

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Wyckoff, New Jersey

COMPREHENSIVE ANNUAL

FINANCIAL REPORT

of the

Wyckoff Township Public Schools

Wyckoff, New Jersey

For The Fiscal Year Ended June 30, 2020

Prepared by

The Business Office

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Wyckoff School District

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Wyckoff, New Jersey 07481
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Kerry L Postma, Ed.D
Superintendent of Schools

Patricia A. Salvati, CPA
School Business Administrator/Board Secretary

December 16, 2020

Honorable President, Members of the School
District and Citizens of Wyckoff Township
Wyckoff Township Public School District
Wyckoff, New Jersey 07481

Dear Board Members:

The comprehensive annual financial report of the Wyckoff Township Public School District (the "Board" or the "District") for the fiscal year ended June 30, 2020 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Wyckoff Township Public 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 the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the Independent Auditor's Report, Management's Discussion and Analysis, and basic financial statements including the government-wide financial statements presented in accordance with the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments". The basic financial statements also include individual fund financial statements, Notes to the Financial Statements and Required Supplementary Information (RSI). The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

REPORTING ENTITY AND ITS SERVICES: The Wyckoff Township Public School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 13. All funds of the District are included in this report. The Wyckoff Township Public School District and all of its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through 8. These include regular instruction, as well as special education. The District completed the 2019-2020 fiscal year with an average daily enrollment of 1,886 students, which reflects a decrease of .89% over the previous year's enrollment.

The following details the changes in the average daily enrollment of the District, net of special education out of district placements, over the last ten years:

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	<u>Percent Change</u>
2019-2020	1,886	(.89%)
2018-2019	1,903	(3.3%)
2017-2018	1,968	(4.4%)
2016-2017	2,058	(0.008%)
2015-2016	2,075	(1.43%)
2014-2015	2,105	8.51
2013-2014	1,940	(8.27)
2012-2013	2,115	(6.21)
2011-2012	2,255	(3.05)
2010-2011	2,326	(1.48)

ECONOMIC CONDITION AND OUTLOOK: The Township of Wyckoff is a stable, vibrant, residential community, located approximately 27 miles from New York City that encompasses an area of approximately seven square miles with a total population of approximately 17,000. The Township's location affords residents employment opportunities throughout the deep and diverse New York City and northern New Jersey economies. The Township's unemployment rate, at 3.0% in March 2019, has historically trended below county, state, and national levels according to Standard & Poor's "Ratings Direct on the Global Credit Portal".

The above cited Standard & Poor's report also stated that the Township's tax base is sizable and stable. The Township underwent a revaluation of its property in 2015. The total assessed value for fiscal 2020 is \$4.732 billion, or \$278,353 per capita, which represents an increase of .36% over the fiscal 2019 amount of \$4.715 billion. Residential properties account for 93% of the assessed value, and the average assessed home value is \$793,800.

The District continues to find itself in a strong economic position as indicated by its **AA+** long-term rating and school issuer credit rating from Standard & Poor's Ratings Services. For the current school year, on a budgetary basis, the district's General Fund ended the year with a fund balance of \$10,351,321 which represented an increase of \$2,478,312 over the prior year. The \$10.3 million balance represents 27% of the General Fund's current year's expenditures of \$37.9 million (budgetary basis), net of the State's on-behalf TPAF and Social Security payments of \$6.4 million. District expenditures were less than the prior year due to the Covid -19 pandemic. Schools were closed March through June, resulting in lower operating expenses, especially in the area of salaries, transportation, and utilities, for a third of the school year.

The District's primary funding source is property tax revenue. The amount to be raised in taxes is determined by the Wyckoff Board of Education without voter approval through the District's normal budgeting process and, under P.L. 2011, c202 that the tax levy increase is limited to a cap of 2%.

The district's strong fund balance position and the ability to guarantee the adoption of prudent budgets will enable the District to continue to provide its students with a high quality educational program while still remaining within the limits of a 2% tax levy cap that has been imposed by the State.

MAJOR INITIATIVES:

Capital Improvements –

The Wyckoff Public School District continues to invest significant resources into improving its infrastructure. The following projects were completed during the 2019-2020 year: Air Conditioning Installation and Unit Ventilator Replacement at Lincoln Elementary School and an Electrical Upgrade at Sicomac School, totaling \$1.4 million.

Curriculum –

The Wyckoff School District continues its longstanding commitment to provide its students with an educational environment that enables all students PreK-8 to achieve and reach beyond the New Jersey Student Learning Standards. The district is committed to the active involvement of a highly competent and caring staff, teamwork, shared leadership, the effective management of resources, and a safe learning environment. The school district remains dedicated to its students, families, community, each other, the profession, and to continuous learning.

Last year, we focused on updating technology for students. All K-8 students in the district have one-to-one devices, allowing them to easily pivot from in school instruction to a hybrid learning environment. Professional development was another initiative, focused on staff related to virtual learning environments. Additionally, the district strengthened its new teacher mentoring program. Instructional coaches work with staff to embed professional learning across the day, and provide support with curriculum. We worked with the Bergen County Curriculum Consortium to revise curriculum, and how to best meet the New Jersey Student Learning Standards, in a hybrid learning environment. Staff work to support the social-emotional learning both in the classroom and virtually.

Another initiative focused around the area of social emotional wellness. New staff learned about the Responsive Classroom approach in elementary school to teach the social and emotional competencies that are critical to the mental health and emotional growth of our youngsters, including cooperation, assertiveness, responsibility, empathy, and self-control. Advisory professional development took place at the middle school level, and mirrors the Responsive Classroom approach. Wellness Centers in several schools are equipped with a variety of resources to meet the sensory, emotional, and physical needs of students, as well as providing a safe and relaxing space to meet the needs of students. We continued to grow our Reggio Emilia approach to teaching and learning in primary grades. Another area of concentration was outdoor learning. Schools worked on creating outdoor learning spaces to enhance hands on learning, and learning by doing.

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

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

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

BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Annual appropriated budgets are adopted for the General, Special Revenue, and the Debt Service Funds. Project-length budgets are approved for the capital improvements and are accounted for in the Capital Projects Fund, when applicable. The final budget amount as amended for the fiscal year is reflected in the financial section.

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

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

OTHER INFORMATION: Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Lerch, Vinci, & Higgins, LLP, CPAs, was selected by the School District. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the New Jersey OMB Circular 15-08. The auditor's report on the basic financial statements, combining and individual fund statements and schedules are 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.

Facilities - The District's ongoing upgrades to all of its buildings ensures that its physical plant is able to accommodate the District's current and anticipated future student population needs, and meet all current building safety standards and building codes. The District deems the current available capital reserve funds adequate to meet future capital needs as they arise.

Long-Term Financial Planning – The District intends to prepare future budgets within the 2% tax cap levy mandated by the State of New Jersey. Additionally, the District continually monitors its ability to refinance its outstanding long-term obligations to capitalize on favorable market conditions. During 2019-2020, the District took advantage of lower interest rates and refinanced \$1.56 million in energy bonds.

Projected Enrollment – The District undertook a demographic study in April 2020 that projected future enrollments. The study indicated that after several years of decline, the District is experiencing enrollment growth at the early elementary levels.

AWARDS: The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2019. This was the 17th consecutive year that the District applied for and received the award. This Certificate of Excellence is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Excellence, a government unit must publish an easily readable

and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

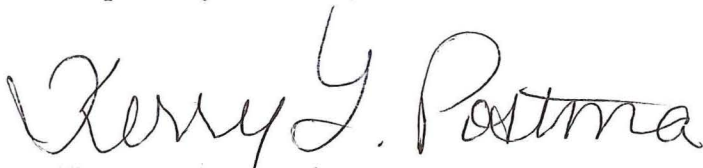
The Wyckoff Public School District and its teaching staff enjoy a long history of recognition for excellence including National Blue Ribbon Status, Benchmark School status (BCEE), and Lab School status (NJOE). Its most recent recognitions are as follows:

In 2016 Eisenhower Middle School was one of 30 schools nationwide named as a School to Watch by the National Forum for Accelerating Middle Reform. Last year, EMS was once again selected as a School to Watch.

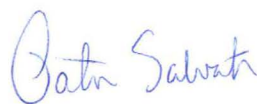
In 2018 the Wyckoff Township Public Schools was accepted to the League of Innovative Schools, a national coalition of 102 forward-thinking school districts organized by Digital Promise, a nonprofit organization with the mission to accelerate innovation in education and improve the opportunity to learn for all through technology and research.

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

Respectfully submitted,

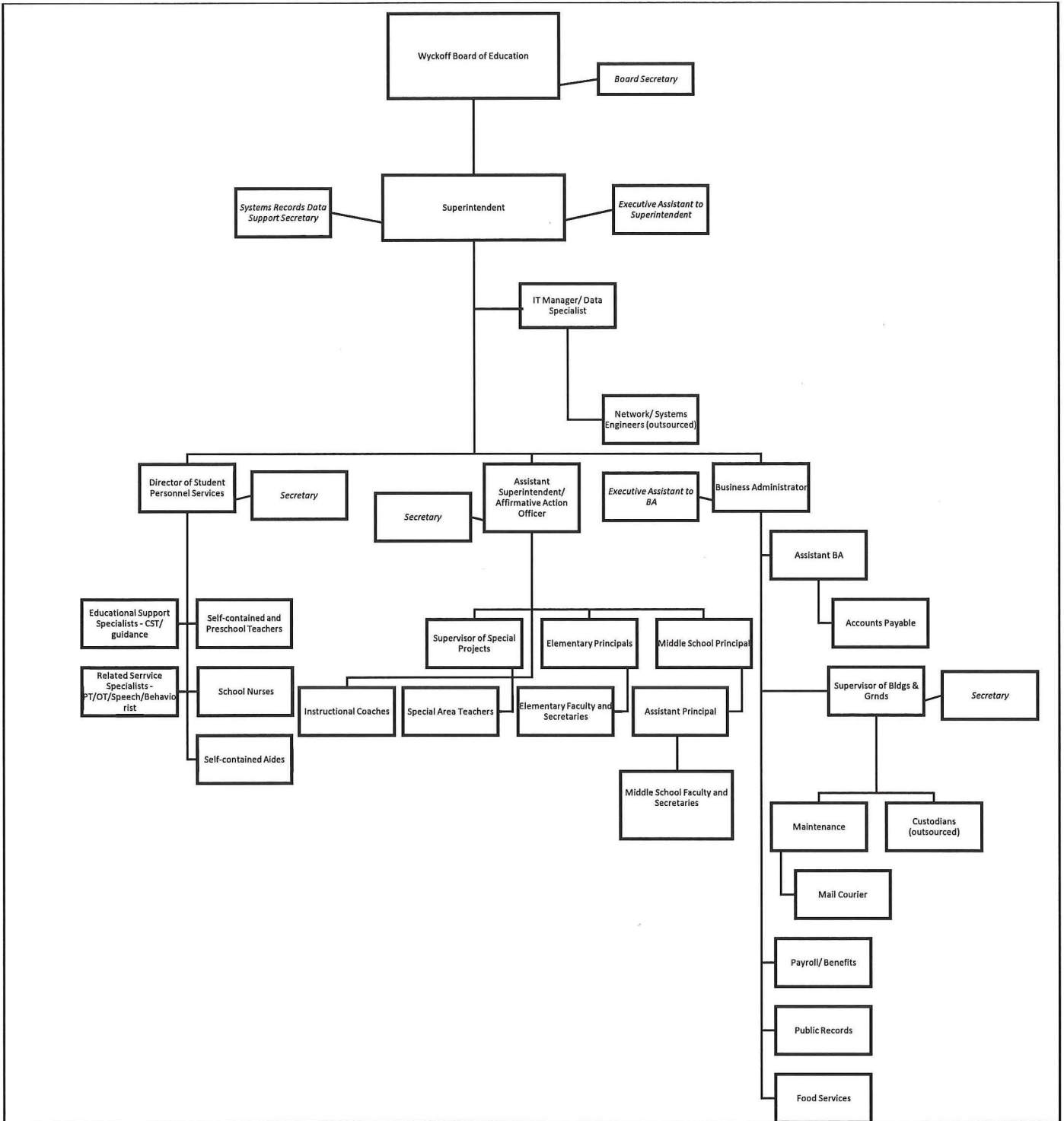


Kerry L. Postma, Ed.D.
Superintendent of Schools



Patricia A. Salvati, CPA
Board Secretary/School Business Administrator

2019-20 ORGANIZATIONAL CHART



**WYCKOFF TOWNSHIP PUBLIC SCHOOL DISTRICT
WYCKOFF, NEW JERSEY**

**ROSTER OF OFFICIALS
AS OF JUNE 30, 2020**

Members of the Board of Education

Term Expires

Anthony R. Francin, President

January 2021

Lisa Martone, Vice President

January 2021

Renee Kaspar

January 2022

Georgina Nico

January 2022

Louis Cicerchia

January 2023

Timothy Murtha

January 2023

Daniel McHugh

January 2023

Other Officials

Dr. Jeffrey Feifer

Interim Superintendent

Grace White

Assistant Superintendent

Patricia A. Salvati, CPA

Board Secretary/School Business Administrator

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
WYCKOFF, NEW JERSEY**

Consultants and Advisors

Architect

DiCara & Rubino
30 Galesi Dr.
Wayne, NJ 07470

Audit Firm

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

Attorney

Fogarty & Hara
21-00 Route 208 South
Fair Lawn, NJ 07410

Official Depositories

Capital One Bank
10 Godwin Ave.
Ridgewood, NJ 07450



**The Certificate of Excellence in Financial Reporting
is presented to**

Wyckoff Township Public Schools

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

FINANCIAL SECTION



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

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

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

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Wyckoff Township Public Schools
Wyckoff, New Jersey

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Other Matters

Required Supplementary Information

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

Other Information

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

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

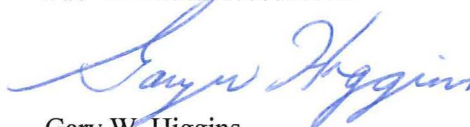
The introductory section, financial schedules and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated December 16, 2020 on our consideration of the Wyckoff Township Public Schools' 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 Wyckoff Township Public Schools' 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 Wyckoff Township Public Schools' internal control over financial reporting and compliance.



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



Gary W. Higgins
Public School Accountant
PSA Number CS00814

Fair Lawn, New Jersey
December 16, 2020

REQUIRED SUPPLEMENTARY INFORMATION – PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

The discussion and analysis of the Wyckoff Township Public Schools' (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2020. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, Notes to the Financial Statements as well as the financial statements themselves to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of Required and Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments".

Financial Highlights

- The assets and deferred outflows of resources of the Wyckoff Township Public Schools exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$20,552,561 (net position).
- The District's total net position increased \$2,871,032. The increase is attributable to current year operating results.
- General revenues accounted for \$40,176,191 in revenue or 77 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions and capital grants accounted for \$12,311,725 or 23 percent of total revenues of \$52,487,916.
- The District had \$49,122,108 in expenses related to governmental activities; only \$11,759,285 was offset by program specific charges for services, grants or contributions. General revenues net of transfers (primarily property taxes) of \$40,140,329 were adequate to provide for these programs.
- Among governmental funds, the General Fund (GAAP Basis) had \$46,693,815 in revenues and \$44,331,360 in expenditures and other financing uses. The General Fund's fund balances increased by \$2,362,455. This increase is the net result of current year operations.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Overview of the Financial Statements

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

The discussion and analysis are intended to serve as an introduction to the Wyckoff Township Public Schools District's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

The *Government-wide financial statements* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. *Fund financial statements* provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds. In the case of the Wyckoff Township Public Schools, the General Fund is by far the most significant fund.

Government-Wide Financial Statements

One of the most important questions asked about the District is "How did we do financially during the fiscal year ended June 30, 2020?" The *Statement of Net Position* and the *Statement of Activities*, which appear first in the District's financial statements, report information on the District as a whole and its activities in such a way as to answer this question. These statements include all assets, deferred outflows/inflows of resources and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

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

- Governmental Activities – most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extra-curricular activities.

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Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Government-Wide Financial Statements (Continued)

- Business-Type Activities – These services are provided on a charge for goods or services basis to recover the cost of the goods and services provided. The District's food service, summer enrichment, pay to participate, social club and technology programs are each reported as a business-type activity.

Fund Financial Statements

Fund financial statements provide detailed information about the District's many funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the General Fund, Special Revenue Fund, and Debt Service Fund. The Districts Enterprise Fund includes the Food Services Fund, Summer Enrichment Fund, Pay to Participate Fund, Social Club Fund and Technology Program Fund. These funds are more fully explained in the *Notes to the Financial Statements*.

Government Funds

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

Enterprise Funds

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

Notes to the Financial Statements

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

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Other Information

In addition to the basic financial statements, this report also presents certain *required supplementary information* concerning the District's budget process. The District adopts an annual expenditure budget for the General, Special Revenue and Debt Service Funds. A budgetary comparison statement has been provided for each of these funds as required supplementary information. Additionally, certain required supplementary information regarding pensions as required by GASB No. 68 and postemployment benefits as required by GASB No. 75 is presented. The required supplementary information can be found following the Notes to the Financial Statements.

Combining statements and schedules are presented immediately following the major budgetary comparisons.

Government-Wide Financial Analysis

The *Statement of Net Position* provides the perspectives of the District as a whole, showing assets and deferred outflows of resources versus liabilities and deferred inflows of resources and the difference between them (net position). Net position may serve over time as a useful indicator of a government's financial position. In the case of the Wyckoff Township Public Schools', assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$20,552,561 and \$17,681,529 at June 30, 2020 and 2019, respectively.

By far the largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are *not* available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Government-Wide Financial Analysis (Continued)

Table 1 provides a summary of the District's net position as of June 30, 2020 and 2019.

Table 1
Net Position
as of June 30, 2020 and 2019

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Assets						
Current and Other Assets	\$ 10,244,363	\$ 7,803,808	\$ 508,413	\$ 513,474	\$ 10,752,776	\$ 8,317,282
Capital Assets						
Net of Accumulated Depreciation	<u>37,833,602</u>	<u>38,528,421</u>	<u>212,519</u>	<u>225,009</u>	<u>38,046,121</u>	<u>38,753,430</u>
Total Assets	<u>48,077,965</u>	<u>46,332,229</u>	<u>720,932</u>	<u>738,483</u>	<u>48,798,897</u>	<u>47,070,712</u>
Deferred Outflows of Resources						
Deferred Amounts on Refunding of Debt	1,045,079	1,228,091			1,045,079	1,228,091
Deferred Amount on Net Pension Liability	<u>1,745,884</u>	<u>2,610,612</u>	-	-	<u>1,745,884</u>	<u>2,610,612</u>
Total Deferred Outflows of Resources	<u>2,790,963</u>	<u>3,838,703</u>	-	-	<u>2,790,963</u>	<u>3,838,703</u>
Liabilities						
Long-term Liabilities	27,257,707	29,336,603			27,257,707	29,336,603
Other Liabilities	<u>579,437</u>	<u>515,882</u>	<u>21,887</u>	<u>132,964</u>	<u>601,324</u>	<u>648,846</u>
Total Liabilities	<u>27,837,144</u>	<u>29,852,485</u>	<u>21,887</u>	<u>132,964</u>	<u>27,859,031</u>	<u>29,985,449</u>
Deferred Inflows of Resources						
Deferred Amount on Net Pension Liability	<u>3,178,268</u>	<u>3,242,437</u>	-	-	<u>3,178,268</u>	<u>3,242,437</u>
Total Deferred Inflows of Resources	<u>3,178,268</u>	<u>3,242,437</u>	-	-	<u>3,178,268</u>	<u>3,242,437</u>
Net Position						
Net Investment in						
Capital Assets	20,428,810	19,865,807	212,519	225,009	20,641,329	20,090,816
Restricted	7,303,706	4,797,840			7,303,706	4,797,840
Unrestricted	<u>(7,879,000)</u>	<u>(7,587,637)</u>	<u>486,526</u>	<u>380,510</u>	<u>(7,392,474)</u>	<u>(7,207,127)</u>
Total Net Position	<u>\$ 19,853,516</u>	<u>\$ 17,076,010</u>	<u>\$ 699,045</u>	<u>\$ 605,519</u>	<u>\$ 20,552,561</u>	<u>\$ 17,681,529</u>

The District's combined net position increased \$2,871,032 during the year ended June 30, 2020. This was an increase of 16 percent from the prior year.

