract of Ratables Burlington County, Burlington County Abstract of Ratables

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

- a. Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies
- b. Tax rates are per \$100

N/A - Not Available

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(Rate per \$100 of Assessed Value)

FISCAL YEAR ENDED JUNE 30,	SCHOOL DISTRICT DIRECT RATE			OVERLAPPING RATES					TOTAL DIRECT AND OVERLAPPING TAX RATE
	LOCAL SCHOOL	REGIONAL SCHOOL	TOTAL DIRECT	TOWNSHIP OF WOODLAND	BURLINGTON COUNTY	REGIONAL HIGH SCHOOL DISTRICT	COUNTY LIBRARY	COUNTY OPEN SPACE	
2020	1.310	0.000	1.310	0.303	0.322	0.550	0.029	0.019	2.533
2019	1.254	0.000	1.254	0.299	0.315	0.587	0.000	0.000	2.455
2018	1.217	0.000	1.217	0.078	0.378	0.598	0.000	0.000	2.271
2017	1.117	0.000	1.117	0.078	0.385	0.548	0.000	0.000	2.128
2016	1.135	0.000	1.135	0.078	0.361	0.518	0.000	0.000	2.092
2015	1.053	0.000	1.053	0.078	0.359	0.471	0.000	0.000	1.961
2014	0.946	0.000	0.946	0.077	0.309	0.375	0.000	0.000	1.707
2013	0.876	0.000	0.876	0.078	0.322	0.362	0.000	0.000	1.638
2012	0.821	0.000	0.821	0.078	0.357	0.434	0.000	0.000	1.690
2011	0.822	0.000	0.822	0.079	0.351	0.456	0.000	0.000	1.708

Source: Burlington County Board of Taxation

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYER	2020		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
WARD SAND AND MATERIAL CO	\$ 6,330,000	1	4.03%
WOODLAND SAND CO	2,232,500	2	1.42%
OCEAN SPRAY CRANBERRIES	2,022,600	3	1.30%
SHORE STONE CO	1,750,000	4	1.11%
HOMEOWNER	914,900	5	0.73%
AIR TIME INC.	854,200	6	0.55%
HOMEOWNER	721,600	7	0.54%
HOMEOWNER	623,800	8	0.46%
HOMEOWNER	590,600	9	0.46%
HOMEOWNER	550,000	10	0.38%
Total			

TAXPAYER	2011		
	TAXABLE ASSESSED VALUE	RANK	% OF TOTAL DISTRICT NET ASSESSED VALUE
OCEAN SPRAY CRANBERRIES	\$ 6,900,000	1	4.02%
WARD SAND AND MATERIAL CO	6,330,000	2	3.69%
SHORE STONE CO	1,750,000	3	1.02%
WOODLAND SAND CO	1,057,500	4	0.62%
VERIZON	757,200	5	0.44%
AIR TIME INC.	672,100	6	0.39%
HOMEOWNER	595,200	7	0.35%
HOMEOWNER	580,000	8	0.34%
HOMEOWNER	572,400	9	0.33%
HOMEOWNER	555,800	10	0.32%
Total			

Source: Municipal Tax Assessor

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
TOTAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED DECEMBER 31,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY		COLLECTIONS IN SUBSEQUENT YEARS
		AMOUNT	PERCENTAGE OF LEVY	
2020	\$ 1,990,906	\$ 1,990,906	100.00%	-
2019	1,945,265	1,945,265	100.00%	-
2018	1,882,055	1,882,055	100.00%	-
2017	1,845,152	1,845,152	100.00%	-
2016	1,777,712	1,777,712	100.00%	-
2015	1,645,292	1,645,292	100.00%	-
2014	1,508,340	1,508,340	100.00%	-
2013	1,436,788	1,436,788	100.00%	-
2012	1,368,673	1,368,673	100.00%	-
2011	1,458,674	1,458,674	100.00%	-

Source: Municipal Financial Statements

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Dollars in Thousands, Except per Capita)

FISCAL YEAR ENDED JUNE 30,	GOVERNMENTAL ACTIVITIES			TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES				
2020	\$ -	\$ -	\$ -	-	N/A	N/A
2019	-	12,027	12,027	12,027	N/A	N/A
2018	-	180,728	180,728	180,728	N/A	N/A
2017	-	34,851	34,851	34,851	N/A	19.63
2016	-	45,676	45,676	45,676	0.05%	25.69
2015	-	N/A	-	-	N/A	N/A
2014	-	N/A	-	-	N/A	N/A
2013	-	N/A	-	-	N/A	N/A
2012	-	N/A	-	-	N/A	N/A
2011	-	N/A	-	-	N/A	N/A

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

a. See Exhibit J-14 for personal income and population data.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

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				
2020	\$ -	\$ -	\$ -	-	0.00%	N/A
2019	-	-	-	-	0.00%	N/A
2018	-	-	-	-	0.00%	N/A
2017	-	-	-	-	0.00%	N/A
2016	-	-	-	-	0.00%	N/A
2015	-	-	-	-	0.00%	N/A
2014	-	-	-	-	0.00%	N/A
2013	-	-	-	-	0.00%	N/A
2012	-	-	-	-	0.00%	N/A
2011	-	-	-	-	0.00%	N/A

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

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Township of Woodland	\$ 132,211	100.000%	\$ 132,211
Burlington County General Obligation Debt	253,458,314	0.319%	808,532
Lenape Regional High School	46,010,000	0.778%	357,957.80
Subtotal, Overlapping Debt			1,298,701
Woodland Township School District Direct Debt			-
Total Direct & Overlapping Debt			\$ 1,298,701

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

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(Dollars in Thousands)

	FISCAL YEAR									
	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Debt Limit	\$ 4,438,165	\$ 4,407,435	\$ 4,454,058	\$ 4,390,819	\$ 4,239,037	\$ 4,254,484	\$ 4,427,102	\$ 4,651,066	\$ 4,844,480	\$ 4,967,737
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	\$ 4,438,165	\$ 4,407,435	\$ 4,454,058	\$ 4,390,819	\$ 4,239,037	\$ 4,254,484	\$ 4,427,102	\$ 4,651,066	\$ 4,844,480	\$ 4,967,737
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2020

Average Equalized Valuation of Taxable Property	
Equalized Valuation Basis	
2019	146,820,904
2018	146,933,944
2017	150,061,683
	<u>\$ 443,816,531</u>
	<u>\$ 147,938,844</u>
Debt Limit (3 % of Average Equalization Value) Authorized but Not Issued Debt	\$ 4,438,165
Net Bonded School Debt	-
Legal Debt Margin	<u>\$ 4,438,165</u>

Source:
 Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation. Limit set by N.J.S.A.18A:24-19 for K through 12 district; other % limits would be applicable for other districts.

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

YEAR	POPULATION (a)	PERSONAL INCOME (b)	PER CAPITA PERSONAL INCOME (c)	UNEMPLOYMENT RATE (d)
2020	1,769	Unavailable	Unavailable	Unavailable
2019	1,769	Unavailable	Unavailable	3.8%
2018	1,775	Unavailable	Unavailable	4.2%
2017	1,778	101,011,736	56,812	5.2%
2016	1,782	98,635,482	55,351	5.9%
2015	1,786	94,377,598	52,843	6.8%
2014	1,785	91,277,760	51,136	5.5%
2013	1,790	90,822,810	50,739	11.1%
2012	1,789	88,907,933	49,697	10.7%
2011	1,783	85,557,255	47,985	11.0%

Source:

- (a) Population information provided by the NJ Department of Labor & Workforce Development
- (b) Personal income calculated using population and per capita personal income
- (c) Per Capita personal income provided by the NJ Department of Labor & Workforce Development
- (d) Unemployment data provided by the NJ Department of Labor & Workforce Development

**PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

	2020		PERCENTAGE OF TOTAL EMPLOYMENT
	EMPLOYEES	RANK	
Woodland Township School District	INFORMATION NOT AVAILABLE		

Total

	2011		PERCENTAGE OF TOTAL EMPLOYMENT
	EMPLOYEES	RANK	
Woodland Township School District	INFORMATION NOT AVAILABLE		

Total

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS**

FUNCTION/PROGRAM	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Instruction:										
Regular	13.0	13.0	14.0	13.0	15.0	15.0	15.0	15.0	13.0	15.0
Special Education	5.0	5.0	5.0	5.0	3.0	3.0	2.0	5.0	3.0	3.0
Other Special Education	-	-	-	-	-	-	-	-	-	-
Other Instruction	-	-	-	-	-	-	-	-	-	-
Support Services:										
Student & Instructional Related Services	4.0	4.0	6.0	7.0	5.0	4.0	3.0	1.0	3.0	3.0
School Administration Services	-	-	-	-	-	-	-	-	1.0	-
General & Business Administrative Services	2.0	2.0	2.0	1.0	1.0	1.0	1.0	1.0	-	1.0
Plant Operations & Maintenance	1.5	1.5	2.0	2.0	2.0	2.0	2.0	3.0	3.0	2.0
Pupil Transportation	0.5	0.5	3.0	2.0	2.0	2.0	2.0	2.0	2.0	3.0
Business & Other Support Services	0.5	0.5	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Food Service	0.5	1.5	2.0	2.0	2.0	2.0	2.0	-	-	-
Other	-	-	-	1.0	3.0	3.0	3.0	2.0	2.0	2.0
Total	27.0	28.0	35.0	34.0	34.0	33.0	31.0	30.0	28.0	30.0

Source: District Records

TOWNSHIP OF WOODLAND SCHOOL DISTRICT
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS

FISCAL YEAR ENDED JUNE 30,	ENROLLMENT	OPERATING EXPENDITURES	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF	TEACHER / PUPIL RATIO	AVERAGE DAILY ENROLLMENT (ADE)	AVERAGE DAILY ATTENDANCE (ADA)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
2020	135	\$ 3,294,657	\$ 24,405	4.83%	18	8.1	131.0	123.0	1.55%	93.89%
2019	131	3,341,068	25,504	9.55%	18	8.1	129.0	121.0	-1.53%	93.80%
2018	135	3,142,834	23,280	3.80%	22	6.1	131.0	123.0	-10.27%	93.89%
2017	143	3,207,337	22,429	18.18%	22	6.5	146.0	138.0	-3.95%	94.52%
2016	156	2,960,716	18,979	1.73%	20	7.8	152.0	144.0	-1.30%	94.74%
2015	156	2,910,497	18,657	2.90%	20	7.8	154.0	145.0	6.21%	94.16%
2014	149	2,701,603	18,132	8.65%	18	8.3	145.0	137.0	-4.61%	94.48%
2013	157	2,619,940	16,688	1.84%	18	9.0	152.0	145.0	5.56%	95.39%
2012	155	2,539,856	16,386	-2.92%	16	9.7	144.0	137.0	-3.36%	95.14%
2011	148	2,498,138	16,879	0.00%	16	9.3	149.0	141.0	0.00%	94.63%

Source: District Records

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

DISTRICT BUILDINGS	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Elementary Schools:										
Woodland Elementary	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000
Square Feet	225	225	225	225	225	225	225	225	225	225
Capacity (Students)	135	131	135	143	156	156	149	157	155	148
Enrollment										

Number of Schools at June 30, 2020:
Elementary = 1

Source: District Facilities Office Enrollment Data
Form M-1 (Building Square Footage)

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS**

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES
11-000-261-xxx

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	TOTAL
*											
Elementary School	\$ 38,259	\$ 19,018	\$ 31,342	\$ 47,333	\$ 95,445	\$ 111,250	\$ 94,615	\$ 92,512	\$ 86,915	\$ 77,443	\$ 694,133
Total	<u>\$ 38,259</u>	<u>\$ 19,018</u>	<u>\$ 31,342</u>	<u>\$ 47,333</u>	<u>\$ 95,445</u>	<u>\$ 111,250</u>	<u>\$ 94,615</u>	<u>\$ 92,512</u>	<u>\$ 86,915</u>	<u>\$ 77,443</u>	<u>\$ 694,133</u>

Source: District records

**INSURANCE SCHEDULE
JUNE 30, 2020**

	COVERAGE	DEDUCTIBLE
School Alliance Insurance Fund (SAIF)		
Property	\$ 450,000,000	\$ 1,000
General Liability & Auto Liability	11,000,000	None/1,000
Boiler and Machinery	100,000,000	1,000
Electronic Data Processing	73,000	1,000
Student Accident	1,000,000	NIL Per Student
Workers' Compensation	2,000,000	NIL Per Occurrence
Blanket Dishonesty	250,000	1,000
New Jersey Schools Insurance Group:		
School Leaders Professional Liability	1,000,000	10,000
Selective Insurance: Surety Bonds		
Treasurer of School Funds	250,000	
Business Administrator	250,000	

Source: District Insurance Agent

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SINGLE AUDIT SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-1

INDEPENDENT AUDITOR'S 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

Honorable President and Members
of the Board of Education
Woodland Township School District
County of Burlington
Chatsworth, New Jersey 08019

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Woodland Township School District, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the Woodland Township School District's basic financial statements, and have issued our report thereon dated January 13, 2021.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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

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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 Woodland Township School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 13, 2021

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY NEW JERSEY OMB
CIRCULAR 15-08**

Honorable President and Members
of the Board of Education
Woodland Township School District
County of Burlington
Chatsworth, New Jersey 08019

Report on Compliance for Each Major State Program

We have audited the Woodland Township School District's compliance with the types of compliance requirements described in the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major state programs for the fiscal year ended June 30, 2020. The Woodland Township School District'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 awards applicable to its state programs.