Governmental Activities

- Net investment in capital assets increased \$563,003 mainly as of the result of acquisitions and debt reductions exceeding depreciation.
- Restricted net position increased \$2,505,866 as a result of Board approved deposits into the capital reserve and interest earnings exceeding budgeted withdrawals and the Board approved deposits into the maintenance reserve of \$250,000.
- Unrestricted net position decreased \$291,363 due to the net results of current year operations.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
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Government-Wide Financial Analysis (Continued)

Business-Type Activities

- Net investment in capital assets decreased \$12,490 as a result of depreciation exceeding acquisitions of capital assets.
- Unrestricted net position increased \$106,016 due to the net results of current year operations.

Table 2 shows changes in net position for fiscal years ended June 30, 2020 and 2019.

Table 2
Change in Net Position
for the Fiscal Years Ended June 30, 2020 and 2019

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Revenues						
Program Revenues:						
Charge for Services	\$ 74,227	\$ 100,259	\$ 552,440	\$ 670,241	\$ 626,667	\$ 770,500
Operating Grants and Contributions	11,685,058	13,204,971			11,685,058	13,204,971
General Revenues:						
Property Taxes	40,032,607	39,224,801			40,032,607	39,224,801
Other	142,722	138,048	862	1,174	143,584	139,222
Total Revenues	<u>51,934,614</u>	<u>52,668,079</u>	<u>553,302</u>	<u>671,415</u>	<u>52,487,916</u>	<u>53,339,494</u>
Program Expenses						
Instruction	29,030,975	30,191,361			29,030,975	30,191,361
Support Services:						
Student and Instruction Related Services	9,236,761	10,011,692			9,236,761	10,011,692
General Administration, School Administration, Business/Central, Operations and Maintenance of Facilities	9,379,055	9,551,351			9,379,055	9,551,351
Pupil Transportation	804,861	729,828			804,861	729,828
Interest and Other Charges on Debt	670,456	776,506			670,456	776,506
Food Service, Summer Enrichment, Social Club, Chromebook Program and Pay to Participate	-	-	494,776	611,077	494,776	611,077
Total Expenses	<u>49,122,108</u>	<u>51,260,738</u>	<u>494,776</u>	<u>611,077</u>	<u>49,616,884</u>	<u>51,871,815</u>
Change in Net Position Before Transfers	2,812,506	1,407,341	58,526	60,338	2,871,032	1,467,679
Transfers	<u>(35,000)</u>	<u>(35,000)</u>	<u>35,000</u>	<u>35,000</u>	<u>-</u>	<u>-</u>
Change in Net Position	2,777,506	1,372,341	93,526	95,338	2,871,032	1,467,679
Net Position, Beginning of Year	<u>17,076,010</u>	<u>15,703,669</u>	<u>605,519</u>	<u>510,181</u>	<u>17,681,529</u>	<u>16,213,850</u>
Net Position, End of Year	<u>\$ 19,853,516</u>	<u>\$ 17,076,010</u>	<u>\$ 699,045</u>	<u>\$ 605,519</u>	<u>\$ 20,552,561</u>	<u>\$ 17,681,529</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Government-Wide Financial Analysis (Continued)

Governmental Activities

The District's total revenues were \$51,934,614 and \$52,668,079 for the years ended June 30, 2020 and 2019, respectively. Property taxes made up 77 and 74 percent of revenues for governmental activities for the District for fiscal years 2020 and 2019, respectively. Federal, State and local grants made up 23 and 25 percent of revenues for governmental activities for the Wyckoff Township Public Schools for the years ended June 30, 2020 and 2019, respectively. The majority of the decrease in revenues of \$733,465 from 2019 to 2020 is attributable to the net of an increase in property taxes of \$807,806 and a decrease of on-behalf other post-employment benefits revenue of \$1,295,838 and a decrease in on-behalf TPAF pension revenue of \$273,740 which is offset with the related pension expense.

The total cost of all programs and services was \$49,122,108 and \$51,260,738 for the years ended June 30, 2020 and 2019, respectively. Instruction comprises 59 and 59 percent of governmental activities program expenses for the years ended June 30, 2020 and 2019, respectively. Support services expenses make up 39 and 39 percent of governmental activities expenses for the years ended June 30, 2020 and 2019, respectively. The *Statement of Activities* shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services for the fiscal years ended June 30, 2020 and 2019. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3
Total and Net Cost of Governmental Activities
for the Fiscal Year Ended June 30, 2020 and 2019

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Instruction	\$ 29,030,975	\$ 30,191,361	\$ 20,818,222	\$ 20,997,589
Support Services:				
Student and Instructional Related Services	9,236,761	10,011,692	6,883,194	7,273,420
General Administration, School Admin., Business/ Central, Operation and Maintenance of Facilities	9,379,055	9,551,351	8,495,477	8,500,963
Pupil Transportation	804,861	729,828	495,474	407,030
Interest on Debt	<u>670,456</u>	<u>776,506</u>	<u>670,456</u>	<u>776,506</u>
Total Expenses	<u>\$ 49,122,108</u>	<u>\$ 51,260,738</u>	<u>\$ 37,362,823</u>	<u>\$ 37,955,508</u>

Business-Type Activities

The District's business-type activities include the food service operation, summer enrichment program, social club, pay-to-participate program and technology program. The programs had revenues and transfers from the General Fund of \$588,302 and \$706,415 and expenses of \$494,776 and \$611,077 in years 2020 and 2019, respectively. Of these revenues, \$552,440 and \$670,241 were charges for services paid by patrons for the years 2020 and 2019, respectively.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

The financial performance of the District as a whole is reflected in its governmental funds as well. As the District completed the year, its governmental funds reported a combined fund balance of \$9,808,078. As of June 30, 2019, the fund balance was \$7,445,623. This increase of \$2,362,455 is the result of current operations.

Revenues and other financing sources for the District's governmental funds were \$49,257,050, while total expenses and other financing uses were \$46,894,595.

General Fund - The General Fund is the chief operating fund of the District and includes the primary operations in providing educational services to students including pupil transportation activities and other support services.

The following schedule presents a summary of General Fund revenues.

	Fiscal Year Ended <u>June 30, 2020</u>	Fiscal Year Ended <u>June 30, 2019</u>	Amount of Increase <u>(Decrease)</u>	Percent <u>Change</u>
Local Sources				
Property Tax Levy	\$ 38,397,113	\$ 37,590,307	\$ 806,806	2%
Tuition	46,716	63,732	(17,016)	-27%
Interest	91,530	83,198	8,332	10%
Other	78,703	87,026	(8,323)	-10%
State Sources	<u>8,079,753</u>	<u>7,662,865</u>	<u>416,888</u>	5%
Total General Fund Revenues	<u>\$ 46,693,815</u>	<u>\$ 45,487,128</u>	<u>\$ 1,206,687</u>	3%

Total General Fund Revenues increased by \$1,206,687 or 3% compared with the previous year.

Local property taxes increased \$806,806 or approximately 2% from the previous year which is in compliance with the State mandated CAP on property taxes. State aid revenues increased \$416,888 or 5% predominantly attributable to the increase in the State's contribution for on-behalf TPAF pension system accrued liability costs in the amount of \$388,809.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS (Continued)

Governmental Funds (Continued)

General Fund (Continued)

Interest income revenues remained constant.

Tuition revenues remained constant.

Miscellaneous revenues decreased due to lower miscellaneous income compared to the prior year.

The following schedule presents a summary of General Fund expenditures.

	Fiscal Year Ended <u>June 30, 2020</u>	Fiscal Year Ended <u>June 30, 2019</u>	Amount of Increase (Decrease)	Percent Change
Instruction	\$ 25,613,546	\$ 25,630,594	\$ (17,048)	1%
Support Services	17,154,643	17,443,017	(288,374)	-2%
Debt Service	408,754	417,626	(8,872)	-2%
Capital Outlay	<u>1,119,417</u>	<u>1,132,895</u>	<u>(13,478)</u>	-1%
Total Expenditures	<u>\$ 44,296,360</u>	<u>\$ 44,624,132</u>	<u>\$ (327,772)</u>	-1%

Total General Fund expenditures decreased \$327,772 or 1% from the previous year.

In 2019/20 General Fund revenues exceeded expenditures and other financing uses by \$2,362,455. As a result, total fund balance increased to \$9,808,078 at June 30, 2020. The unassigned fund balance decreased from \$708,494 at June 30, 2019 to \$671,559 at June 30, 2020.

Instruction decreased \$17,048 or 1% over the previous year mainly due to lower operating expenses during the year as a result of the Covid pandemic.

Support services decreased \$288,374 or 2% over the fiscal year 2018/19 due to COVID pandemic decreasing many of the support service needs for the year.

Debt service decreased \$8,872 mainly due to the decrease in payments on capital leases.

Capital outlay decreased slightly by \$13,478 or 1% due to a decrease in capital expenditures funded by the budget in 2019/20.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
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FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS (Continued)

Governmental Funds (Continued)

Special Revenue Fund - The Special Revenue Fund includes all restricted Federal, State and Local sources utilized in the operations of the district in providing educational services to students with special needs.

Revenues of the Special Revenue Fund were \$927,741, for the year ended June 30, 2020. Federal sources accounted for the majority of Special Revenue Fund's revenue, which represented 51% of the total revenues for the year.

Total Special Revenue Fund revenues decreased \$48,776 or 5% from the previous year. Federal sources decreased \$11,962 or 2%, State sources decreased \$12,349 or 3% and local sources decreased \$24,465 or 28%.

Expenditures of the Special Revenue Fund were \$927,741. Instructional expenditures accounted for \$470,471 or 51% of the expenditures for the year ended June 30, 2020, while support services of \$446,851 accounted for 48% of the expenditures. Capital outlay expenditures of \$10,419 accounted for 1%.

Debt Service Fund – The Debt Service Fund expenditures were entirely funded with property taxes of \$1,635,494. As a result, total fund balance remained at \$0 at June 30, 2020.

Proprietary Funds

The District maintains an Enterprise Fund to account for activities, which are supported in part through user fees.

Enterprise Funds - The District uses Enterprise Funds to report activities related to the Food Services, Summer Enrichment, Social Club, Technology and Pay to Participate Programs. The District's Enterprise Funds provide the same type of information found in the government-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of this Fund have already been addressed in the discussion of the District's business-type activities.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2020

The School District's Governmental Funds

All governmental funds (i.e., general fund, special revenue fund and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$49,257,050 and \$48,098,139 for the years ended June 30, 2020 and 2019, respectively.

Total expenditures amounted to \$46,885,638 and \$47,235,143 for the years ended June 30, 2020 and 2019, respectively.

As demonstrated by the various statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

The following schedule presents a comparison of the revenues of the governmental funds for the fiscal years ending June 30, 2020 and 2019.

<u>Revenues</u>	<u>Amount</u>		<u>Increase/(Decrease)</u> <u>2019 vs. 2020</u>	
	<u>2020</u>	<u>2019</u>	<u>Amount</u>	<u>Percent</u>
Local Sources	\$ 40,313,118	\$ 39,546,784	\$ 766,334	1.94%
State Sources	8,467,148	8,062,609	404,539	5.02%
Federal Sources	<u>476,784</u>	<u>488,746</u>	<u>(11,962)</u>	-2.45%
 Total	 <u>\$ 49,257,050</u>	 <u>\$ 48,098,139</u>	 <u>\$ 1,158,911</u>	 2.41%

The increase in local sources of \$766,334 is the net result of a \$807,806 increase in the overall property tax levy, an increase of \$8,332 in interest income and a \$49,804 decrease in miscellaneous revenues.

The increase in State sources of \$404,539 is mainly the result of the increase in on-behalf budgetary TPAF pension revenue of \$388,809.

The decrease in Federal sources of \$11,962 is the result of a decrease in grant funds realized.

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

<u>Expenditures</u>	<u>Amount</u>		<u>Increase/(Decrease)</u> <u>2019 vs. 2020</u>	
	<u>2020</u>	<u>2019</u>	<u>Amount</u>	<u>Percent</u>
Current Expense:				
Instruction	\$ 26,084,017	\$ 26,095,088	\$ (11,071)	-0.04%
Support Services	17,601,494	17,921,553	(320,059)	-1.79%
Capital Outlay	1,129,836	1,166,382	(36,546)	-3.13%
Debt Service:				
Principal	1,380,382	1,335,098	45,284	3.39%
Interest and Other Charges	663,866	717,022	(53,156)	-7.41%
Cost of Issuance	<u>26,043</u>	<u>-</u>	<u>26,043</u>	
 Total	 <u>\$ 46,885,638</u>	 <u>\$ 47,235,143</u>	 <u>\$ (349,505)</u>	 -0.74%

WYCKOFF TOWNSHIP PUBLIC SCHOOLS

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020**

The School District's Funds (Continued)

The decrease in instruction and support services expenditures of \$11,071 and \$320,059, respectively is primarily the result of COVID 19 pandemic effecting current year operations.

The decrease in capital outlay of \$36,546 is the result of the District expending more in fiscal year 2019 on capital additions.

The debt service expenditures remained level over the prior year.

General Fund Budgeting Highlights

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

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

The following schedule represents a comparison of the original and final amended budget amounts.

<u>Expenditures</u>	<u>Original Budget</u>	<u>Final Amended Budget</u>	<u>Increase/(Decrease) Over Original Budget</u>	
			<u>Amount</u>	<u>Percent</u>
Current				
Instruction	\$ 16,365,112	\$ 16,587,899	\$ 222,787	1.36%
Undistributed	24,124,167	23,993,853	(130,314)	-0.54%
Capital Outlay	<u>1,563,486</u>	<u>1,660,302</u>	<u>96,816</u>	6.19%
 Total	 <u>\$ 42,052,765</u>	 <u>\$ 42,242,054</u>	 <u>\$ 189,289</u>	 0.45%

The increase in the final modified budget of \$189,289 is attributable to the reappropriation of prior year encumbrances.

The following schedule represents a comparison of the final modified budget and actual budget results:

<u>Expenditures</u>	<u>Final Amended Budget</u>	<u>Actual Budget Results</u>	<u>Increase/(Decrease) Over Final Amended Budget</u>	
			<u>Amount</u>	<u>Percent</u>
Current				
Instruction	\$ 16,587,899	\$ 15,811,676	\$ (776,223)	-4.68%
Undistributed	23,993,853	27,335,468	3,341,615	13.93%
Capital Outlay	<u>1,660,302</u>	<u>1,184,216</u>	<u>(476,086)</u>	-28.67%
 Total	 <u>\$ 42,242,054</u>	 <u>\$ 44,331,360</u>	 <u>\$ 2,089,306</u>	 4.95%

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

General Fund Budgeting Highlights (Continued)

The total actual budget results of \$44,331,360 is greater than the total final amended budget of \$42,242,054 by \$2,089,306 and is primarily attributable to the following:

Increases to the actual budget results –

- The On Behalf TPAF Benefits is a statutory, non-budgeted line item resulting in an increase to the actual budget results of \$6,384,905.

Decreases to the actual budget results –

- A decrease in the total amount spent on salaries of \$1,014,025 mainly due to a savings of \$494,590 in teacher and administrative salaries, primarily the result of the retirements and changes in staff, \$186,969 from a reduction in substitutes needed and \$332,466 in other salaries as a result of a district wide shut down in March due to the Covid-19 pandemic.
- A decrease in the total amount spent on classroom supplies, services and textbooks of \$162,213, primarily the result of savings obtained through consortium purchase agreements and reduced textbook needs.
- A decrease in the total amount spent on the improvement of instructional services of \$108,391, primarily the result of a reduction in outside training consultants.
- A decrease in the total amount spent on special education costs of \$674,334, primarily the result of a \$490,632, reduction in out-of-district tuition costs due to an increase in the number of special needs students kept in district; and a decrease of \$183,702 in needed purchased professional education services.
- A decrease in the total amount spent on facility operation and maintenance, and security of \$594,826, primarily the result of a reduction in purchased repair and maintenance services of \$258,118, due to the utilization of in-house maintenance staff performing routine and complex repairs; a reduction in supply costs of \$116,958, primarily the result of savings obtained through consortium purchase agreements and fewer supplies needed during the shutdown; and energy savings of \$219,750 as a result of favorable energy prices and the shutdown of all district buildings in March.
- A decrease in the total amount spent on student transportation services of \$76,490 due to reduced expenses during the pandemic shutdown.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020*

General Fund Budgeting Highlights (Continued)

- A decrease in the total amount spent on employee benefits of \$1,017,822 primarily the result of a \$875,492 savings in health, prescription, and dental coverages, due to a lower than anticipated increase in premium rates; and a \$75,480 reduced contributions to the Public Employees Retirement System and Social Security as a result of reduced salaries.
- A decrease in the total amount spent on general administration costs of \$162,074 due to a decrease of \$43,831 in legal expense, and a reduction in professional service fees and communication costs of \$44,336 and \$6,203, respectively.
- A decrease in the total amount spent on Capital Outlay of \$476,086 primarily the result of lower than anticipated construction costs of \$396,886.
- Overall expenditure savings of \$9,338 primarily the result of prudent spending.

The following schedule represents a comparison of the original budget and actual budget results:

<u>Expenditures</u>	<u>Original Budget</u>	<u>Actual Budget Results</u>	<u>Increase/(Decrease) Over Original Budget</u>	
			<u>Amount</u>	<u>Percent</u>
Current				
Instruction	\$ 16,365,112	\$ 15,811,676	\$ (553,436)	-3.38%
Undistributed	24,124,167	27,335,468	3,211,301	13.31%
Capital Outlay	<u>1,563,486</u>	<u>1,184,216</u>	<u>(379,270)</u>	-24.26%
 Total	 <u>\$ 42,052,765</u>	 <u>\$ 44,331,360</u>	 <u>\$ 2,278,595</u>	 5.42%

The increase of \$2,278,595 between the actual budget results and the original budget is derived from the combination of \$189,289 as identified in the above analysis comparing the original budget to the final modified budget and \$2,089,306 identified in the schedule comparing the final amended budget to actual budget results.

Capital Assets

The District's investment in capital assets for its governmental and business-type activities as of June 30, 2020 is \$38,046,121 net of accumulated depreciation. The decrease in capital assets of \$707,309 net of accumulated depreciation, from the period ending June 30, 2019, was the result of depreciation expense being greater than current year capital assets additions. The capital assets consist of land, construction in progress, buildings and building improvements, computers, specialized machinery and various other types of equipment. Depreciation charges for fiscal year 2019-20 amounted to \$1,833,546 for governmental activities and \$19,465 for business-type activities. Additional information on capital assets may be found in Note 4D to the financial statements.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020

Capital Assets (Continued)

Table 4
Capital Assets at June 30, 2020 and 2019
(Net of Accumulated Depreciation)

	<u>Governmental</u>		<u>Business Type</u>		<u>Total</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Land	\$ 323,568	\$ 323,568			\$ 323,568	\$ 323,568
Construction in Progress	138,652	130,160			138,652	130,160
Buildings and Building Improvements	59,298,142	58,221,634	229,249	229,249	59,527,391	58,450,883
Machinery and Equipment	<u>3,376,410</u>	<u>3,409,874</u>	<u>136,371</u>	<u>129,396</u>	<u>3,512,781</u>	<u>3,539,270</u>
Subtotal	63,136,772	62,085,236	365,620	358,645	63,502,392	62,443,881
Less: Accumulated Depreciation	<u>(25,303,170)</u>	<u>(23,556,815)</u>	<u>(153,101)</u>	<u>(133,636)</u>	<u>(25,456,271)</u>	<u>(23,690,451)</u>
Total Capital Assets, Net of Accumulated Depreciation	<u>\$ 37,833,602</u>	<u>\$ 38,528,421</u>	<u>\$ 212,519</u>	<u>\$ 225,009</u>	<u>\$ 38,046,121</u>	<u>\$ 38,753,430</u>

Long-Term Liabilities

At June 30, 2020 the District had \$26,857,836 of long-term liabilities comprised of capital leases payable, compensated absences, net pension liability and bonds payable for school construction in the amounts of \$143,634, \$813,878, \$7,850,324 and \$18,050,000, respectively. At June 30, 2019 the District had \$28,765,898 of long-term liabilities comprised of capital lease payable, compensated absences, net pension liability and bonds payable for school construction in the amounts of \$219,016, \$764,891, \$8,461,991 and \$19,320,000, respectively.

Additional information on long-term liabilities may be found in Note 4G of the financial statements.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020***

For the Future

The Wyckoff Township Public Schools is in excellent financial condition presently. The District is grateful for the community support of the public schools. A major concern of the District is its increasing reliance on property taxes.

In conclusion, the Wyckoff Township Public Schools has committed itself to financial and educational excellence. Its system for financial planning, budgeting, and internal financial controls is audited annually and it plans to continue to manage its finances in order to meet the many challenges ahead.

Contacting the District's Financial Management

This financial report is designed to provide the citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Patricia A. Salvati, Business Administrator/Board Secretary at Wyckoff Township Public Schools, 241 Morse Avenue, Wyckoff, NJ 07481.

FINANCIAL STATEMENTS

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2020

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 10,181,006	\$ 487,972	\$ 10,668,978
Receivables, net			
Receivables from Other Governments	62,979		62,979
Other	378	3,030	3,408
Prepaid Items		3,883	3,883
Inventory		13,528	13,528
Capital Assets, net			
Not Being Depreciated	462,220		462,220
Being Depreciated	<u>37,371,382</u>	<u>212,519</u>	<u>37,583,901</u>
Total Assets	<u>48,077,965</u>	<u>720,932</u>	<u>48,798,897</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amounts on Refunding of Debt	1,045,079		1,045,079
Deferred Amount on Net Pension Liability	<u>1,745,884</u>	<u>-</u>	<u>1,745,884</u>
Total Deferred Outflows of Resources	<u>2,790,963</u>	<u>-</u>	<u>2,790,963</u>
LIABILITIES			
Accounts Payable	376,794	900	377,694
Payable to State Government	32,432		32,432
Accrued Interest Payable	143,152		143,152
Unearned Revenue	27,059	20,987	48,046
Noncurrent Liabilities			
Due Within One Year	1,531,813		1,531,813
Due Beyond One Year	<u>25,725,894</u>	<u>-</u>	<u>25,725,894</u>
Total Liabilities	<u>27,837,144</u>	<u>21,887</u>	<u>27,859,031</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Amount on Net Pension Liability	<u>3,178,268</u>	<u>-</u>	<u>3,178,268</u>
Total Deferred Inflows of Resources	<u>3,178,268</u>	<u>-</u>	<u>3,178,268</u>
NET POSITION			
Net Investment in Capital Assets	20,428,810	212,519	20,641,329
Restricted for:			
Capital Projects	6,803,706		6,803,706
Maintenance	500,000		500,000
Unrestricted	<u>(7,879,000)</u>	<u>486,526</u>	<u>(7,392,474)</u>
Total Net Position	<u>\$ 19,853,516</u>	<u>\$ 699,045</u>	<u>\$ 20,552,561</u>

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction:							
Regular	\$ 22,100,652		\$ 5,308,565		\$ (16,792,087)		\$ (16,792,087)
Special Education	6,170,903	\$ 46,716	2,666,339		(3,457,848)		(3,457,848)
Other Instruction	617,774		155,269		(462,505)		(462,505)
School Sponsored Activities and Athletics	141,646		35,864		(105,782)		(105,782)
Support Services							
Student and Instruction Related Services	9,236,761		2,353,567		(6,883,194)		(6,883,194)
General Administration Services	1,246,626		83,588		(1,163,038)		(1,163,038)
School Administration Services	3,132,383		556,194		(2,576,189)		(2,576,189)
Business / Central Services	951,874		116,610		(835,264)		(835,264)
Plant Operations and Maintenance	4,048,172		127,186		(3,920,986)		(3,920,986)
Pupil Transportation	804,861	27,511	281,876		(495,474)		(495,474)
Debt Service Interest and Other Charges	670,456	-	-	-	(670,456)	-	(670,456)
Total Governmental Activities	<u>49,122,108</u>	<u>74,227</u>	<u>11,685,058</u>	<u>-</u>	<u>(37,362,823)</u>	<u>-</u>	<u>(37,362,823)</u>
Business-Type Activities							
Food Service	354,107	342,002				\$ (12,105)	(12,105)
Summer Enrichment Program	74,017	139,172				65,155	65,155
Social Club	36,723	47,545				10,822	10,822
Technology Program	-	14,421				14,421	14,421
Pay to Participate	29,929	9,300	-	-	-	(20,629)	(20,629)
Total Business-Type Activities	<u>494,776</u>	<u>552,440</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,664</u>	<u>57,664</u>
Total Primary Government	\$ <u>49,616,884</u>	\$ <u>626,667</u>	\$ <u>11,685,058</u>	\$ <u>-</u>	<u>(37,362,823)</u>	<u>57,664</u>	<u>(37,305,159)</u>
General Revenues:							
Property Taxes levied for General Purposes					38,397,113		38,397,113
Property Taxes levied for Debt Service					1,635,494		1,635,494
Investment Earnings					91,530	862	92,392
Miscellaneous Income					51,192		51,192
Transfers					(35,000)	35,000	-
Total General Revenues and Transfers					<u>40,140,329</u>	<u>35,862</u>	<u>40,176,191</u>
Change in Net Position					2,777,506	93,526	2,871,032
Net Position, Beginning of year					<u>17,076,010</u>	<u>605,519</u>	<u>17,681,529</u>
Net Position, End of year					\$ <u>19,853,516</u>	\$ <u>699,045</u>	\$ <u>20,552,561</u>

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

FUND FINANCIAL STATEMENTS

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 GOVERNMENTAL FUNDS
 BALANCE SHEET
 AS OF JUNE 30, 2020

	General <u>Fund</u>	Special Revenue <u>Fund</u>	Debt Service <u>Fund</u>	Total Governmental <u>Funds</u>
ASSETS				
Assets				
Cash and Cash Equivalents	\$ 10,158,705	\$ 22,301		\$ 10,181,006
Receivables				
Intergovernmental	4,646	58,333		62,979
Other	378	-	-	378
	<u>10,163,729</u>	<u>80,634</u>	<u>-</u>	<u>10,244,363</u>
Total Assets	<u>\$ 10,163,729</u>	<u>\$ 80,634</u>	<u>\$ -</u>	<u>\$ 10,244,363</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	\$ 347,261	\$ 29,533		\$ 376,794
Intergovernmental Payable - State		32,432		32,432
Unearned Revenue	8,390	18,669	-	27,059
	<u>355,651</u>	<u>80,634</u>	<u>-</u>	<u>436,285</u>
Total Liabilities	<u>355,651</u>	<u>80,634</u>	<u>-</u>	<u>436,285</u>
Fund Balances				
Restricted				
Excess Surplus	650,000			650,000
Excess Surplus - Designated for Subsequent Year's Expenditures	800,000			800,000
Capital Reserve	4,763,206			4,763,206
Capital Reserve - Designated for Subsequent Year's Expenditures	2,040,500			2,040,500
Maintenance Reserve	500,000			500,000
Assigned	-			-
Year End Encumbrances	382,813			382,813
Unassigned				
General Fund	671,559	-	-	671,559
	<u>9,808,078</u>	<u>-</u>	<u>-</u>	<u>9,808,078</u>
Total Fund Balances	<u>9,808,078</u>	<u>-</u>	<u>-</u>	<u>9,808,078</u>
Total Liabilities and Fund Balances	<u>\$ 10,163,729</u>	<u>\$ 80,634</u>	<u>\$ -</u>	<u>\$ 10,244,363</u>

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

Total Fund Balances - Governmental Funds \$ 9,808,078

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$63,136,772 and the accumulated depreciation is \$25,303,170. 37,833,602

The District has financed capital assets through the issuance of bonds. The interest accrual at year end is: (143,152)

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

Deferred Outflows of Resources	\$ 1,745,884	
Deferred Inflows of Resources	<u>(3,178,268)</u>	(1,432,384)

Amounts resulting from the refunding of debt are reported as deferred outflows of resources on the statement of net position and amortized over the life of the debt. 1,045,079

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds.
 Long-term liabilities at year end consist of the following:

Bonds Payable, Including Unamortized Premium	\$ (18,449,871)	
Net Pension Liability	(7,850,324)	
Capital Leases Payable	(143,634)	
Compensated Absences	<u>(813,878)</u>	(27,257,707)

Net position of governmental activities \$ 19,853,516

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES				
Local Sources				
Property Tax Levy	\$ 38,397,113		\$ 1,635,494	\$ 40,032,607
Interest Income	91,530			91,530
Miscellaneous	125,419	\$ 63,562	-	188,981
	<u>38,614,062</u>	<u>63,562</u>	<u>1,635,494</u>	<u>40,313,118</u>
Total - Local Sources				
State Sources	8,079,753	387,395		8,467,148
Federal Sources	-	476,784	-	476,784
	<u>8,079,753</u>	<u>476,784</u>	<u>-</u>	<u>8,467,148</u>
Total Revenues	<u>46,693,815</u>	<u>927,741</u>	<u>1,635,494</u>	<u>49,257,050</u>
EXPENDITURES				
Current				
Instruction				
Regular Instruction	19,484,173	72,933		19,557,106
Special Education Instruction	5,426,565	397,538		5,824,103
Other Instruction	571,785			571,785
School-Sponsored Activities and Athletics	131,023			131,023
Support Services				
Student and Instruction Related Services	8,140,575	446,851		8,587,426
General Administration Services	1,114,485			1,114,485
School Administration Services	2,914,712			2,914,712
Business / Central Services	861,796			861,796
Plant Operations and Maintenance	3,319,595			3,319,595
Pupil Transportation	803,480			803,480
Debt Service:				
Principal	330,382		1,050,000	1,380,382
Interest and Other Charges	78,372		585,494	663,866
Cost of Issuance			26,043	26,043
Capital Outlay	1,119,417	10,419	-	1,129,836
	<u>44,296,360</u>	<u>927,741</u>	<u>1,661,537</u>	<u>46,885,638</u>
Total Expenditures				
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>2,397,455</u>	<u>-</u>	<u>(26,043)</u>	<u>2,371,412</u>
OTHER FINANCING SOURCES (USES)				
Refunding Bond Proceeds			1,590,000	1,590,000
Payment to Refunding Escrow Agent			(1,563,957)	(1,563,957)
Transfers Out	(35,000)	-	-	(35,000)
	<u>(35,000)</u>	<u>-</u>	<u>26,043</u>	<u>(8,957)</u>
Total Other Financing Sources and (Uses)				
Net Change in Fund Balances	2,362,455	-	-	2,362,455
Fund Balance, Beginning of Year	7,445,623	-	-	7,445,623
Fund Balance, End of Year	<u>\$ 9,808,078</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,808,078</u>

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
WITH THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Total net change in fund balances - governmental funds (Exhibit B-2) \$ 2,362,455

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

Capital Outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital asset additions in the period.

Depreciation Expense	\$ (1,833,546)	
Capital Outlays	<u>1,129,836</u>	(703,710)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals and donations) is to increase net position. These transactions are not reported in the governmental funds financial statements.

Donated Capital Assets	8,891
------------------------	-------

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. (Note 2) 1,354,339

Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. Certain expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (Note 2) (244,469)

Change in net position of governmental activities (Exhibit A-2) \$ 2,777,506

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
AS OF JUNE 30, 2020**

	Business-Type Activities Enterprise Funds			<u>Totals</u>
	<u>Food Service Fund</u>	<u>Summer Enrichment Fund</u>	<u>Other Non Major Enterprise Funds</u>	
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 242,951	\$ 94,741	\$ 150,280	\$ 487,972
Other Account Receivable	2,090		940	3,030
Prepaid Expenses		3,883		3,883
Inventory	13,528	-	-	13,528
Total Current Assets	<u>258,569</u>	<u>98,624</u>	<u>151,220</u>	<u>508,413</u>
Capital Assets				
Building Improvements	229,249			229,249
Equipment	136,371			136,371
Less: Accumulated Depreciation	(153,101)	-	-	(153,101)
Total Capital Assets, Net	<u>212,519</u>	<u>-</u>	<u>-</u>	<u>212,519</u>
Total Assets	<u>471,088</u>	<u>98,624</u>	<u>151,220</u>	<u>720,932</u>
LIABILITIES				
Current Liabilities				
Accounts Payable	-	900	-	900
Unearned Revenue	14,967	6,020	-	20,987
Total Current Liabilities	<u>14,967</u>	<u>6,920</u>	<u>-</u>	<u>21,887</u>
NET POSITION				
Investment in Capital Assets	212,519			212,519
Unrestricted	243,602	91,704	151,220	486,526
Total Net Position	<u>\$ 456,121</u>	<u>\$ 91,704</u>	<u>\$ 151,220</u>	<u>\$ 699,045</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 PROPRIETARY FUND
 STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Business-Type Activities Enterprise Funds			<u>Totals</u>
	<u>Food Service Fund</u>	<u>Summer Enrichment Fund</u>	<u>Other Non Major Enterprise Funds</u>	
OPERATING REVENUES				
Charges for Services				
Daily Sales	\$ 340,923			\$ 340,923
Other	1,079			1,079
Program Fees	-	\$ 139,172	\$ 71,266	210,438
Total Operating Revenues	<u>342,002</u>	<u>139,172</u>	<u>71,266</u>	<u>552,440</u>
OPERATING EXPENSES				
Cost of Sales	147,644			147,644
Salaries and Employee Benefits	117,914	68,243	50,597	236,754
Supplies and Materials	4,163	5,574	7,513	17,250
Management Fee	30,661			30,661
Purchased Professional Services	29,162	200	8,542	37,904
Miscellaneous	5,098		-	5,098
Depreciation	19,465	-	-	19,465
Total Operating Expenses	<u>354,107</u>	<u>74,017</u>	<u>66,652</u>	<u>494,776</u>
Operating Income/(Loss)	<u>(12,105)</u>	<u>65,155</u>	<u>4,614</u>	<u>57,664</u>
NONOPERATING REVENUES				
Interest on Deposits	862	-	-	862
Total Nonoperating Revenues	<u>862</u>	<u>-</u>	<u>-</u>	<u>862</u>
Net Income/ (Loss) Before Operating Transfers	<u>(11,243)</u>	<u>65,155</u>	<u>4,614</u>	<u>58,526</u>
Operating Transfers				
Transfers In	-	-	35,000	35,000
Change in Net Position	(11,243)	65,155	39,614	93,526
Total Net Position, Beginning of Year	<u>467,364</u>	<u>26,549</u>	<u>111,606</u>	<u>605,519</u>
Total Net Position, End of Year	<u>\$ 456,121</u>	<u>\$ 91,704</u>	<u>\$ 151,220</u>	<u>\$ 699,045</u>

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

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	Business-Type Activities			Totals
	Enterprise Funds			
	Food Service Fund	Summer Enrichment Fund	Other Non Major Enterprise Fund	
Cash Flows from Operating Activities				
Cash Received from Customers	\$ 343,441	\$ 35,851	\$ 68,047	\$ 447,339
Cash Payments for Employees' Salaries and Benefits	(117,914)	(68,243)	(53,297)	(239,454)
Cash Payments to Suppliers for Goods and Services	(230,991)	(5,154)	(16,055)	(252,200)
Net Cash Provided (Used) by Operating Activities	(5,464)	(37,546)	(1,305)	(44,315)
Cash Flows from Noncapital Financing Activities				
Cash Received from Other Funds	-	-	35,000	35,000
Net Cash Provided by Noncapital Financing Activities	-	-	35,000	35,000
Cash Flows from Capital and Related Financing Activities				
Acquisition of Capital Assets	(6,975)	-	-	(6,975)
Net Cash (Used) by Capital and Related Financing Activities	(6,975)	-	-	(6,975)
Cash Flows from Investing Activities				
Interest on Deposits	862	-	-	862
Net Cash Provided by Investing Activities	862	-	-	862
Net Increase (Decrease) in Cash and Cash Equivalents	(11,577)	(37,546)	33,695	(15,428)
Cash and Cash Equivalents, Beginning of Year	254,528	132,287	116,585	503,400
Cash and Cash Equivalents, End of Year	\$ 242,951	\$ 94,741	\$ 150,280	\$ 487,972
Reconciliation of Operating Income (Loss) to Net Cash (Used) by Operating Activities				
Operating Income (Loss)	\$ (12,105)	\$ 65,155	\$ 4,614	\$ 57,664
Adjustments to Reconcile Operating Income (Loss) to Net Cash Used by Operating Activities				
Depreciation	19,465			19,465
Change in Assets and Liabilities				
Increase/(Decrease) in Accounts Payable	(5,684)	900	(2,700)	(7,484)
Increase/(Decrease) in Unearned Revenue	2,298	(103,321)	(2,570)	(103,593)
(Increase)/Decrease in Other Accounts Receivable	(859)		(649)	(1,508)
(Increase)/Decrease in Prepaid Expense	-	(280)		(280)
(Increase)/Decrease in Inventory	(8,579)	-	-	(8,579)
Total Adjustments	6,641	(102,701)	(5,919)	(101,979)
Net Cash (Used) by Operating Activities	\$ (5,464)	\$ (37,546)	\$ (1,305)	\$ (44,315)

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
AS OF JUNE 30, 2020**

	<u>Unemployment Compensation Trust Fund</u>	<u>Scholarship Fund</u>	<u>Agency Fund</u>
ASSETS			
Cash and Cash Equivalents	\$ 921,756	\$ 3,196	\$ 68,544
Total Assets	<u>\$ 921,756</u>	<u>\$ 3,196</u>	<u>\$ 68,544</u>
LIABILITIES			
Payable to Student Groups			\$ 49,182
Accrued Salaries and Wages			14
Payroll Deductions and Withholdings			19,348
Intergovernmental Payable State	<u>\$ -</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>\$ 68,544</u>
NET POSITION			
Reserved For Scholarships		<u>\$ 3,196</u>	
Held in Trust for Unemployment Claims	<u>\$ 921,756</u>		

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Unemployment Compensation Trust</u>	<u>Scholarship Fund</u>
ADDITIONS		
Contributions		
Employees	\$ 48,936	
Board	<u>10,000</u>	<u>-</u>
Total Contributions	<u>58,936</u>	<u>-</u>
Investment Earnings		
Interest	<u>9,864</u>	<u>\$ 35</u>
Net Investment Earnings	<u>9,864</u>	<u>35</u>
Total Additions	<u>68,800</u>	<u>35</u>
DEDUCTIONS		
Scholarships Awarded		150
Unemployment Claims and Contributions	<u>50,624</u>	<u>-</u>
Total Deductions	<u>50,624</u>	<u>150</u>
Change in Net Position	18,176	(115)
Net Position, Beginning of the Year	<u>903,580</u>	<u>3,311</u>
Net Position, End of the Year	<u>\$ 921,756</u>	<u>\$ 3,196</u>

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

NOTES TO THE FINANCIAL STATEMENTS

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Wyckoff Township Public Schools (the “Board” or the “District”) is an instrumentality of the State of New Jersey, established to function as an education institution. The Board consists of seven elected officials and is responsible for the fiscal control of the District. A superintendent is appointed by the Board and is responsible for the administrative control of the District. A Business Administrator/Board Secretary is also appointed by the Board and oversees the business functions of the District. Under existing statutes, the Board's duties and powers include, but are not limited to, the development and adoption of a school program; the establishment, organization and operation of schools; and the acquisition, maintenance and disposition of school property. The Board currently operates a Pre-Kindergarten through grade eight (8) school district

The Board also has broad financial responsibilities, including the approval of the annual budget and the establishment of a system of accounting and budgetary controls.