Auditor's Responsibility

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

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

Opinion on Each Major State Program

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

Report on Internal Control Over Compliance

Management of the Woodland Township School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major 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 New Jersey OMB's 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 School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a 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 New Jersey OMB's Circular 15-08. Accordingly, this report is not suitable for any other purpose.

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.

David T. McNally
Certified Public Accountant
Public School Accountant, No. 2616

Medford, New Jersey
January 13, 2021

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

FEDERAL GRANTOR/PASS THROUGH GRANTOR/ PROGRAM TITLE OR CLUSTER	FEDERAL CFDA NUMBER	FEDERAL AWARD IDENTIFICATION NUMBER	PASS THROUGH ENTITY IDENTIFYING NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2019	CASH RECEIVED	BUDGETARY EXPENDITURES	ADJUSTMENTS	PASSED THROUGH TO SUBRECIPIENTS	(ACCOUNTS RECEIVABLE) 2020	UNEARNED REVENUE 2020	DUE TO GRANTOR 2020
U.S. Department of Agriculture													
Passed Through New Jersey Department of Agriculture:													
Child Nutrition Cluster:													
National School Lunch Program	10.555	201NJ304N1099	100-010-3350-026	7,186	7/1/19-6/30/20	-	7,186	(7,186)	-	-	-	-	-
COVID-19 National School Lunch Program	10.555	201NJ304N1099	100-010-3350-098	2,165	3/13/20-6/30/20	-	1,612	(2,165)	-	-	(553)	-	-
National School Lunch Program	10.555	191NJ304N1099	100-010-3350-026	13,522	7/1/18-6/30/19	(2,355)	2,355	-	-	-	-	-	-
National School Breakfast Program	10.553	201NJ304N1099	100-010-3350-028	648	7/1/19-6/30/20	-	648	(648)	-	-	-	-	-
COVID-19 National School Breakfast Program	10.553	201NJ304N1099	100-010-3350-100	1,368	3/13/20-6/30/20	-	1,024	(1,368)	-	-	(344)	-	-
National School Breakfast Program	10.553	191NJ304N1099	100-010-3350-028	742	7/1/18-6/30/19	(150)	-	-	-	-	-	-	-
Food Distribution Program (Noncash Assistance)	10.555	201NJ304N1099	N/A	3,174	7/1/19-6/30/20	(2,505)	16,149	(14,541)	-	-	(897)	-	-
Total Child Nutrition Cluster													
Total U.S. Department of Agriculture													
U.S. Department of Education													
Passed Through New Jersey Department of Education:													
I.D.E.A. Part B (Special Education Cluster):													
Basic	84.027	H027A190100	100-034-5065-016	35,910	7/1/19-6/30/20	-	26,109	(35,910)	-	-	(9,801)	-	-
Basic	84.027	H027A180100	100-034-5065-016	35,861	7/1/18-6/30/19	(35,861)	35,861	-	-	-	-	-	-
Subtotal													
Preschool	84.173	H173A190114	100-034-5065-020	3,638	7/1/19-6/30/20	-	460	(3,638)	-	-	(3,178)	-	-
Preschool	84.173	H173A180114	100-034-5065-020	3,625	7/1/18-6/30/19	(3,625)	3,625	-	-	-	-	-	-
Subtotal													
Total Special Education Cluster													
Title I - Part A	84.010	S010A180030	100-034-5064-194	11,653	7/1/18-6/30/19	(11,653)	11,653	-	-	-	-	-	-
Subtotal													
Title II - Part A, Supporting Effective Instruction	84.367A	S367A190029	100-034-5063-290	2,719	7/1/19-6/30/20	-	1,696	(2,719)	-	-	(1,023)	-	-
Title II - Part A, Supporting Effective Instruction	84.367A	S367A180029	100-034-5063-290	3,066	7/1/18-6/30/19	(3,066)	3,066	-	-	-	-	-	-
Subtotal													
Title IV - Part A	84.424	S424A190031	100-034-5063-348	10,000	7/1/19-6/30/20	-	7,597	(10,000)	-	-	(2,403)	-	-
Subtotal													
State Personnel Development	84.323	H323A160012	100-034-5063-348	6,140	7/1/19-6/30/20	-	7,071	(6,140)	-	-	-	931	-
Subtotal													
Title VI Part B (R.E.A.P)	84.358	S358B160030	Unavailable	16,622	7/1/16-6/30/17	(10,274)	-	-	-	-	(16,622)	-	6,348
Subtotal													6,348
Total U.S. Department of Education													
Total Expenditures of Federal Awards													
							\$ 113,287	\$ (72,948)	\$ -	\$ -	\$ (33,924)	\$ 931	\$ 6,348