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

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

B. New Accounting Standards

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

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

- GASB No. 84, *Fiduciary Activities*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2021. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement established criteria for identifying fiduciary activities of all state and local governments.
- GASB No. 87, *Leases*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. New Accounting Standards (Continued)

- GASB No. 89, *Accounting for Interest Costs Incurred Before the End of a Construction Period*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022. The objectives of this Statement is to improve financial reporting by providing users of financial statements with more relevant information about capital assets and the cost of borrowing for a reporting period. The resulting information also will enhance the comparability of information about capital assets and the cost of borrowing for a reporting period for both governmental activities and business-type activities.
- GASB No. 92, *Omnibus 2020*, implementation postponed will be effective beginning with the fiscal year ending June 30, 2022 except requirements related to GASB No. 87 and Implementation Guide No. 2019-3 are effective upon issuance. The objective of this Statement is to enhance comparability in the application of accounting and financial reporting requirements and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement addresses a variety of topics.
- GASB No. 96, *Subscription – Based Information Technology Arrangements*, will be effective beginning with the fiscal year ending June 30, 2023. The objective of this Statement will be to improve financial reporting by establishing a definition for subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.
- GASB No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No.84, and a Supersession of GASB Statement No. 32*, the section that maybe applicable to the District will be effective beginning with the fiscal year ending June 30, 2022. The objective of this Statement is to provide more consistent financial reporting of defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans, while mitigating the costs associated with reporting those plans. The requirements also will enhance the relevance, consistency, and comparability of (1) the information related to Section 457 plans that meet the definition of a pension plan and the benefits provided through those plans and (2) investment information for all Section 457 plans.

C. Basis of Presentation - Financial Statements

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

Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Board of Education. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Financial Statements (Continued)

Government-wide Financial Statements (Continued)

Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. In the statement of net position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, and (b) reflect on a full accrual economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

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

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

Fund Financial Statements

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

The District reports the following major governmental funds:

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

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

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

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements (Continued)

C. Basis of Presentation - Financial Statements (Continued)

The *summer enrichment fund* accounts for the activities of the District's summer school program which provides education opportunities beyond the regular school term.

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

The *social club fund* accounts for the activities of special needs students which provides for the learning of interrelation skills.

The *technology program fund* accounts for the activities of student purchased insurance on district issued computers.

The *pay to participate fund* accounts for the activities of the District's extra-curricular activities which provides sports programs.

Additionally, the government reports the following fund types:

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

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

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

Reclassifications

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Measurement Focus and Basis of Accounting

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

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

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

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

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

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

1. Cash, Cash Equivalents and Investments

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

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

2. Receivables

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

3. Inventories

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

Food Service Fund inventories are valued at cost, using the first-in first-out (FIFO) method and consist of food and expendable supplies. The cost of such inventories is recorded as expenses when consumed rather than when purchased.

4. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

5. Capital Assets

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Building Improvements	10-40
Machinery and Equipment	5-25

6. Deferred Outflows/Inflows of Resources

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

6. Deferred Outflows/Inflows of Resources (Continued)

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

7. Compensated Absences

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

8. Pensions

In the government-wide financial statements and proprietary fund types in the fund financial statements for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the retirement systems sponsored and administered by the State of New Jersey and additions to/deductions from these retirement systems' fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

9. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums are deferred and amortized over the life of the bonds using the effective interest method. Losses resulting from debt refundings are also deferred and amortized over the life of the refunded bonds or new bonds whichever is less using the effective interest method. Bonds payable are reported with the unamortized bond premium.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

10. *Net Position/Fund Balance*

Government-wide Statements

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

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

Governmental Fund Statements

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

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

Excess Surplus – This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2020 audited excess surplus that is required to be appropriated in the 2021/2022 original budget certified for taxes.

Excess Surplus – Designated for Subsequent Year's Expenditures - This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2019 audited excess surplus that was appropriated in the 2019/2020 original budget certified for taxes.

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

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

Maintenance Reserve – This restriction was created by the Board in accordance with NJAC 6A:23A-14.2 to accumulate funds for the required maintenance of school facilities in accordance with the EFCA (NJSA 18A:7G-9) for a thorough and efficient education. (See Note 3C).

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

10. Net Position/Fund Balance (Continued)

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

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

11. Fund Balance Policies

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

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

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

F. Revenues and Expenditures/Expenses

1. Program Revenues

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

2. Property Taxes

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Revenues and Expenditures/Expenses (Continued)

3. *Tuition Revenues and Expenditures*

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

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

4. *Proprietary Funds, Operating and Nonoperating Revenues and Expenses*

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

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

An element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this \$1,354,339 difference are as follows:

Debt issued or incurred:	
Refunding Bonds	\$ (1,590,000)
Payment to Refunding Escrow Agent	1,563,957
Principal repayments:	
Bonds Payable	1,305,000
Capital Lease Payable	<u>75,382</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 1,354,339</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS
 (Continued)**

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds”. The details of this \$(244,469) difference are as follows:

Compensated absences	\$ (48,987)
Accrued interest	14,545
Amortization of deferred charge on refunding	(191,969)
Amortization of bond premiums	170,834
PERS Net Pension Expense Adjustment	<u>(188,892)</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	<u>\$(244,469)</u>

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

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

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The budget is submitted to the county superintendent for review and approval prior to adoption. Prior to the 2012/2013 budget year, the annual budget was required to be voted upon at the annual school election held on the third Tuesday in April. On January 17, 2012, Chapter 202 of the Laws of P.L. 2011 was approved which established procedures for moving the date of a school district’s annual school election from April to the general election in November. Under the new law, districts that have their school board members elected in November no longer have to submit their budgets that meet levy cap requirements for voter approval beginning with the 2012/2013 budget year. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot. On February 13, 2012, the Board adopted a resolution to move its annual election to the date of the general elections in accordance with the law; therefore voter approval of the annual budget is not required.

Budget adoptions and amendments are recorded in the District’s board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2019/2020. Also, during 2019/2020 the Board increased the original budget by \$530,258. The increase was funded by additional grant awards and the reappropriation of prior year general fund encumbrances.

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described in the Notes to Required Supplementary Information (RSI). Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

A. Budgetary Information (Continued)

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

B. Capital Reserve

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

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

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

Balance, July 1, 2019		\$ 4,547,840
Increased by:		
Interest earnings	\$ 22,140	
Deposits Approved by Board Resolution	3,263,966	
Unexpended Balances From Capital Outlay	<u>265,260</u>	
Total Increases		<u>3,551,366</u>
		8,099,206
Decreased by:		
Approved in District Budget		<u>1,295,500</u>
Balance, June 30, 2020		<u>\$ 6,803,706</u>

The withdrawals from the capital reserve were for use in a department approved facilities project, consistent with the district's Long Range Facilities Plan. \$2,040,500 of the capital reserve balance at June 30, 2020 was designated and appropriated for use in the 2020/2021 original budget certified for taxes.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 3 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

C. Maintenance Reserve

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

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

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

Balance, July 1, 2019	\$ 250,000
Increased by:	
Deposits Approved by Board Resolution	250,000
Balance, June 30, 2020	\$ 500,000

The June 30, 2020 comprehensive maintenance plan indicated a maximum maintenance reserve amount of \$2,150,503.

D. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended, the restricted fund balance for Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund fund balance in excess of 2% of budget expenditures at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The excess fund balance at June 30, 2020 is \$1,450,000. Of this amount, \$800,000 was designated and appropriated in the 2020/2021 original budget certified for taxes and the remaining amount of \$650,000 will be appropriated in the 2021/2022 original budget certified for taxes.

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Cash Deposits and Investments

Cash Deposits

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

A. Cash Deposits and Investments (Continued)

Cash Deposits (Continued)

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to \$250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2019, the book value of the Board's deposits were \$11,662,474 and bank and brokerage firm balances of the Board's deposits amounted to \$12,083,432. The Board's deposits which are displayed on the various fund balance sheets as "cash and cash equivalents" are categorized as:

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ <u>12,083,432</u>

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

Investments

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

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

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

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

B. Receivables

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

	<u>General</u>	<u>Special Revenue</u>	<u>Food Service</u>	<u>Non-major Technology Program Fund</u>	<u>Total</u>
Receivables:					
Intergovernmental					
Federal		\$ 22,299			\$ 22,299
State	\$ 4,646	36,034			40,680
Other	378	-	\$ 2,090	\$ 940	3,408
Gross Receivables	5,024	58,333	2,090	940	66,387
Less: Allowance for Uncollectibles	-	-	-	-	-
Net Total Receivables	<u>\$ 5,024</u>	<u>\$ 58,333</u>	<u>\$ 2,090</u>	<u>\$ 940</u>	<u>\$ 66,387</u>

C. Unearned Revenue

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

	<u>Total</u>
General Fund	
Tuition and Subscription Busing Deposits	\$ 8,390
Special Revenue Fund	
Unencumbered Grant Draw Downs	18,669
Total Unearned Revenue for Governmental Funds	<u>\$ 27,059</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets

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

	Balance, <u>July 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Adjustments</u>	Balance, <u>June 30, 2020</u>
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 323,568				\$ 323,568
Construction in progress	<u>130,160</u>	<u>\$ 1,074,581</u>	<u>-</u>	<u>\$ (1,066,089)</u>	<u>138,652</u>
Total capital assets, not being depreciated	<u>453,728</u>	<u>1,074,581</u>	<u>-</u>	<u>(1,066,089)</u>	<u>462,220</u>
Capital assets, being depreciated:					
Buildings and Building Improvements	58,221,634	10,419		1,066,089	59,298,142
Machinery and equipment	<u>3,409,874</u>	<u>53,727</u>	<u>\$ (87,191)</u>	<u>-</u>	<u>3,376,410</u>
Total capital assets being depreciated	<u>61,631,508</u>	<u>64,146</u>	<u>(87,191)</u>	<u>1,066,089</u>	<u>62,674,552</u>
Less accumulated depreciation for:					
Buildings and Building Improvements	(21,277,507)	(1,639,293)			(22,916,800)
Machinery and equipment	<u>(2,279,308)</u>	<u>(194,253)</u>	<u>87,191</u>	<u>-</u>	<u>(2,386,370)</u>
Total accumulated depreciation	<u>(23,556,815)</u>	<u>(1,833,546)</u>	<u>87,191</u>	<u>-</u>	<u>(25,303,170)</u>
Total capital assets, being depreciated, net	<u>38,074,693</u>	<u>(1,769,400)</u>	<u>-</u>	<u>1,066,089</u>	<u>37,371,382</u>
Governmental activities capital assets, net	<u>\$ 38,528,421</u>	<u>\$ (694,819)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 37,833,602</u>
	Balance, <u>July 1, 2019</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance, June 30, 2020</u>	
Business-Type Activities:					
Capital assets, being depreciated:					
Building Improvements	\$ 229,249			\$ 229,249	
Machinery and equipment	<u>129,396</u>	<u>\$ 6,975</u>	<u>\$ -</u>	<u>136,371</u>	
Total capital assets being depreciated	<u>358,645</u>	<u>6,975</u>	<u>-</u>	<u>365,620</u>	
Less accumulated depreciation for:					
Building Improvements	(48,643)	(8,448)		(57,091)	
Machinery and equipment	<u>(84,993)</u>	<u>(11,017)</u>	<u>-</u>	<u>(96,010)</u>	
Total accumulated depreciation	<u>(133,636)</u>	<u>(19,465)</u>	<u>-</u>	<u>(153,101)</u>	
Total capital assets, being depreciated, net	<u>225,009</u>	<u>(12,490)</u>	<u>-</u>	<u>212,519</u>	
Business-type activities capital assets, net	<u>\$ 225,009</u>	<u>\$ (12,490)</u>	<u>\$ -</u>	<u>\$ 212,519</u>	

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

D. Capital Assets (Continued)

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

Governmental Activities:

Instruction

Regular	\$ 978,489
Special Education	28,358
Total Instruction	<u>1,006,847</u>

Support Services

Student and Instruction Related Services	60,283
General Administrative Services	53,578
Plant Operations and Maintenance	676,652
Pupil Transportation	346
Business / Central Services	<u>35,840</u>

Total Support Services	<u>826,699</u>
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Total Depreciation Expense - Governmental Activities	<u>\$ 1,833,546</u>
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Business-Type Activities:

Food Service Fund	<u>\$ 19,465</u>
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Construction and Other Significant Commitments

The District has the following active construction projects that were awarded in 2019/20 and will be funded in the 2020/21 budget as of June 30, 2020:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
HVAC Upgrades at Sicomac	\$ -	\$ 1,055,000
	<u>\$ -</u>	<u>\$ 1,055,000</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

E. Interfund Transfers

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

Interfund transfers

	<u>Transfer In:</u>	
	<u>Pay to Participate Fund</u>	<u>Total</u>
<u>Transfer Out:</u>		
General Fund	\$ 35,000	\$ 35,000
Total transfers out	<u>\$ 35,000</u>	<u>\$ 35,000</u>

The above transfers are the result of revenues earned and/or other financing sources received in one fund to finance expenditures in another fund.

F. Leases

Capital Leases

The District is leasing computers totaling \$219,016 under a capital lease. The lease is for a term of 3 years.

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

<u>Fiscal Year Ending June 30</u>	<u>Governmental Activities</u>
2021	\$ 76,104
2022	<u>76,104</u>
Total minimum lease payments	152,208
Less: amount representing interest	<u>(8,574)</u>
Present value of minimum lease payments	<u>\$ 143,634</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-Term Debt

General Obligation Bonds

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

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

\$9,485,000, 2012 Refunding School Bonds, due in annual installments of \$1,015,000 to \$1,165,000 through April 1, 2025, interest at 3.00% to 4.00%	\$ 5,480,000
\$12,440,000, 2013 Refunding School Bonds, due in annual installments of \$70,000 to \$1,660,000 through April 1, 2032, interest at 2.125% to 4.00%	10,980,000
\$1,590,000, 2020 School Energy Savings Refunding Bonds, due in annual installments of \$295,000 to \$340,000 through March 15, 2025, interest at 1.65%	<u>1,590,000</u>
Total	<u>\$18,050,000</u>

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

Governmental Activities:

Fiscal Year Ending <u>June 30,</u>	<u>Serial Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2021	\$ 1,380,000	\$ 569,891	\$ 1,949,891
2022	1,445,000	524,176	1,969,176
2023	1,495,000	474,972	1,969,972
2024	1,540,000	434,750	1,974,750
2025-2029	7,355,000	1,454,719	8,809,719
2030-2032	<u>4,835,000</u>	<u>292,950</u>	<u>5,127,950</u>
Total	<u>\$ 18,050,000</u>	<u>\$ 3,751,458</u>	<u>\$ 21,801,458</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 DETAILED NOTES ON ALL FUNDS (Continued)

G. Long-Term Debt (Continued)

Statutory Borrowing Power

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

3% of Equalized Valuation Basis (Municipal)	\$ 140,170,392
Less: Net Debt	<u>18,050,000</u>
Remaining Borrowing Power	<u>\$ 122,120,392</u>

Current Refunding of Debt

On April 2, 2020, the District issued \$1,590,000 in School Energy Savings Refunding Bonds, Series 2020 having an interest rate of 1.65%. These Bonds were issued in order to currently refund certain principal maturities of the School Energy Savings Refunding Bonds, Series 2010. The total principal currently refunded was \$1,555,000 on the call date of May 5, 2020. The reacquisition price exceeded the net carrying amount of the old debt by \$8,957. This amount has been reported as Deferred Outflows of Resources on the financial statements and will be amortized over the new debt's life. This current refunding was undertaken to reduce total debt service payments over the next 5 years by \$82,819 and resulted in an economic gain of \$80,806.

H. Other Long-Term Liabilities

Changes in Long-Term Liabilities

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

	<u>Balance, July 1, 2019</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance, June 30, 2020</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable	\$ 19,320,000	\$ 1,590,000	\$ 2,860,000	\$ 18,050,000	\$ 1,380,000
Unamortized Premium	<u>570,705</u>	<u>-</u>	<u>170,834</u>	<u>399,871</u>	<u>-</u>
	19,890,705	1,590,000	3,030,834	18,449,871	1,380,000
Capital Leases Payable	219,016		75,382	143,634	70,425
Net Pension Liability	8,461,991		611,667	7,850,324	
Compensated absences	<u>764,891</u>	<u>48,987</u>	<u>-</u>	<u>813,878</u>	<u>81,388</u>
Governmental activity					
Long-term liabilities	<u>\$ 29,336,603</u>	<u>\$ 1,638,987</u>	<u>\$ 3,717,883</u>	<u>\$ 27,257,707</u>	<u>\$ 1,531,813</u>

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION

A. Risk Management

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

The District is a member of the Northeast Bergen County School Board Insurance Group (NESBIG). The Group is a risk sharing public entity pool, established for the purpose of insuring against various risks.

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

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

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

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

Fiscal Year Ended <u>June 30,</u>	District <u>Contributions</u>	Employee <u>Contributions</u>	Amount <u>Reimbursed</u>	Ending <u>Balance</u>
2020	\$ 10,000	\$ 48,936	\$ 50,624	\$ 921,756
2019		49,705	30,693	903,580
2018		47,250	18,157	874,119

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

B. Contingent Liabilities

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

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

C. Federal Arbitrage Regulations

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

D. Employee Retirement Systems and Pension Plans

Plan Descriptions and Benefits Provided

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

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Public Employees' Retirement System (PERS) (Continued)

The following represents the membership tiers for PERS:

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

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

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

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

The following represent the membership tiers for TPAF:

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

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

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

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

Other Pension Funds

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

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

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Plan Amendments

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

Measurement Focus and Basis of Accounting

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

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

Investment Valuation

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

Collective Net Pension Liability

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

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

Actuarial Methods and Assumptions

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

Employer and Employee Pension Contributions

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

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

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

Fiscal Year Ended <u>June 30,</u>	<u>PERS</u>	On-behalf <u>TPAF</u>	<u>DCRP</u>
2020	\$ 423,792	\$ 3,746,149	\$ 10,537
2019	427,484	3,357,340	9,777
2018	373,942	2,572,977	4,402

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

In addition for fiscal years 2020, 2019 and 2018 the District contributed \$2,652, \$3,083 and \$5,712, respectively for PERS and the State contributed \$2,777, \$3,305 and \$3,901, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

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

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$1,246,226 during the fiscal year ended June 30, 2020 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the government-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as both a revenue and expense/expenditure in accordance with GASB No. 85.

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

Public Employees Retirement System (PERS)

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

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

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

At June 30, 2020, the District reported in the statement of net position (accrual basis) a liability of \$7,850,324 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2019 and was determined by an actuarial valuation as of July 1, 2018. The District's proportionate share of the net pension liability was based on the ratio of the District's share of contributions to the pension plan relative to the total contributions of all participating governmental entities, for the year ended June 30, 2019. At June 30, 2019, the District's proportionate share was .04357 percent, which was an increase of .00059 percent from its proportionate share measured as of June 30, 2018 of .04298 percent.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

For the fiscal year ended June 30, 2020, the District recognized in the government-wide statement of activities (accrual basis) pension expense of \$612,684 for PERS. The pension contribution made by the District during the current 2019/2020 fiscal year is the contribution that is applied to the net pension liability reported at the end of the current fiscal year of June 30, 2020 with a measurement date of the prior fiscal year end of June 30, 2019. Since the State of New Jersey applies the current year pension contribution towards the calculation of the net pension liability reported at the end of the current fiscal year, which has a measurement date of the preceding fiscal year end, there is no deferred outflows of resources reported as of June 30, 2020 for contributions made subsequent to the measurement date. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 140,903	\$ 34,679
Changes of Assumptions	783,884	2,724,823
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		123,920
Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions	<u>821,097</u>	<u>294,846</u>
Total	<u>\$ 1,745,884</u>	<u>\$ 3,178,268</u>

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

<u>Year Ending December 31,</u>	<u>Total</u>
2021	\$ 24,824
2022	(598,899)
2023	(592,267)
2024	(238,103)
2025	(27,939)
Thereafter	<u>-</u>
	<u>\$ (1,432,384)</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

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

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

Assumptions for mortality improvements are based on Society of Actuaries Scale MP-2019.