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

STATE GRANTOR/PROGRAM TITLE OR CLUSTER	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE JUNE 30, 2019	CASH RECEIVED	BUDGETARY EXPENDITURES	PASSED THROUGH TO SUBRECIPIENTS	MEMO		
								BALANCE JUNE 30, 2020	BUDGETARY RECEIVABLE	BUDGETARY RECEIVABLE
<u>New Jersey Department of Education:</u>										
General Fund:										
State Aid-Public:										
Equalization Aid	495-034-5120-078	\$ 678,769	7/1/19-6/30/20	\$ -	\$ 678,769	\$ (678,769)	\$ -	\$ -	\$ 67,877	\$ 678,769
Categorical Security Aid	495-034-5120-084	16,311	7/1/19-6/30/20	-	16,311	(16,311)	-	-	1,631	16,311
Special Education Categorical Aid	495-034-5120-089	100,588	7/1/19-6/30/20	-	100,588	(100,588)	-	-	10,059	100,588
Total State Aid-Public				-	795,668	(795,668)	-	-	79,567	795,668
Categorical Transportation Aid	495-034-5120-014	63,364	7/1/19-6/30/20	-	63,364	(63,364)	-	-	6,336	63,364
Extraordinary Aid	100-034-5120-473	2,176	7/1/19-6/30/20	-	-	(2,176)	-	(2,176)	-	2,176
Extraordinary Aid	100-034-5120-473	8,137	7/1/18-6/30/19	(8,137)	8,137	-	-	-	-	-
Emergency Aid	Unavailable	254,201	7/1/18-6/30/20	(10,086)	264,287	(254,201)	-	-	-	254,201
Reimbursed TPAF Social Security Contributions	100-034-5094-003	90,822	7/1/19-6/30/20	-	86,565	(90,822)	-	(4,257)	-	90,822
TPAF - Post Retirement Medical	100-034-5094-003	83,688	7/1/18-6/30/19	(4,192)	4,192	-	-	-	-	-
Contributions (Noncash Assistance)	495-034-5094-001	88,253	7/1/19-6/30/20	-	88,253	(88,253)	-	-	-	88,253
TPAF - Normal Pension Contributions (Noncash Assistance)	495-034-5094-002	237,891	7/1/19-6/30/20	-	237,891	(237,891)	-	-	-	237,891
TPAF - Long-Term Disability Insurance				-	243	(243)	-	-	-	243
Contributions (Noncash Assistance)	495-034-5094-004	243	7/1/19-6/30/20	-	243	(243)	-	-	-	243
Total General Fund				(22,415)	1,548,600	(1,532,618)	-	(6,433)	85,903	1,532,618
<u>New Jersey Department of Agriculture:</u>										
Enterprise Fund:										
National School Lunch Program	100-010-3350-023	410	7/1/19-6/30/20	-	302	(410)	-	(108)	-	410
National School Lunch Program	100-010-3350-023	440	7/1/18-6/30/19	(78)	78	-	-	-	-	-
Total Enterprise Fund				(78)	380	(410)	-	(108)	-	410
Total State Financial Assistance				\$ (22,493)	\$ 1,548,980	\$ (1,533,028)	\$ -	\$ (6,541)	\$ 85,903	\$ 1,533,028
State Financial Assistance Programs not subject to Calculation for Major Program Determination:										
TPAF - Post-Retirement Medical (Noncash Assistance)	495-034-5094-001	\$ 88,253	7/1/19-6/30/20			88,253				
TPAF - Normal Pension Contributions (Noncash Assistance)	495-034-5094-002	237,891	7/1/19-6/30/20			237,891				
TPAF - Long-Term Disability Insurance (Noncash Assistance)	495-034-5094-004	243	7/1/19-6/30/20			243				
Total State Financial Assistance subject to Calculation for Major Program Determination						\$ (1,206,641)				

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Note 1. Basis of Presentation

The accompanying schedules of expenditures of federal awards and state financial assistance present the activity of all federal awards and state financial assistance programs of the Township of Woodland School District. The School District is defined in Note 1 of the basic financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and state financial assistance.

Note 2. Summary of Significant Accounting Policies

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the following exception: programs recorded in the enterprise fund are presented using the accrual basis of accounting and programs recorded in the capital projects fund are presented using the modified accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

The School District did not elect the 10-percent de minimis indirect cost rate as discussed in 2 CFR 200.414.

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2020. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2020.

Note 3. Relationship to Basic Financial Statements

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

**TOWNSHIP OF WOODLAND SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Note 3. Relationship to Basic Financial Statements (continued)

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to *N.J.S.A. 18A:22-44.2*. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting budgetary basis, which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. The special revenue fund also recognizes the one or more state aid June payments in the current budget year, consistent with *N.J.S.A. 18A:22-4.2*.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$4,120 for the general fund and \$(2,818) for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, 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 expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ -	\$ 1,536,738	\$ 1,536,738
Special Revenue Fund	55,589	-	55,589
Food Service Fund	<u>14,541</u>	<u>410</u>	<u>14,951</u>
Total Awards & Financial Assistance	<u>\$ 70,130</u>	<u>\$ 1,537,148</u>	<u>\$ 1,607,278</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The School District had no loan balances outstanding at June 30, 2020.

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

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

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

2) Significant deficiency(ies) identified? yes X none reported

Noncompliance material to financial statements noted? yes X no

Federal Awards

SECTION IS N/A - NOT REQUIRED

Internal control over major programs:

1) Material weakness(es) identified? yes no

2) Significant deficiency(ies) identified? yes none reported

Type of auditor's report issued on compliance for major programs _____

Any audit findings disclosed that are required to be reported
in accordance with 2 CFR 200 section .516(a) of Uniform Guidance? yes no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FAIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
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Not Applicable

Dollar threshold used to determine Type A programs _____

Auditee qualified as low-risk auditee? yes no

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

Section I - Summary of Auditor's Results (continued)

State Financial Assistance

Dollar threshold used to determine Type A programs	\$ 750,000
Auditee qualified as low-risk auditee?	_____ yes <u> X </u> no
Internal control over major programs:	
1) Material weakness(es) identified?	_____ yes <u> X </u> no
2) Significant deficiency(ies) identified?	_____ yes <u> X </u> no
Type of auditor's report issued on compliance for major programs	_____ Unmodified _____
Any audit findings disclosed that are required to be reported in accordance with New Jersey OMB's Circular 15-08?	_____ yes <u> X </u> no

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

495-034-5120-078
495-034-5120-084
495-034-5120-089

State Aid Public:
 Equalization Aid
 Categorical Security Aid
 Special Education Categorical Aid

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

Section II – Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance related to the basic financial statements that are required to be reported in accordance with *Government Auditing Standards* and with audit requirements prescribed by the Division of Administration and Finance, Department of Education, State of New Jersey.

None.

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

Section III – Federal Awards & State Financial Assistance Findings & 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 Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principals, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS

N/A – Federal single audit not required

State Financial Assistance

None.

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

This section identifies the status of prior year findings related to the financial statements and federal awards and state financial assistance that are required to be reported in accordance with *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and State of New Jersey Circular 15-08-0MB.

FINANCIAL STATEMENT FINDINGS

Finding No. 2019-001

Condition

There were several expenditures that lacked proper approval and authorizing signatures and several expenditures were incorrectly charged to the budget.

Current Status

This condition has been resolved.

Finding No. 2019-002

Condition

Formal cash reconciliations were not prepared for two funds, there were several receipts and disbursement posting errors and accounts payables were not set up at year end.

Current Status

This condition has been resolved.

Finding No. 2019-003

Condition

The Public Employees' Retirement System annual appropriation was not paid by April 1, 2018 and the prior year annual Teacher's Pension and Annuity Fund reimbursement to the State for teachers' salaries paid with federal funds was not paid or filed.

Current Status

This condition has been resolved.

Finding No. 2019-004

Condition

Several budgetary line item accounts were over-expended during the fiscal year and at June 30, 2018. Consequently, the general fund budget in total was over-expended by \$126,836.

Current Status

This condition has been resolved.