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the PERS's target asset allocation as of June 30, 2019 are summarized in the following table:

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

Discount Rate

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Public Employees Retirement System (PERS) (Continued)

Discount Rate (Continued)

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

Period of Projected Benefit

Payments for which the Following
Rates were Applied:

Long-Term Expected Rate of Return Through June 30, 2057

Municipal Bond Rate * From July 1, 2057
and Thereafter

* The municipal bond return rate used is 3.50% as of the measurement date of June 30, 2019. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Sensitivity of Net Pension Liability

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

	1% Decrease <u>5.28%</u>	Current Discount Rate <u>6.28%</u>	1% Increase <u>7.28%</u>
District's Proportionate Share of the PERS Net Pension Liability	<u>\$ 9,916,235</u>	<u>\$ 7,850,324</u>	<u>\$ 6,109,501</u>

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

Pension Plan Fiduciary Net Position

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF)

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

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

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

For the fiscal year ended June 30, 2020, the District recognized in the government-wide statement of activities (accrual basis) pension expense of \$6,052,495 for TPAF. This amount has been included in the government-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2019 the State's proportionate share of the net pension liability attributable to the District is \$104,614,804. The nonemployer allocation percentages are based on the ratio of the State's contributions made a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2018. At June 30, 2019, the State's share of the net pension liability attributable to the District was 0.16720 percent, which was a decrease of .00338 percent from its proportionate share measured as of June 30, 2018 of .17058 percent.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

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.

	<u>TPAF</u>
Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55-4.55% Based on Years of Service
Thereafter	2.75%-5.65% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	Pub-2010

Assumptions for mortality improvements are based on Society of Actuaries Scale MP-2019.

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Long-Term Expected Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7% at June 30, 2019) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and actuaries. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the TPAF's target asset allocation as of June 30, 2019 are summarized in the following table:

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Discount Rate

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

Fiscal Year	<u>Measurement Date</u>	<u>Discount Rate</u>
2020	June 30, 2019	5.60%
2019	June 30, 2018	4.86%

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

Period of Projected Benefit

Payments for which the Following
 Rates were Applied:

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

* The municipal bond return rate used is 3.50% as of the measurement date of June 30, 2019. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Sensitivity of Net Pension Liability

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

	1% Decrease <u>(4.60%)</u>	Current Discount Rate <u>(5.60%)</u>	1% Increase <u>(6.60%)</u>
State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District	<u>\$ 123,364,009</u>	<u>\$ 104,614,804</u>	<u>\$ 89,058,885</u>

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

D. Employee Retirement Systems and Pension Plans (Continued)

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

Teachers Pension and Annuity Fund (TPAF) (Continued)

Pension Plan Fiduciary Net Position

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

E. Post-Retirement Medical Benefits

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

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

Plan Description and Benefits Provided

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

State Health Benefit Program Fund – Local Education Retired Employees Plan (including Prescription Drug Program Fund) – N.J.S.A. 52:14-17.32f provides medical coverage, prescription drug benefits and Medicare Part B reimbursement to qualified retired education employees and their covered dependents. The State of New Jersey provides employer-paid coverage to members of the TPAF who retire from a board of education or county college with 25 years of service or on a disability retirement. Under the provisions of Chapter 126, P.L. 1992, the State also provides employer-paid coverage to members of the PERS and Alternate Benefits Program (ABP) who retire from a board of education or county college with 25 years of service or on a disability retirement if the member's employer does not provide this coverage. Certain local participating employers also provide post-retirement medical coverage to their employees. Retirees who are not eligible for employer paid health coverage at retirement can continue in the program if their employer participates in this program or if they are participating in the health benefits plan of their former employer and are enrolled in Medicare Parts A and B by paying the cost of the insurance for themselves and their covered dependents.

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Plan Membership

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

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

Measurement Focus and Basis of Accounting

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

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

Investment Valuation

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

Collective Net OPEB Liability

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Actuarial Methods and Assumptions

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

Post-Retirement Medical Benefits Contributions

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

The State sets the contribution rate based on a pay as you go basis rather than the actuarial determined contribution an amount actuarially determined in accordance with the parameters of GASB Statement 75. The actuarial determined contribution represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and any unfunded actuarial liabilities (or funding excess) of the plan using a systematic and rational method over a closed period equal to the average of the expected remaining service lives of all employees that are provided with OPEB through the Plan. The State's contributions, as a nonemployer contributing entity, to the State Health Benefits Program Fund – Local Education Retired Employees Plan for retirees' post-retirement benefits on behalf of the School District for the fiscal years ended June 30, 2020, 2019 and 2018 were \$1,389,753, \$1,522,884 and \$1,661,831, respectively, which equaled the required contributions for each year. The State's contributions to the State Health Benefits Program Fund – Local Education Retired Employees Plan for PERS retirees' post-retirement benefits on behalf of the School District was not determined or made available by the State of New Jersey. The on-behalf OPEB contributions are recognized in the governmental fund financial statements (modified accrual basis) as both a revenue and expenditure in accordance with GASB No. 85.

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

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

For the fiscal year ended June 30, 2020, the District recognized in the government-wide statement of activities (accrual basis) OPEB expense of \$1,752,080. This amount has been included in the government-wide statement of activities (accrual basis) as a revenue and expense in accordance with GASB No. 85.

At June 30, 2020 the State's proportionate share of the OPEB liability attributable to the District is \$54,443,364. The nonemployer allocation percentages are based on the ratio of the State's proportionate share of the OPEB liability attributable to the District at June 30, 2019 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2019. At June 30, 2019, the state's share of the OPEB liability attributable to the District was .13000 percent, which was the same percent of its proportionate share measured as of June 30, 2018 of .13000 percent.

Actuarial Assumptions

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

Inflation Rate	2.50%
Salary Increases*	
PERS:	
Initial Fiscal Year Applied Through	2026
Rate	2.00% to 6.00%
Rate Thereafter	3.00% to 7.00%

TPAF:	
Initial Fiscal Year Applied Through	2026
Rate	1.55% to 3.05%
Rate Thereafter	1.55% to 3.05%

Mortality:	
PERS	Pre-retirement and Post-retirement based on Pub-2010 Healthy "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

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

Actuarial Assumptions (Continued)

TPAF	Pre-retirement and Post-retirement based on Pub-2010 "Teachers" and "General" classifications respectively, headcount-weighted mortality tables with fully generational mortality improvement projections from the central year using Scale MP-2019.
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Long-Term Rate of Return	2.00%
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*Salary increases are based on the defined benefit pension plan that the member is enrolled in and the members years of service.

For the June 30, 2019 measurement date healthcare cost trend rates for pre-Medicare medical benefits, the trend is initially 5.7% and decreases to a 4.5% long-term trend rate after eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2020 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.5% and decreases to a 4.5% long-term trend rate after eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

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

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

Long-Term Expected Rate of Return

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

Discount Rate

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

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Changes in the Total OPEB Liability

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

	Total OPEB Liability (State Share 100%)
Balance, June 30, 2018 Measurement Date	\$ 60,022,848
Changes Recognized for the Fiscal Year:	
Service Cost	2,533,288
Interest on the Total OPEB Liability	2,389,840
Differences Between Expected and Actual Experience	(9,692,658)
Changes of Assumptions	811,755
Gross Benefit Payments	(1,671,249)
Contributions from the Member	49,540
Net Changes	\$ (5,579,484)
Balance, June 30, 2019 Measurement Date	\$ 54,443,364

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

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

Sensitivity of OPEB Liability

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

	1% Decrease <u>(2.50%)</u>	Current Discount Rate <u>(3.50%)</u>	1% Increase <u>(4.50%)</u>
State's Proportionate Share of the OPEB Liability Attributable to the District	\$ 64,319,127	\$ 54,443,364	\$ 46,598,599

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 5 OTHER INFORMATION (Continued)

E. Post-Retirement Medical Benefits (Continued)

Sensitivity of OPEB Liability (Continued)

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

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability (School Retirees)	\$ 44,858,905	\$ 54,443,364	\$ 67,131,219

The sensitivity analyses were based on the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2017. Sensitivity analyses specific to the State’s proportionate share of the OPEB liability attributable to the District at June 30, 2019 were not provided by the pension system.

NOTE 6 INFECTIOUS DISEASE OUTBREAK – COVID-19 PANDEMIC

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

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

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

REQUIRED SUPPLEMENTARY INFORMATION - PART II

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Original Budget	Adjustments/ Transfers	Final Budget	Actual Revenue/ Appropriations	Variance Final Budget to Actual
REVENUES					
Local Sources					
Local Tax Levy	\$ 38,397,113		\$ 38,397,113	\$ 38,397,113	
Tuition from Individuals	14,700		14,700	46,716	\$ 32,016
Transportation Fees from Individuals	13,300		13,300	27,511	14,211
Interest on Capital Reserve Funds	500		500	22,140	21,640
Rentals and Royalties	3,000		3,000	4,518	1,518
Sale of Property	3,000		3,000	18,425	15,425
Miscellaneous	21,520		21,520	97,639	76,119
Total Local Sources	<u>38,453,133</u>	<u>-</u>	<u>38,453,133</u>	<u>38,614,062</u>	<u>160,929</u>
State Sources					
Categorical Special Education Aid	958,473		958,473	958,473	
Categorical Security Aid	118,034		118,034	118,034	
Categorical Transportation Aid	277,625		277,625	277,625	
Extraordinary Aid - 2019/20				451,927	451,927
Additional Nonpublic School Transportation Aid				4,646	4,646
TPAF Social Security Contributions (Non-Budgeted)				1,246,226	1,246,226
On Behalf TPAF Pension-Post Retirement Medical Contribution (Non-Budgeted)				1,389,753	1,389,753
On Behalf TPAF Pension - Normal (Non-Budgeted)				3,680,186	3,680,186
On Behalf TPAF Pension - NCGI (Non-Budgeted)				65,963	65,963
On Behalf TPAF Pension - Long Term Disability Insurance (Non-Budgeted)				2,777	2,777
Total State Sources	<u>1,354,132</u>	<u>-</u>	<u>1,354,132</u>	<u>8,195,610</u>	<u>6,841,478</u>
Total Revenues	<u>39,807,265</u>	<u>-</u>	<u>39,807,265</u>	<u>46,809,672</u>	<u>7,002,407</u>
CURRENT EXPENDITURES					
Regular Programs-Instruction					
Salaries of Teachers:					
Preschool	90,874	(3,570)	87,304	85,238	2,066
Kindergarten	954,358	9,957	964,315	964,307	8
Grades 1-5	6,622,042	14,869	6,636,911	6,403,573	233,338
Grades 6-8	4,293,372	(74,820)	4,218,552	4,089,046	129,506
Regular Programs-Home Instruction					
Salaries of Teachers	15,000	-	15,000	7,098	7,902
Purchased Prof. - Educational Services	5,100	-	5,100	220	4,880
Other Purchased Services	210	-	210		210
Regular Programs - Undistributed Instruction					
Other Salaries for Instruction	261,167	42,539	303,706	276,760	26,946
Purchased Prof. - Educational Services	3,650	-	3,650	2,319	1,331
Purchased Technical Services	3,650	-	3,650	2,500	1,150
Other Purchased Services	239,200	23,050	262,250	248,619	13,631
General Supplies	642,973	191,956	834,929	770,778	64,151
Textbooks	25,000	-	25,000	24,712	288
Other Objects	2,300	-	2,300	199	2,101
Total Regular Programs	<u>13,158,896</u>	<u>203,981</u>	<u>13,362,877</u>	<u>12,875,369</u>	<u>487,508</u>
Special Education					
Learning/Language Disabilities					
Salaries of Teachers	360,962	(114,048)	246,914	246,914	-
Other Salaries for Instruction	411,302	(77,539)	333,763	302,588	31,175
Other Purchased Services	850	-	850	145	705
General Supplies	7,799	-	7,799	3,811	3,988
Total Learning/Language Disabilities	<u>780,913</u>	<u>(191,587)</u>	<u>589,326</u>	<u>553,458</u>	<u>35,868</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Original Budget	Adjustments/ Transfers	Final Budget	Actual Revenue/ Appropriations	Variance Final Budget to Actual
CURRENT EXPENDITURES (Continued)					
Special Education (Continued)					
Resource Room/Resource Center					
Salaries of Teachers	\$ 1,782,820	\$ 129,488	\$ 1,912,308	\$ 1,821,897	\$ 90,411
Other Purchased Services	5,800	-	5,800	1,487	4,313
General Supplies	22,420	(1,255)	21,165	15,153	6,012
Total Resource Room/Resource Center	1,811,040	128,233	1,939,273	1,838,537	100,736
Preschool Disabilities - Full-Time					
Salaries of Teachers	-	56,775	56,775	56,759	16
Other Salaries for Instruction	-	20,285	20,285	19,988	297
Other Purchased Services	475	-	475	145	330
General Supplies	-	5,100	5,100	3,977	1,123
Total Preschool Disabilities - Full-Time	475	82,160	82,635	80,869	1,766
Total Special Education	2,592,428	18,806	2,611,234	2,472,864	138,370
Basic Skills/Remedial					
Salaries of Teachers	369,102	-	369,102	275,326	93,776
General Supplies	2,000	-	2,000	270	1,730
Total Basic Skills/Remedial	371,102	-	371,102	275,596	95,506
Bilingual Education					
Salaries of Teachers	132,738	(35,000)	97,738	68,238	29,500
Other Purchased Services	-	35,000	35,000	33,311	1,689
General Supplies	1,000	-	1,000	154	846
Other Objects	500	-	500	35	465
Total Bilingual Education	134,238	-	134,238	101,738	32,500
School Sponsored Cocurricular Activities					
Salaries	99,654	-	99,654	79,355	20,299
Purchased Services	1,500	-	1,500	675	825
Supplies and Materials	7,294	-	7,294	6,079	1,215
Total School Sponsored Cocurricular Activities	108,448	-	108,448	86,109	22,339
Total Instruction	16,365,112	222,787	16,587,899	15,811,676	776,223
Undistributed Expenditures					
Instruction:					
Tuition to Other LEA's Within the State-Special	610,523	-	610,523	558,161	52,362
Tuition to CSSD and Regional Day Schools	541,356	(66,250)	475,106	330,184	144,922
Tuition to Priv. Sch. for the Disabled-Within State	1,009,473	(35,200)	974,273	680,925	293,348
Tuition to Priv. Sch. for the Disabled-Outside of State	-	-	-	-	-
Total Undistributed Expenditures- Instruction	2,161,352	(101,450)	2,059,902	1,569,270	490,632
Attendance and Social Work					
Salaries	26,869	-	26,869	26,847	22
Total Attendance and Social Work	26,869	-	26,869	26,847	22

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Original Budget	Adjustments/ Transfers	Final Budget	Actual Revenue/ Appropriations	Variance Final Budget to Actual
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Health Services					
Salaries	\$ 503,139	\$ 3,762	\$ 506,901	\$ 489,107	\$ 17,794
Purchased Professional and Technical Services	17,000	-	17,000	12,040	4,960
Other Purchased Services	1,400	13	1,413	673	740
Supplies and Materials	12,211	400	12,611	7,668	4,943
Other Objects	300	-	300	25	275
Total Health Services	534,050	4,175	538,225	509,513	28,712
Speech, OT, PT & Related Services					
Salaries	682,493	-	682,493	657,356	25,137
Purchased Professional-Educational Services	95,576	1,255	96,831	68,453	28,378
Supplies and Materials	7,075	-	7,075	4,828	2,247
Other Objects	3,200	-	3,200	1,415	1,785
Total Speech, OT, PT & Related Services	788,344	1,255	789,599	732,052	57,547
Other Support Services-Students-Extra. Services					
Salaries	888,860	43,000	931,860	925,838	6,022
Purchased Professional-Educational Services	359,802	37,425	397,227	328,780	68,447
Supplies and Materials	8,000	-	8,000	1,324	6,676
Total Other Support Services-Students-Extra Serv	1,256,662	80,425	1,337,087	1,255,942	81,145
Guidance					
Salaries of Other Professional Staff	620,766	6,580	627,346	627,345	1
Salaries of Secretarial and Clerical Assistants	83,907	-	83,907	83,842	65
Other Salaries	19,128	(725)	18,403	18,403	-
Purchased Professional-Educational Services	24,200	-	24,200	15,388	8,812
Other Purchased Services	1,225	-	1,225	1,088	137
Supplies and Materials	3,735	20	3,755	2,825	930
Other Objects	1,500	-	1,500	228	1,272
Total Guidance	754,461	5,875	760,336	749,119	11,217
Child Study Teams					
Salaries of Other Professional Staff	544,328	(15,355)	528,973	496,221	32,752
Salaries of Secretarial and Clerical Assistants	92,594	-	92,594	91,580	1,014
Other Salaries	23,161	9,500	32,661	25,757	6,904
Purchased Professional-Educational Services	58,465	(4,658)	53,807	12,530	41,277
Other Purchased Professional and Technical Services	35,171	-	35,171	32,447	2,724
Miscellaneous Purchased Services	16,000	-	16,000	4,476	11,524
Supplies and Materials	10,359	(1,000)	9,359	8,031	1,328
Other Objects	3,875	-	3,875	2,762	1,113
Total Child Study Teams	783,953	(11,513)	772,440	673,804	98,636
Improvement of Instructional Services					
Salaries of Supervisors of Instruction	159,351	(42,979)	116,372	69,609	46,763
Salaries of Secretarial and Clerical Assistants	61,405	600	62,005	61,653	352
Other Salaries	17,203	-	17,203	9,103	8,100
Purchased Professional-Educational Services	89,300	-	89,300	7,692	81,608
Other Purchased Services	15,000	-	15,000	13,569	1,431
Supplies and Materials	25,000	(745)	24,255	23,179	1,076
Other Objects	6,000	745	6,745	6,745	-
Total Improvement of Instructional Services	373,259	(42,379)	330,880	191,550	139,330

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Original Budget	Adjustments/ Transfers	Final Budget	Actual Revenue/ Appropriations	Variance Final Budget to Actual
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Educational Media Services/School Library					
Salaries	\$ 461,745	\$ 30,744	\$ 492,489	\$ 399,412	\$ 93,077
Salary of Technology Coordinators	465,790	11,635	477,425	477,290	135
Purchased Professional and Technical Services	422,620	35,000	457,620	421,502	36,118
Other Purchased Services	72,840	9,200	82,040	72,017	10,023
Supplies and Materials	47,235	-	47,235	35,479	11,756
Other Objects	255	-	255	-	255
Total Educational Media Services/School Library	1,470,485	86,579	1,557,064	1,405,700	151,364
Instructional Staff Training Services					
Salaries of Other Professional Staff	65,600	-	65,600	39,681	25,919
Other Purchased Services	35,000	4,651	39,651	15,375	24,276
Total Instructional Staff Training Services	100,600	4,651	105,251	55,056	50,195
Support Services-General Administration					
Salaries	511,365	46,000	557,365	504,805	52,560
Legal Services	96,000	44,593	140,593	96,762	43,831
Audit Fees	34,000	30,193	64,193	34,591	29,602
Architectural/Engineering Services	5,000	6,007	11,007	6,006	5,001
Other Purchased Professional Services	15,106	10,000	25,106	18,873	6,233
Purchased Technical Services	3,500	-	3,500	-	3,500
Communications/Telephone	35,255	(1,700)	33,555	27,352	6,203
BOE Other Purchased Services	3,050	-	3,050	-	3,050
Misc. Purchased Services	61,779	-	61,779	51,828	9,951
General Supplies	10,775	-	10,775	7,243	3,532
BOE In House Training/Meeting Supplies	1,000	-	1,000	140	860
Miscellaneous Expenditures	15,103	(650)	14,453	7,156	7,297
BOE Membership Dues and Fees	15,812	-	15,812	15,502	310
Total Support Services- General Administration	807,745	134,443	942,188	770,258	171,930
Support Services- School Administration					
Salaries of Principals/Assistant Principals	1,207,097	1,203	1,208,300	1,208,289	11
Salaries of Secretarial and Clerical Assistants	636,795	(1,203)	635,592	632,270	3,322
Purchased Professional and Technical Services	5,900	-	5,900	2,042	3,858
Other Purchased Services	18,858	(3,552)	15,306	4,262	11,044
Supplies and Materials	42,745	(1,950)	40,795	30,869	9,926
Other Objects	7,855	318	8,173	7,446	727
Total Support Services- School Administration	1,919,250	(5,184)	1,914,066	1,885,178	28,888
Central Services					
Salaries	492,905	-	492,905	484,977	7,928
Purchased Technical Services	10,915	3,000	13,915	11,518	2,397
Misc. Purchased Services	41,079	15,605	56,684	50,105	6,579
Supplies and Materials	11,105	-	11,105	8,445	2,660
Other Objects	11,600	-	11,600	9,409	2,191
Total Central Services	567,604	18,605	586,209	564,454	21,755

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Original Budget	Adjustments/ Transfers	Final Budget	Actual Revenue/ Appropriations	Variance Final Budget to Actual
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Admin. Info. Tech.					
Purchased Technical Services	\$ 33,983	(3,605)	\$ 30,378	\$ 28,236	\$ 2,142
Total Admin. Info. Tech	33,983	(3,605)	30,378	28,236	2,142
Required Maintenance for School Facilities					
Salaries	396,896	\$ -	396,896	377,565	19,331
Cleaning, Repair and Maintenance Services	392,850	(15,145)	377,705	275,242	102,463
General Supplies	132,500	773	133,273	83,232	50,041
Total Required Maintenance for School Facilities	922,246	(14,372)	907,874	736,039	171,835
Custodial Services					
Salaries	79,385	(733)	78,652	78,320	332
Salaries of Non-Instructional Aides	130,608	733	131,341	131,069	272
Purchased Professional and Technical Services	5,000	-	5,000	-	5,000
Cleaning, Repair, & Maintenance Services	1,080,828	6,200	1,087,028	1,062,529	24,499
Other Purchased Property Services	91,593	-	91,593	51,828	39,765
Insurance	183,065	2,590	185,655	185,652	3
Miscellaneous Purchased Services	7,000	(7,000)	-	-	-
General Supplies	212,850	(4,014)	208,836	150,492	58,344
Energy (Natural Gas)	321,000	(17,000)	304,000	168,301	135,699
Energy (Electricity)	441,000	(25,000)	416,000	343,619	72,381
Energy (Gasoline)	12,300	-	12,300	623	11,677
Other Objects	6,275	7,000	13,275	5,026	8,249
Interest - Energy Savings Impr Prog Bonds	77,650	-	77,650	77,650	-
Principal - Energy Savings Impr Prog Bonds	255,000	-	255,000	255,000	-
Total Custodial Services	2,903,554	(37,224)	2,866,330	2,510,109	356,221
Total Operation and Maintenance of Plant Services	3,825,800	(51,596)	3,774,204	3,246,148	528,056
Care and Upkeep of Grounds					
Cleaning, Repair and Maintenance Svc.	47,000	-	47,000	41,685	5,315
General Supplies	13,500	-	13,500	5,035	8,465
Total Care and Upkeep of Grounds	60,500	-	60,500	46,720	13,780
Security					
Purchased Professional and Technical Services	16,400	-	16,400	12,294	4,106
Cleaning, Repair and Maintenance Svc.	15,000	73,000	88,000	19,282	68,718
General Supplies	6,000	-	6,000	5,899	101
Total Security	37,400	73,000	110,400	37,475	72,925
Student Transportation Services					
Salaries for Pupil Transportation (Between Home & School) - Special	11,940	467	12,407	11,705	702
Management Fee - ESC & CTSA Trans. Prog.	5,750	1,500	7,250	6,884	366
Other Purchased Professional and Technical Services	6,000	-	6,000	5,807	193
Contracted Services - Aid in Lieu of Payments	79,000	-	79,000	41,854	37,146
Contracted Services(Other Than Between Home and School)-Vendors	8,300	(467)	7,833	950	6,883
Contracted Services(Btw. Home and Sch.)-Jt. Agreement	234,590	40,000	274,590	248,275	26,315
Contracted Services(Special Ed Students)-Joint Agreement	477,193	10,000	487,193	481,606	5,587
Total Student Transportation Services	822,773	51,500	874,273	797,081	77,192

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Original Budget</u>	<u>Adjustments/ Transfers</u>	<u>Final Budget</u>	<u>Actual Revenue/ Appropriations</u>	<u>Variance Final Budget to Actual</u>
CURRENT EXPENDITURES (Continued)					
Undistributed Expenditures (Continued)					
Unallocated Employee Benefits					
Social Security Contributions	\$ 407,577		\$ 407,577	\$ 380,961	\$ 26,616
Other Retirement Contributions - PERS	491,245	\$ (22,000)	469,245	426,444	42,801
Other Retirement Contributions - Regular	16,600	-	16,600	10,537	6,063
Unemployment Compensation	10,000	-	10,000	10,000	-
Workers Compensation	144,000	-	144,000	112,106	31,894
Health Benefits	6,336,815	(388,095)	5,948,720	5,073,228	875,492
Tuition Reimbursements	75,000	-	75,000	70,000	5,000
Other Employee Benefits	218,500	15,000	233,500	207,610	25,890
Unused Sick Payment to Terminated/Retired Staff	64,340	20,000	84,340	80,274	4,066
Total Unallocated Employee Benefits	7,764,077	(375,095)	7,388,982	6,371,160	1,017,822
On Behalf TPAF Pension-Post Retirement Medical Contribution (Non-Budgeted)				1,389,753	(1,389,753)
On Behalf TPAF Pension - NCGI (Non-Budgeted)				65,963	(65,963)
On Behalf TPAF Pension - Long Term Disability Insurance (Non-Budgeted)				2,777	(2,777)
Reimbursed TPAF Social Security Contributions (Nonbudgeted)				1,246,226	(1,246,226)
On Behalf TPAF Pension - Normal (Non-Budgeted)				3,680,186	(3,680,186)
Total On Behalf TPAF Benefits (Non Budgeted)	-	-	-	6,384,905	(6,384,905)
Total Undistributed Expenditures	24,089,167	(130,314)	23,958,853	27,300,468	(3,341,615)
Total Current Expenditures	40,454,279	92,473	40,546,752	43,112,144	(2,565,392)
CAPITAL OUTLAY					
Equipment					
Regular - Instruction					
Grades 1-5		4,395	4,395	4,395	
Undistributed					
Required Maintenance for School Facilities	40,000	65,441	105,441	40,441	65,000
Custodial Services	13,700	-	13,700	-	13,700
Total Equipment	53,700	69,836	123,536	44,836	78,700
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	164,000	26,980	190,980	123,866	67,114
Construction Services	1,281,500	-	1,281,500	951,728	329,772
Assessment for Debt Service on SDA Funding	63,786	-	63,786	63,786	
Total Facilities Acquisition and Construction Services	1,509,286	26,980	1,536,266	1,139,380	396,886
Interest Deposit to Capital Reserve	500	-	500	-	500
Total Capital Outlay	1,563,486	96,816	1,660,302	1,184,216	476,086
Total Expenditures	42,017,765	189,289	42,207,054	44,296,360	(2,089,306)

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Original Budget</u>	<u>Adjustments/ Transfers</u>	<u>Final Budget</u>	<u>Actual Revenue/ Appropriations</u>	<u>Variance Final Budget to Actual</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (2,210,500)	\$ (189,289)	\$ (2,399,789)	\$ 2,513,312	\$ 4,913,101
Other Financing Sources (Uses)					
Operating Transfers Out:					
Transfer to Cover Deficit - Enterprise Fund	(35,000)	-	(35,000)	(35,000)	-
Total Other Financing Sources (Uses)	(35,000)	-	(35,000)	(35,000)	-
Excess/(Deficiency) of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(2,245,500)	(189,289)	(2,434,789)	2,478,312	4,913,101
Fund Balances, Beginning of Year	7,873,009	-	7,873,009	7,873,009	-
Fund Balances, End of Year	\$ 5,627,509	\$ (189,289)	\$ 5,438,220	\$ 10,351,321	\$ 4,913,101

Recapitulation

Restricted Fund Balance:					
Excess Surplus - Designated for Subsequent Year's Expenditures				\$ 800,000	
Excess Surplus				650,000	
Maintenance Reserve				500,000	
Capital Reserve				4,763,206	
Capital Reserve - Designated for Subsequent Year's Expenditures				2,040,500	
Assigned Fund Balance:					
Year-end Encumbrances				382,813	
Unassigned Fund Balance				1,214,802	
				10,351,321	
Reconciliation to Governmental Fund Statement (GAAP)					
State Aid Payments Not Recognized on GAAP Basis				(543,243)	
Fund Balance Per Governmental Funds (GAAP)				\$ 9,808,078	

BUDGETARY COMPARISON SCHEDULES

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Original</u> <u>Budget</u>	<u>Adjustments/</u> <u>Transfers</u>	<u>Final</u> <u>Budget</u>	<u>Actual</u>	<u>Variance-Final</u> <u>Budget to</u> <u>Actual</u>
REVENUES					
Intergovernmental					
State	\$ 358,027	\$ 61,799	\$ 419,826	\$ 387,395	\$ (32,431)
Federal	355,476	197,188	552,664	476,784	(75,880)
Local Sources					
Miscellaneous	-	81,982	81,982	63,562	(18,420)
Total Revenues	<u>713,503</u>	<u>340,969</u>	<u>1,054,472</u>	<u>927,741</u>	<u>(126,731)</u>
EXPENDITURES					
Instruction					
Other Purchased Services	331,220	66,318	397,538	397,538	-
General Supplies	-	71,563	71,563	53,143	18,420
Textbooks	17,294	3,104	20,398	19,790	608
Total Instruction	<u>348,514</u>	<u>140,985</u>	<u>489,499</u>	<u>470,471</u>	<u>19,028</u>
Support Services					
Purchased Professional/Technical Services	32,567	138,539	171,106	94,332	76,774
Purchased Professional/Educational Services	270,400	36,493	306,893	282,181	24,712
Other Purchased Services	-	4,173	4,173	3,817	356
Supplies and Materials	62,022	10,360	72,382	66,521	5,861
Other Objects	-	-	-	-	-
Total Support Services	<u>364,989</u>	<u>189,565</u>	<u>554,554</u>	<u>446,851</u>	<u>107,703</u>
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services					
Building	-	10,419	10,419	10,419	-
Total Facilities Acquisition and Construction Services	<u>-</u>	<u>10,419</u>	<u>10,419</u>	<u>10,419</u>	<u>-</u>
Total Expenditures	<u>713,503</u>	<u>340,969</u>	<u>1,054,472</u>	<u>927,741</u>	<u>126,731</u>
Excess (Deficiency) of Revenues Over/(Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NOTES THE REQUIRED SUPPLEMENTARY INFORMATION - PART II

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
BUDGETARY COMPARISON SCHEDULE
NOTE TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America, with the exception of the legally mandated revenue recognition of certain state aid payments for budgetary purposes only and the treatment of encumbrances in the special revenue fund as described below. Encumbrance accounting is also employed as an extension of formal budgetary integration of the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The following presents a reconciliation of the General and Special Revenue Funds from the budgetary basis of accounting as presented in the Budgetary Comparison Schedule - General Fund and Special Revenue Fund to the GAAP basis of accounting as presented in the Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds.

	General Fund	Special Revenue Fund
Sources/inflows of resources		
Actual amounts (budgetary basis) "revenue"		
from the budgetary comparison schedules (Exhibits C-1 & C-2)	\$ 46,809,672	\$ 927,741
Difference - Budget to GAAP:		
State Aid payments recognized for GAAP Statements not recognized for budgetary purposes (prior year)	427,386	
State Aid payments recognized for budgetary purposes not recognized for GAAP statements (current year)	<u>(543,243)</u>	<u>-</u>
Total revenues as reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.	<u>\$ 46,693,815</u>	<u>\$ 927,741</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	<u>\$ 44,296,360</u>	<u>\$ 927,741</u>
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds (Exhibit B-2)	<u>\$ 44,296,360</u>	<u>\$ 927,741</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART III

**PENSION INFORMATION
AND
POST-EMPLOYEMENT BENEFITS INFORMATION**

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY**

**PUBLIC EMPLOYEES RETIREMENT SYSTEM
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>
District's Proportion of the Net Position Liability (Asset)	0.04357%	0.04298%	0.04037%	0.04335%	0.03780%	0.01797%	0.01818%
District's Proportionate Share of the Net Pension Liability (Asset)	<u>\$ 7,850,324</u>	<u>\$ 8,461,991</u>	<u>\$ 9,396,412</u>	<u>\$ 12,840,120</u>	<u>\$ 8,485,379</u>	<u>\$ 6,979,610</u>	<u>\$ 6,984,929</u>
District's Covered-Employee Payroll	<u>\$ 3,136,825</u>	<u>\$ 2,925,265</u>	<u>\$ 2,885,803</u>	<u>\$ 2,774,030</u>	<u>\$ 2,834,356</u>	<u>\$ 2,633,293</u>	<u>\$ 2,485,571</u>
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	250%	289%	326%	463%	299%	265%	281%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	56.27%	53.60%	48.10%	40.14%	47.92%	52.08%	48.72%

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS**

**PUBLIC EMPLOYEES RETIREMENT SYSTEM
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>
Contractually Required Contribution	\$ 423,792	\$ 427,484	\$ 373,942	\$ 385,148	\$ 324,980	\$ 307,604	\$ 275,377
Contributions in Relation to the Contractually Required Contributions	<u>423,792</u>	<u>427,484</u>	<u>373,942</u>	<u>385,148</u>	<u>324,980</u>	<u>307,604</u>	<u>275,377</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered- Employee Payroll	<u>\$ 3,094,608</u>	<u>\$ 3,136,825</u>	<u>\$ 2,925,265</u>	<u>\$ 2,885,803</u>	<u>\$ 2,774,030</u>	<u>\$ 2,834,356</u>	<u>\$ 2,633,293</u>
Contributions as a Percentage of Covered-Employee Payroll	13.69%	13.63%	12.78%	13.35%	11.72%	10.85%	10.46%

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY**

**TEACHERS PENSION AND ANNUITY FUND
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>
District's Proportion of the Net Position Liability (Asset)	<u>0.16720%</u>	<u>0.17058%</u>	<u>0.17174%</u>	<u>0.17463%</u>	<u>0.17404%</u>	<u>0.17564%</u>	<u>0.16798%</u>
District's Proportionate Share of the Net Pension Liability (Asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net Pension Liability (Asset) Associated with the District	<u>\$ 102,614,804</u>	<u>\$ 108,518,262</u>	<u>\$ 115,790,526</u>	<u>\$ 137,377,313</u>	<u>\$ 109,999,082</u>	<u>\$ 93,875,902</u>	<u>\$ 84,897,180</u>
Total	<u>\$ 102,614,804</u>	<u>\$ 108,518,262</u>	<u>\$ 115,790,526</u>	<u>\$ 137,377,313</u>	<u>\$ 109,999,082</u>	<u>\$ 93,875,902</u>	<u>\$ 84,897,180</u>
District's Covered-Employee Payroll	<u>\$ 17,967,620</u>	<u>\$ 18,143,492</u>	<u>\$ 17,819,304</u>	<u>\$ 17,889,201</u>	<u>\$ 17,493,826</u>	<u>\$ 17,507,751</u>	<u>\$ 17,298,380</u>
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll	0%	0%	0%	0%	0%	0%	0%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

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

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
AND SCHEDULE OF DISTRICT CONTRIBUTIONS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Change of Benefit Terms: None.

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

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF
TOTAL OPEB LIABILITY

POSTEMPLOYMENT HEALTH BENEFIT PLAN

Last Three Fiscal Years*

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB Liability			
Service Cost	\$ 2,533,288	\$ 2,722,155	\$ 3,306,380
Interest on the Total OPEB Liability	2,389,840	2,533,596	2,174,371
Differences Between Expected and Actual Experience	(9,692,658)	(5,612,086)	
Changes of Assumptions	811,755	(6,887,922)	(9,091,672)
Gross Benefit Payments	(1,671,249)	(1,604,990)	(1,625,881)
Contribution from the Member	<u>49,540</u>	<u>55,471</u>	<u>59,869</u>
Net Change in Total OPEB Liability	(5,579,484)	(8,793,776)	(5,176,933)
Total OPEB Liability - Beginning of Year	<u>60,022,848</u>	<u>68,816,624</u>	<u>73,993,557</u>
Total OPEB Liability - End of Year	<u>\$ 54,443,364</u>	<u>\$ 60,022,848</u>	<u>\$ 68,816,624</u>
District's Proportionate Share	\$0	\$0	\$0
State's Proportionate Share	<u>\$ 54,443,364</u>	<u>\$ 60,022,848</u>	<u>\$ 68,816,624</u>
Total OPEB Liability - Ending	<u>\$ 54,443,364</u>	<u>\$ 60,022,848</u>	<u>\$ 68,816,624</u>
District's Covered-Employee Payroll	<u>\$ 21,104,445</u>	<u>\$ 21,068,757</u>	<u>\$ 20,705,107</u>
District's Proportionate Share of the OPEB Liability as a Percentage of Covered-Employee Payroll:	0%	0%	0%

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

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Changes in Benefit Terms:

None.

Changes of Assumptions

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

SCHOOL LEVEL SCHEDULES

EXHIBITS D-1, D-2 AND D-3

NOT APPLICABLE

SPECIAL REVENUE FUND

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

REVENUES	ESEA Title II - Part A	IDEA Part B- Basic	IDEA Part B- Preschool	Non Public Security	Home Instruction	Local Programs	Total Exhibit E-1 Page 2	Total 2020
Intergovernmental								
Federal	\$ 23,520	\$ 428,604	\$ 24,660					\$ 476,784
Local						\$ 63,562		63,562
State	-	-	-	\$ 52,804	\$ 3,262	-	\$ 331,329	387,395
Total Revenues	<u>\$ 23,520</u>	<u>\$ 428,604</u>	<u>\$ 24,660</u>	<u>\$ 52,804</u>	<u>\$ 3,262</u>	<u>\$ 63,562</u>	<u>\$ 331,329</u>	<u>\$ 927,741</u>
EXPENDITURES								
Instruction								
Other Purchased Services		\$ 372,878	\$ 24,660					\$ 397,538
General Supplies						\$ 53,143		53,143
Textbooks	-	-	-	-	-	-	\$ 19,790	19,790
Total Instruction	<u>-</u>	<u>372,878</u>	<u>24,660</u>	<u>-</u>	<u>-</u>	<u>53,143</u>	<u>19,790</u>	<u>470,471</u>
Support Services								
Purchased Professional/Technical Services		55,726					38,606	94,332
Purchased Professional/Educational Services	\$ 19,703				\$ 3,262		259,216	282,181
Other Purchased Services	3,817						-	3,817
Supplies and Materials				\$ 52,804			13,717	66,521
Other Objects	-	-	-	-	-	-	-	-
Total Support Services	<u>23,520</u>	<u>55,726</u>	<u>-</u>	<u>52,804</u>	<u>3,262</u>	<u>-</u>	<u>311,539</u>	<u>446,851</u>
CAPITAL OUTLAY								
Facilities Acquisition and Construction Services Building	-	-	-	-	-	10,419	-	10,419
Total Facilities Acquisition and Construction Services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,419</u>	<u>-</u>	<u>10,419</u>
Total Expenditures	<u>\$ 23,520</u>	<u>\$ 428,604</u>	<u>\$ 24,660</u>	<u>\$ 52,804</u>	<u>\$ 3,262</u>	<u>\$ 63,562</u>	<u>\$ 331,329</u>	<u>\$ 927,741</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES
BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Non-Public Supplemental Instruction</u>	<u>Non-Public Examination and Classification</u>	<u>Non-Public Corrective Speech</u>	<u>Non-Public Textbooks</u>	<u>Non Public Technology</u>	<u>Non-Public Nursing</u>	<u>Non-Public Comp. Education</u>	<u>Non-Public ESL</u>	<u>Non-Public Transportation</u>	<u>Total Exhibit E-1 Page 2</u>
REVENUES										
Intergovernmental										
Federal										
Local										
State	\$ 44,279	\$ 44,978	\$ 29,530	\$ 19,790	\$ 13,717	\$ 38,606	\$ 123,708	\$ 828	\$ 15,893	\$ 331,329
Total Revenues	<u>\$ 44,279</u>	<u>\$ 44,978</u>	<u>\$ 29,530</u>	<u>\$ 19,790</u>	<u>\$ 13,717</u>	<u>\$ 38,606</u>	<u>\$ 123,708</u>	<u>\$ 828</u>	<u>\$ 15,893</u>	<u>\$ 331,329</u>
EXPENDITURES										
Instruction										
Textbooks	-	-	-	\$ 19,790	-	-	-	-	-	\$ 19,790
Total Instruction	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,790</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,790</u>
Support Services										
Purchased Professional/Technical Services						\$ 38,606				38,606
Purchased Professional/Educational Services	\$ 44,279	\$ 44,978	\$ 29,530				\$ 123,708	\$ 828	\$ 15,893	259,216
Other Purchased Services										-
Supplies and Materials	-	-	-	-	\$ 13,717	-	-	-	-	13,717
Total Support Services	<u>44,279</u>	<u>44,978</u>	<u>29,530</u>	<u>-</u>	<u>13,717</u>	<u>38,606</u>	<u>123,708</u>	<u>828</u>	<u>15,893</u>	<u>311,539</u>
Total Expenditures	<u>\$ 44,279</u>	<u>\$ 44,978</u>	<u>\$ 29,530</u>	<u>\$ 19,790</u>	<u>\$ 13,717</u>	<u>\$ 38,606</u>	<u>\$ 123,708</u>	<u>\$ 828</u>	<u>\$ 15,893</u>	<u>\$ 331,329</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SPECIAL REVENUE FUND
PRESCHOOL EDUCATION AID
SCHEDULE OF EXPENDITURES - BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOT APPLICABLE

CAPITAL PROJECTS FUND

NOT APPLICABLE

ENTERPRISE FUNDS

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
ENTERPRISE FUNDS - NON MAJOR
STATEMENT OF NET POSITION
AS OF JUNE 30, 2020**

	<u>Social Club Fund</u>	<u>Technology Program Fund</u>	<u>Pay To Participate Fund</u>	<u>Total Non Major Enterprise Funds</u>
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 32,513	\$ 54,880	\$ 62,887	\$ 150,280
Accounts Receivable	-	940	-	940
	<hr/>	<hr/>	<hr/>	<hr/>
Total Current Assets	32,513	55,820	62,887	151,220
NET POSITION				
Unrestricted	<hr/> 32,513	<hr/> 55,820	<hr/> 62,887	<hr/> 151,220
	<hr/>	<hr/>	<hr/>	<hr/>
Total Net Position	\$ 32,513	\$ 55,820	\$ 62,887	\$ 151,220

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
ENTERPRISE FUNDS - NONMAJOR
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Social Club Fund</u>	<u>Technology Program Fund</u>	<u>Pay To Participate Fund</u>	<u>Total Nonmajor Enterprise Funds</u>
OPERATING REVENUES				
Charges for Services				
Program Fees	\$ 47,545	\$ 14,421	\$ 9,300	\$ 71,266
	<hr/>	<hr/>	<hr/>	<hr/>
Total Operating Revenues	47,545	14,421	9,300	71,266
OPERATING EXPENSES				
Salaries and Employee Benefits	35,548		15,049	50,597
Purchased Professional Services			8,542	8,542
Supplies and Materials	1,175	-	6,338	7,513
	<hr/>	<hr/>	<hr/>	<hr/>
Total Operating Expenses	36,723	-	29,929	66,652
Operating Income (Loss)	<hr/>	<hr/>	<hr/>	<hr/>
	10,822	14,421	(20,629)	4,614
Net Income (Loss) Before Operating Transfers	<hr/>	<hr/>	<hr/>	<hr/>
	10,822	14,421	(20,629)	4,614
Operating Transfers				
Transfers In	-	-	35,000	35,000
	<hr/>	<hr/>	<hr/>	<hr/>
Change in Net Position	10,822	14,421	14,371	39,614
Total Net Position, Beginning of Year	<hr/>	<hr/>	<hr/>	<hr/>
	21,691	41,399	48,516	111,606
Total Net Position, End of Year	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 32,513	\$ 55,820	\$ 62,887	\$ 151,220

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
ENTERPRISE FUNDS - NONMAJOR
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Social Club Fund</u>	<u>Technology Program Fund</u>	<u>Pay To Participate Fund</u>	<u>Total Nonmajor Enterprise Funds</u>
Cash Flows from Operating Activities				
Cash Received from Customers	\$ 44,975	\$ 13,772	\$ 9,300	\$ 68,047
Cash Payments for Employees' Salaries and Benefits	(35,548)	-	(17,749)	(53,297)
Payments to Suppliers for Goods and Services	(1,175)	-	(14,880)	(16,055)
	<hr/>	<hr/>	<hr/>	<hr/>
Net Cash Provided (Used) by Operating Activities	8,252	13,772	(23,329)	(1,305)
Cash Flows from Noncapital Financing Activities				
Cash Received from Other Funds	-	-	35,000	35,000
	<hr/>	<hr/>	<hr/>	<hr/>
Net Cash Provided by Noncapital Financing Activities	-	-	35,000	35,000
Net Increase in Cash and Cash Equivalents	8,252	13,772	11,671	33,695
Cash and Cash Equivalents, Beginning of Year	24,261	41,108	51,216	116,585
	<hr/>	<hr/>	<hr/>	<hr/>
Cash and Cash Equivalents, End of Year	\$ 32,513	\$ 54,880	\$ 62,887	\$ 150,280
	<hr/>	<hr/>	<hr/>	<hr/>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss)	\$ 10,822	\$ 14,421	\$ (20,629)	\$ 4,614
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Change in Assets and Liabilities				
(Increase)/Decrease in Accounts Receivable		(649)		(649)
Increase/(Decrease) in Accounts Payable			(2,700)	(2,700)
Increase/(Decrease) in Unearned Revenue	(2,570)	-	-	(2,570)
	<hr/>	<hr/>	<hr/>	<hr/>
Total Adjustments	(2,570)	(649)	(2,700)	(5,919)
Net Cash Provided (Used) by Operating Activities	\$ 8,252	\$ 13,772	\$ (23,329)	\$ (1,305)
	<hr/>	<hr/>	<hr/>	<hr/>

FIDUCIARY FUNDS

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
COMBINING STATEMENT OF AGENCY ASSETS AND LIABILITIES
AS OF JUNE 30, 2020**

	<u>Agency</u>		
	<u>Student Activity</u>	<u>Payroll</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$ 49,182	\$ 19,362	\$ 68,544
Total Assets	<u>\$ 49,182</u>	<u>\$ 19,362</u>	<u>\$ 68,544</u>
LIABILITIES			
Liabilities			
Accrued Salaries and Wages		\$ 14	\$ 14
Payroll Deductions and Withholdings		19,348	19,348
Payable to Student Groups	<u>\$ 49,182</u>	<u>-</u>	<u>49,182</u>
Total Liabilities	<u>\$ 49,182</u>	<u>\$ 19,362</u>	<u>\$ 68,544</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

THIS STATEMENT IS NOT APPLICABLE

FINANCIAL STATEMENT IS PRESENTED ON EXHIBIT B-8

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
STUDENT ACTIVITY AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Balance, July 1, <u>2019</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Balance, June 30, <u>2020</u>
ELEMENTARY SCHOOLS				
Calvin Coolidge	\$ 3,373	\$ 7,299	\$ 5,297	\$ 5,375
Abraham Lincoln	1,644	11,665	9,952	3,357
George Washington	3,779	9,915	5,031	8,663
Dwight D. Eisenhower	25,530	305,948	305,987	25,491
Sicomac	<u>5,528</u>	<u>3,920</u>	<u>3,152</u>	<u>6,296</u>
 Total	 <u>\$ 39,854</u>	 <u>\$ 338,747</u>	 <u>\$ 329,419</u>	 <u>\$ 49,182</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PAYROLL AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Balance, July 1, <u>2019</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Balance, June 30, <u>2020</u>
Accrued Salaries and Wages	\$ 59	\$ 13,471,990	\$ 13,472,035	\$ 14
Payroll Deductions and Withholdings	<u>16,985</u>	<u>11,711,303</u>	<u>11,708,940</u>	<u>19,348</u>
Total Liabilities	<u>\$ 17,044</u>	<u>\$ 25,183,293</u>	<u>\$ 25,180,975</u>	<u>\$ 19,362</u>

LONG-TERM DEBT

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

Issue	Date of Bonds	Amount of Bonds	Annual Maturities		Interest Rate	Balance July 1, 2019	Issued	Retired	Balance, June 30, 2020
			Date	Amount					
School Energy Saving Obligation Bonds	3/4/2010	\$ 3,535,000				\$ 1,810,000		\$ 1,810,000	\$ -
Refunding School Bonds	2/8/2012	9,485,000	4/1/2021	1,015,000	4.00%				
			4/1/2022	1,060,000	4.00%				
			4/1/2023	1,105,000	3.00%				
			4/1/2024	1,135,000	3.125%				
			4/1/2025	1,165,000	3.25%	6,460,000		980,000	5,480,000
Refunding School Bonds	3/14/2013	12,440,000	4/1/2021	70,000	2.125%				
			4/1/2022	75,000	2.250%				
			4/1/2023	75,000	2.500%				
			4/1/2024	75,000	2.750%				
			4/1/2025	80,000	3.000%				
			4/1/2026	1,360,000	4.000%				
			4/1/2027	1,415,000	4.000%				
			4/1/2028	1,475,000	3.000%				
			4/1/2029	1,520,000	3.000%				
			4/1/2030	1,565,000	3.000%				
			4/1/2031	1,610,000	3.000%				
			4/1/2032	1,660,000	3.000%	11,050,000		70,000	10,980,000
			School Energy Savings Refunding Bonds	4/2/2020	1,590,000	3/15/2021	295,000	1.650%	
3/15/2022	310,000	1.650%							
3/15/2023	315,000	1.650%							
3/15/2024	330,000	1.650%							
3/15/2025	340,000	1.650%				\$ -	\$ 1,590,000	\$ -	1,590,000
						\$ 19,320,000	\$ 1,590,000	\$ 2,860,000	\$ 18,050,000
							Paid by Budget	\$ 1,305,000	
							Defeased	1,555,000	
								\$ 2,860,000	

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	Interest Rate Payable		Amount of Original Issue	Balance, July 1, 2019	Issued	Retired	Balance, June 30, 2020
Lenovo Chromebooks	3.954	% \$	219,016	<u>\$ 219,016</u>	<u>\$ -</u>	<u>75,382</u>	<u>\$ 143,634</u>
				<u>\$ 219,016</u>	<u>\$ -</u>	<u>\$ 75,382</u>	<u>\$ 143,634</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Original Budget</u>	<u>Adjustments/ Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget to Actual</u>
REVENUES					
Local Sources					
Local Tax Levy	\$ 1,635,494	-	\$ 1,635,494	\$ 1,635,494	-
Total Revenues	<u>1,635,494</u>	<u>-</u>	<u>1,635,494</u>	<u>1,635,494</u>	<u>-</u>
EXPENDITURES					
Regular Debt Service					
Interest on Bonds	585,494		585,494	585,494	
Redemption of Principal	1,050,000	-	1,050,000	1,050,000	-
Cost of Issuance	-	-	-	26,043	(26,043)
Total Expenditures	<u>1,635,494</u>	<u>-</u>	<u>1,635,494</u>	<u>1,661,537</u>	<u>(26,043)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(26,043)</u>	<u>(26,043)</u>
Other Financing Sources (Uses)					
Refunded Bonds Issued				1,590,000	1,590,000
Payment to Refunded Bond Escrow Agent	-	-	-	(1,563,957)	(1,563,957)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,043</u>	<u>26,043</u>
Excess (Deficiency) of Revenues Over/ (Under) Expenditures and Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

STATISTICAL SECTION

This part of the Wyckoff Township Public Schools' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents

Exhibits

Financial Trends

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

J-1 to J-5

Revenue Capacity

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

J-6 to J-9

Debt Capacity

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

J-10 to J-13

Demographic and Economic Information

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

J-14 and J-15

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. J-16 to J-20

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

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
				(Restated)						
Governmental activities										
Net Investment in Capital Assets	\$ 16,615,237	\$ 17,018,359	\$ 16,504,241	\$ 16,915,916	\$ 17,385,986	\$ 17,769,302	\$ 18,666,868	\$ 19,296,164	\$ 19,865,807	\$ 20,428,810
Restricted	1,063,083	1,802,082	2,415,204	2,511,556	2,014,549	2,070,244	2,832,343	3,481,289	4,797,840	7,303,706
Unrestricted	1,317,934	980,328	1,665,013	(5,289,907)	(4,634,993)	(5,105,707)	(7,016,266)	(7,073,784)	(7,587,637)	(7,879,000)
Total governmental activities net position	\$ 18,996,254	\$ 19,800,769	\$ 20,584,458	\$ 14,137,565	\$ 14,765,542	\$ 14,733,839	\$ 14,482,945	\$ 15,703,669	\$ 17,076,010	\$ 19,853,516
Business-type activities										
Net Investment in Capital Assets	\$ 44,871	\$ 66,605	\$ 205,110	\$ 189,737	\$ 193,402	\$ 260,658	\$ 253,367	\$ 235,878	\$ 225,009	\$ 212,519
Unrestricted	195,463	209,384	99,126	141,231	142,371	75,913	148,850	274,303	380,510	486,526
Total business-type activities net position	\$ 240,334	\$ 275,989	\$ 304,236	\$ 330,968	\$ 335,773	\$ 336,571	\$ 402,217	\$ 510,181	\$ 605,519	\$ 699,045
Government-wide										
Net Investment in Capital Assets	\$ 16,660,108	\$ 17,084,964	\$ 16,709,351	\$ 17,105,653	\$ 17,579,388	\$ 18,029,960	\$ 18,920,235	\$ 19,532,042	\$ 20,090,816	\$ 20,641,329
Restricted	1,063,083	1,802,082	2,415,204	2,511,556	2,014,549	2,070,244	2,832,343	3,481,289	4,797,840	7,303,706
Unrestricted	1,513,397	1,189,712	1,764,139	(5,148,676)	(4,492,622)	(5,029,794)	(6,867,416)	(6,799,481)	(7,207,127)	(7,392,474)
Total district net position	\$ 19,236,588	\$ 20,076,758	\$ 20,888,694	\$ 14,468,533	\$ 15,101,315	\$ 15,070,410	\$ 14,885,162	\$ 16,213,850	\$ 17,681,529	\$ 20,552,561

Note 1 - Net Position at June 30, 2011 is restated to reflect the implementation of GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position" and GASB Statement No. 65, Items Previously Reported in Assets and Liabilities.

Note 2 - Net Position at June 30, 2014 is restated to reflect the implementation of GASB Statement No. 68, "Accounting and Financial Reporting for Pensions".

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Unaudited)
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Expenses										
Governmental activities										
Instruction										
Regular	\$ 15,253,285	\$ 16,760,683	\$ 16,975,717	\$ 17,030,219	\$ 20,148,435	\$ 22,066,382	\$ 23,990,492	\$ 23,714,838	\$ 22,973,454	\$ 22,100,652
Special education	4,980,748	4,856,816	4,997,882	5,405,694	5,907,982	6,518,557	7,189,764	7,160,868	6,126,183	6,170,903
Other instruction	741,256	846,425	886,013	852,450	795,050	850,106	978,414	973,966	928,851	617,774
School Sponsored Activities and Athletics	86,636	97,696	112,200	106,214	129,997	131,644	159,241	170,978	162,873	141,646
Support Services:										
Student and instruction related services	5,545,911	5,662,930	6,347,619	6,772,366	8,188,790	8,632,764	9,737,909	10,087,030	10,011,692	9,236,761
General administration	882,832	1,020,344	1,195,539	1,060,624	1,276,570	1,210,137	1,257,913	1,365,650	1,224,388	1,246,626
School Administration services	2,052,365	2,150,883	2,293,918	2,341,059	2,697,351	2,843,873	3,315,583	3,323,479	3,155,709	3,132,383
Business/Central Services	1,055,028	1,070,426	1,318,982	1,192,291	1,197,803	1,083,601	1,108,494	942,039	962,367	951,874
Plant operations and maintenance	3,620,660	3,595,224	3,742,384	3,773,045	3,810,500	3,721,279	4,099,517	4,147,435	4,208,887	4,048,172
Pupil transportation	638,874	571,434	621,941	596,484	636,657	658,430	728,400	705,836	729,828	804,861
Interest on long-term debt	1,187,399	889,290	735,649	970,806	948,694	907,955	876,602	834,903	776,506	670,456
Total governmental activities expenses	<u>36,044,994</u>	<u>37,522,151</u>	<u>39,227,844</u>	<u>40,101,252</u>	<u>45,737,829</u>	<u>48,624,728</u>	<u>53,442,329</u>	<u>53,427,022</u>	<u>51,260,738</u>	<u>49,122,108</u>
Business-type activities:										
Food service	436,633	453,492	474,678	484,735	483,464	516,764	473,066	444,864	455,026	354,107
Summer enrichment program	15,073	32,511	37,324	27,382	27,036	27,323	48,057	38,928	55,603	74,017
Social Club					25,912	32,747		22,818	32,354	36,723
Chromebook Program						6,813	1,288		24,740	-
Pay to Participate	36,574	40,256	40,528	45,623	40,395	42,390	46,087	45,029	43,354	29,929
Total business-type activities expense	<u>488,280</u>	<u>526,259</u>	<u>552,530</u>	<u>557,740</u>	<u>576,807</u>	<u>626,037</u>	<u>568,498</u>	<u>551,639</u>	<u>611,077</u>	<u>494,776</u>
Total district expenses	<u>\$ 36,533,274</u>	<u>\$ 38,048,410</u>	<u>\$ 39,780,374</u>	<u>\$ 40,658,992</u>	<u>\$ 46,314,636</u>	<u>\$ 49,250,765</u>	<u>\$ 54,010,827</u>	<u>\$ 53,978,661</u>	<u>\$ 51,871,815</u>	<u>\$ 49,616,884</u>
Program Revenues										
Governmental activities:										
Charges for services:										
Special education	\$ 150,871	\$ 117,912	\$ 146,890	\$ 89,149	\$ 95,685	\$ 40,589	\$ 57,034	\$ 54,192	\$ 63,732	\$ 46,716
Transportation Fees					12,368	18,862	24,645	27,457	36,527	27,511
Operating grants and contributions	3,735,795	4,442,219	5,372,266	5,076,834	9,622,415	11,560,186	15,216,378	15,952,682	13,204,971	11,685,058
Capital grants and contributions	9,631	109,234	-	97,635	468,416	9,292	-	-	-	-
Total governmental activities program revenues	<u>3,896,297</u>	<u>4,669,365</u>	<u>5,519,156</u>	<u>5,263,618</u>	<u>10,198,884</u>	<u>11,628,929</u>	<u>15,298,057</u>	<u>16,034,331</u>	<u>13,305,230</u>	<u>11,759,285</u>
Business-type activities:										
Charges for services:										
Food service	443,106	452,670	509,962	513,317	507,930	525,715	520,667	493,470	502,227	342,002
Summer enrichment program	15,800	20,764	22,165	20,800	21,568	18,220	36,600	40,332	80,745	139,172
Social Club					28,000	30,659		26,203	50,660	47,545
Chromebook Program						21,641	15,787	17,303	19,509	14,421
Pay to Participate	12,546	17,079	16,756	15,750	13,875	17,375	15,995	13,600	17,100	9,300
Operating grants and contributions	38,324	38,600	-	-	-	-	-	-	-	-
Total business-type activities program revenues	<u>509,776</u>	<u>529,113</u>	<u>548,883</u>	<u>549,867</u>	<u>571,373</u>	<u>613,610</u>	<u>589,049</u>	<u>590,908</u>	<u>670,241</u>	<u>552,440</u>
Total district program revenues	<u>\$ 4,406,073</u>	<u>\$ 5,198,478</u>	<u>\$ 6,068,039</u>	<u>\$ 5,813,485</u>	<u>\$ 10,770,257</u>	<u>\$ 12,242,539</u>	<u>\$ 15,887,106</u>	<u>\$ 16,625,239</u>	<u>\$ 13,975,471</u>	<u>\$ 12,311,725</u>
Net (Expense)/Revenue										
Governmental activities	\$ (32,148,697)	\$ (32,852,786)	\$ (33,708,688)	\$ (34,837,634)	\$ (35,538,945)	\$ (36,995,799)	\$ (38,144,272)	\$ (37,392,691)	\$ (37,955,508)	\$ (37,362,823)
Business-type activities	21,496	2,854	(3,647)	(7,873)	(5,434)	(12,427)	20,551	39,269	59,164	57,664
Total government-wide net expense	<u>\$ (32,127,201)</u>	<u>\$ (32,849,932)</u>	<u>\$ (33,712,335)</u>	<u>\$ (34,845,507)</u>	<u>\$ (35,544,379)</u>	<u>\$ (37,008,226)</u>	<u>\$ (38,123,721)</u>	<u>\$ (37,353,422)</u>	<u>\$ (37,896,344)</u>	<u>\$ (37,305,159)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 31,329,978	\$ 31,799,928	\$ 32,638,837	\$ 33,634,404	\$ 34,407,661	\$ 35,431,541	\$ 36,134,172	\$ 36,853,242	\$ 37,590,307	\$ 38,397,113
Property Taxes levied for debt service	1,811,718	1,813,068	1,657,773	1,508,174	1,626,162	1,391,784	1,628,948	1,631,894	1,634,494	1,635,494
Unrestricted grants and contributions					39,435	42,861	60,943	61,870	4,351	-
Donation of Capital Assets										
Disposal of Capital Assets	(13,168)	(3,079)								
Investment earnings	56,373	23,163	27,463	32,112	21,995	7,050	5,482	7,428	83,198	91,530
Miscellaneous income	720,444	56,321	199,904	235,280	81,669	103,860	108,393	127,093	50,499	51,192
Transfers	(31,463)	(32,100)	(31,600)	(34,300)	(10,000)	(13,000)	(44,560)	(68,112)	(35,000)	(35,000)
Total governmental activities	<u>33,873,882</u>	<u>33,637,301</u>	<u>34,492,377</u>	<u>35,375,670</u>	<u>36,166,922</u>	<u>36,964,096</u>	<u>37,893,378</u>	<u>38,613,415</u>	<u>39,327,849</u>	<u>40,140,329</u>
Business-type activities:										
Investment earnings	319	701	294	305	239	225	535	583	1,174	862
Disposal of Capital Assets	(11,812)									
Transfers	31,463	32,100	31,600	34,300	10,000	13,000	44,560	68,112	35,000	35,000
Total business-type activities	<u>19,970</u>	<u>32,801</u>	<u>31,894</u>	<u>34,605</u>	<u>10,239</u>	<u>13,225</u>	<u>45,095</u>	<u>68,695</u>	<u>36,174</u>	<u>35,862</u>
Total government-wide	<u>\$ 33,893,852</u>	<u>\$ 33,690,102</u>	<u>\$ 34,524,271</u>	<u>\$ 35,410,275</u>	<u>\$ 36,177,161</u>	<u>\$ 36,977,321</u>	<u>\$ 37,938,473</u>	<u>\$ 38,682,110</u>	<u>\$ 39,364,023</u>	<u>\$ 40,176,191</u>
Change in Net Position										
Governmental activities	\$ 1,725,185	\$ 804,515	\$ 783,689	\$ 538,036	\$ 627,977	\$ (31,703)	\$ (250,894)	\$ 1,220,724	\$ 1,372,341	\$ 2,777,506
Business-type activities	41,466	35,655	28,247	26,732	4,805	798	65,646	107,964	95,338	93,526
Total district	<u>\$ 1,766,651</u>	<u>\$ 840,170</u>	<u>\$ 811,936</u>	<u>\$ 564,768</u>	<u>\$ 632,782</u>	<u>\$ (30,905)</u>	<u>\$ (185,248)</u>	<u>\$ 1,328,688</u>	<u>\$ 1,467,679</u>	<u>\$ 2,871,032</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Nonspendable										
Restricted	\$ 1,786,542	\$ 3,087,198	\$ 3,873,192	\$ 4,072,300	\$ 4,314,012	\$ 4,701,797	\$ 4,582,343	\$ 5,381,289	\$ 6,547,840	\$ 8,753,706
Committed	213,783									
Assigned	1,275,761	1,049,361	1,112,752	913,526	464,031	494,339	477,422	311,233	189,289	382,813
Unassigned	626,780	608,871	617,346	647,846	669,938	699,334	711,915	706,089	708,494	671,559
Total general fund	<u>\$ 3,902,866</u>	<u>\$ 4,745,430</u>	<u>\$ 5,603,290</u>	<u>\$ 5,633,672</u>	<u>\$ 5,447,981</u>	<u>\$ 5,895,470</u>	<u>\$ 5,771,680</u>	<u>\$ 6,398,611</u>	<u>\$ 7,445,623</u>	<u>\$ 9,808,078</u>
All Other Governmental Funds										
Nonspendable										
Restricted	\$ 1,041,310	\$ 433,569	\$ 360,958	\$ 258,202	\$ 336,136	\$ 4,046				
Committed										
Assigned										
Unassigned										
Total all other governmental funds	<u>\$ 1,041,310</u>	<u>\$ 433,569</u>	<u>\$ 360,958</u>	<u>\$ 258,202</u>	<u>\$ 336,136</u>	<u>\$ 4,046</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Unaudited)
(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Property Tax levy	\$ 33,141,696	\$ 33,612,996	\$ 34,296,610	\$ 35,142,578	\$ 36,033,823	\$ 36,823,325	\$ 37,763,120	\$ 38,485,136	\$ 39,224,801	\$ 40,032,607
Tuition charges	150,871									
Interest earnings	56,373	23,163	27,463	32,112	6,669	7,050	5,482	7,428	83,198	91,530
Miscellaneous	834,719	194,247	414,598	439,764	275,222	229,830	253,941	253,386	238,785	188,981
State sources	2,751,721	3,909,018	4,755,309	4,441,625	5,280,410	5,680,193	6,233,763	7,085,091	8,062,609	8,467,148
Federal sources	879,430	622,421	549,153	519,874	529,053	538,080	568,585	562,449	488,746	476,784
Total revenue	37,814,810	38,361,845	40,043,133	40,575,953	42,125,177	43,278,478	44,824,891	46,393,490	48,098,139	49,257,050
Expenditures										
Instruction										
Regular Instruction	14,452,311	15,971,754	16,145,019	16,236,968	16,971,203	18,086,826	18,266,060	18,271,204	19,542,500	19,557,106
Special education instruction	4,956,889	4,820,677	4,959,949	5,383,905	5,391,660	5,791,425	5,978,910	6,052,694	5,588,259	5,824,103
Other instruction	737,413	846,358	882,867	851,329	690,780	718,199	767,254	774,000	819,384	571,785
School sponsored activities and athletics	86,636	97,696	112,200	106,214	114,448	112,448	126,360	137,229	144,945	131,023
Support Services:										
Student and inst. related services	5,505,279	5,587,169	6,248,598	6,673,030	7,237,594	7,493,994	7,829,917	8,326,361	8,974,520	8,587,426
General administration services	825,539	957,543	1,016,756	974,907	1,128,437	1,047,146	990,347	1,115,323	1,081,932	1,114,485
School administration services	2,055,952	2,145,544	2,282,557	2,343,963	2,451,979	2,490,037	2,602,485	2,704,212	2,815,830	2,914,712
Business/Central services	1,051,992	1,067,927	1,317,053	1,189,511	1,124,016	975,200	882,955	786,011	872,793	861,796
Plant operations and maintenance	3,016,310	2,984,149	3,090,854	3,010,798	3,138,718	3,005,755	3,212,575	3,333,117	3,448,724	3,319,595
Pupil transportation	635,759	568,422	618,965	596,067	636,028	657,073	723,775	702,509	727,754	803,480
Capital outlay	3,542,087	1,456,722	427,287	1,125,259	1,272,634	1,091,444	1,579,857	1,355,225	1,166,382	1,129,836
Debt service:										
Principal	875,043	1,200,500	1,295,566	1,224,926	1,187,570	1,115,000	1,415,344	1,368,549	1,335,098	1,380,382
Interest and other charges	1,227,932	1,008,486	828,613	897,150	877,867	830,663	811,188	772,013	717,022	663,866
Bond Issuance Costs		130,023	138,583		-	-	26,043	-	-	26,043
Advance Refunding Escrow		1,521,173	1,317,895		-	-	26,043	-	-	26,043
Total expenditures	38,969,142	40,364,143	40,682,762	40,614,027	42,222,934	43,415,210	45,239,113	45,698,447	47,235,143	46,911,681
Excess (Deficiency) of revenues over (under) expenditures	(1,154,332)	(2,002,298)	(639,629)	(38,074)	(97,757)	(136,732)	(414,222)	695,043	862,996	2,345,369
Other Financing sources (uses)										
Proceeds from bonds		9,485,000	12,440,000							
Premium on bonds		1,261,196	246,478							
Payment to Refunded Bond Escrow Agent		(9,095,000)	(11,230,000)							
Capital lease proceeds (non-budgeted)		618,025				265,131	278,860		219,016	-
Principal on bonds issued										
Transfers in	35,511	18,294	8	6	904,502	86,980				
Transfers out	(66,974)	(50,394)	(31,608)	(34,306)	(914,502)	(99,980)	(44,560)	(68,112)	(35,000)	(35,000)
Total other financing sources (uses)	(31,463)	2,237,121	1,424,878	(34,300)	(10,000)	252,131	234,300	(68,112)	184,016	(35,000)
Net change in fund balances	\$ (1,185,795)	\$ 234,823	\$ 785,249	\$ (72,374)	\$ (107,757)	\$ 115,399	\$ (179,922)	\$ 626,931	\$ 1,047,012	\$ 2,310,369
Debt service as a percentage of noncapital expenditures	5.94%	5.68%	5.28%	5.37%	5.04%	4.60%	5.10%	4.83%	4.45%	4.47%

* Noncapital expenditures are total expenditures less capital outlay.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN YEARS
(Unaudited)

Fiscal Year Ended June 30,	<u>Restitution</u>	<u>Tuition</u>	<u>Interest</u>	<u>Rentals</u>	<u>Miscellaneous</u>	<u>Total</u>
2011	\$ 6,522	\$ 150,871	\$ 56,054	\$ 1,086	\$ 65,488	\$ 280,021
2012	6,001	117,912	23,100	5,815	26,332	179,160
2013	7,837	146,890	27,455	5,143	173,841	361,166
2014	7,235	89,149	32,106	42,063	159,824	330,377
2015	11,786	95,685	21,989	3,727	74,484	207,671
2016	6,326	40,589	21,161	11,607	90,678	170,361
2017	6,512	57,034	22,848	10,505	98,655	195,554
2018	2,739	54,192	33,931	19,060	106,248	216,170
2019	540	63,732	83,198	20,578	65,908	233,956
2020	2,600	46,716	91,530	4,518	71,585	216,949

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN YEARS
 (Unaudited)**

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^a
2011	\$ 39,532,900	\$ 4,487,703,143	\$ 2,779,400	\$ 27,000	\$ 222,862,000	\$ 33,175,000	\$ 1,545,900	\$ 4,787,625,343	\$ 6,003,258	\$ 4,793,628,601	\$ 4,636,536,100	\$ 0.696
2012	39,171,900	4,494,020,543	2,779,400	27,000	250,965,200	33,175,000	1,545,900	4,821,684,943	6,116,604	4,827,801,547	4,507,239,218	0.704
2013	31,380,600	4,497,796,143	2,779,400	22,700	253,371,600	31,644,000	1,545,900	4,818,540,343	-	4,818,540,343	4,313,961,266	0.721
2014	29,284,743	4,498,457,500	2,779,400	22,700	255,001,400	31,644,000	1,545,900	4,818,735,643	-	4,818,735,643	4,301,161,628	0.739
2015	30,820,900	4,295,188,200	2,493,900	19,400	257,699,500	32,743,400	1,942,500	4,620,907,800	-	4,620,907,800	4,515,521,857	0.788
2016	28,909,400	4,311,852,500	2,493,900	19,400	267,645,600	32,763,400	1,942,500	4,645,626,700	-	4,645,626,700	4,524,284,465	0.803
2017	21,423,800	4,337,725,800	2,493,900	19,400	277,143,600	32,763,400	1,942,500	4,673,512,400	-	4,673,512,400	4,627,781,006	0.816
2018	26,482,100	4,359,590,600	2,493,900	19,400	276,489,300	32,763,400	1,942,500	4,699,781,200	-	4,699,781,200	4,648,256,121	0.827
2019	26,834,900	4,375,681,300	2,493,900	19,400	275,699,700	32,763,400	1,942,500	4,715,435,100	-	4,715,435,100	4,697,494,080	0.841
2020	26,887,000	4,392,439,200	2,493,900	19,400	275,513,700	32,600,300	1,942,500	4,731,896,000	-	4,731,896,000	4,744,489,093	0.854

N/A - Not Available

105 Source: County Abstract of Ratables

a Tax rates are per \$100

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 DIRECT AND OVERLAPPING PROPERTY TAX RATES
 LAST TEN YEARS
 (Unaudited)
 (rate per \$100 of assessed value)**

Calendar Year	Total Local Direct School Tax Rate	Overlapping Rates			Total Direct and Overlapping Tax Rate
		Regional High School District	Municipality	County	
2011	\$ 0.696	\$ 0.375	\$ 0.245	\$ 0.202	\$ 1.518
2012	0.704	0.379	0.247	0.204	1.534
2013	0.721	0.379	0.250	0.205	1.555
2014	0.739	0.384	0.256	0.208	1.587
2015	0.788	0.412	0.273	0.240	1.713
2016	0.803	0.408	0.281	0.240	1.732
2017	0.816	0.412	0.283	0.249	1.760
2018	0.827	0.426	0.287	0.242	1.782
2019	0.841	0.435	0.291	0.243	1.810
2020	0.854	0.442	0.290	0.249	1.835

Source: County Abstract of Ratables

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)**

Taxpayer	2020		Taxpayer	2011	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
Munico Associates	\$ 71,572,300	1.51%	Munico Associates	\$ 29,458,000	0.61%
Precision Multiple Controls, Inc.	12,184,200	0.26%	Precision Multiple Controls, Inc.	13,092,700	0.27%
UB Wyckoff I	11,032,600	0.23%	Wyckoff Hye Partners	11,729,000	0.24%
Wyckoff Partners LLC	9,763,300	0.21%	Individual Taxpayer #1	9,841,900	0.21%
Individual Taxpayer #1	8,269,400	0.17%	Individual Taxpayer #2	8,000,000	0.17%
Individual Taxpayer #2	7,717,300	0.16%	Canterbury Development Corp	7,410,000	0.15%
Varnic, LLC	7,307,300	0.15%	Wyckoff Shopping Center	6,979,200	0.15%
Wyckoff Shopping Center	6,192,800	0.13%	Varnic, LLC	6,612,600	0.14%
677 Charnwood Drive LLC	6,125,100	0.13%	Individual Taxpayer #3	6,490,000	0.14%
Wyckoff Capital Advisors LP	3,738,000	0.08%	Wyckoff Properties L.P.	3,675,000	0.08%
	<u>\$ 143,902,300</u>	<u>3.04%</u>		<u>\$ 103,288,400</u>	<u>2.15%</u>

Source: Municipal Tax Assessor

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	Local School District Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2011	\$ 33,141,696	\$ 33,141,696	100.00%	
2012	33,612,996	33,612,996	100.00%	
2013	34,296,610	34,296,610	100.00%	
2014	35,142,578	35,142,578	100.00%	
2015	36,033,823	36,033,823	100.00%	
2016	36,823,325	36,823,325	100.00%	
2017	37,763,120	37,763,120	100.00%	
2018	38,485,186	38,485,186	100.00%	
2019	39,224,801	39,224,801	100.00%	
2020	40,032,607	40,032,607	100.00%	

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(Unaudited)**

Fiscal Year Ended June 30,	<u>Governmental Activities</u>		Total District	<u>Population</u>	<u>Per Capita</u>
	General Obligation Bonds	Capital Leases			
2011	\$ 26,700,537		\$ 26,700,537	16,747	\$ 1,594
2012	26,064,751	\$ 443,311	26,508,062	16,897	1,569
2013	26,145,476	277,020	26,422,496	16,948	1,559
2014	25,090,000	107,570	25,197,570	16,991	1,483
2015	24,010,000		24,010,000	17,020	1,411
2016	22,895,000	265,131	23,160,131	17,066	1,357
2017	21,755,000	268,647	22,023,647	17,050	1,292
2018	20,565,000	90,098	20,655,098	17,064	1,210
2019	19,320,000	219,016	19,539,016	16,947	1,153
2020	18,050,000	143,634	18,193,634	16,947 (E)	1,074

(E) - Estimated

Source: District records

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(Unaudited)

General Bonded Debt Outstanding					
Fiscal Year Ended June 30,	General Obligation Debt	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
2011	\$ 26,700,537		\$ 26,700,537	0.56%	\$ 1,594
2012	26,064,751		26,064,751	0.54%	1,543
2013	26,145,476		26,145,476	0.54%	1,543
2014	25,090,000		25,090,000	0.52%	1,477
2015	24,010,000		24,010,000	0.52%	1,411
2016	22,895,000		22,895,000	0.49%	1,342
2017	21,755,000		21,755,000	0.47%	1,276
2018	20,565,000		20,565,000	0.44%	1,205
2019	19,320,000		19,320,000	0.41%	1,140
2020	18,050,000		18,050,000	0.38%	1,065

Source: District records

Notes:

a See Exhibit J-6 for property tax data.

b See Exhibit J-14 for population data.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2019
(Unaudited)**

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Municipal Debt: (1)			
Wyckoff Township Public Schools	\$ 19,320,000	\$ 19,320,000	
Regional High School - Wyckoff's Share	6,494,000	6,494,000	
Township of Wyckoff	<u>3,498,990</u>	<u>-</u>	<u>\$ 3,498,990</u>
	<u>\$ 29,312,990</u>	<u>\$ 25,814,000</u>	<u>3,498,990</u>
Overlapping Debt Apportioned to the Municipality:			
Bergen County:			
County of Bergen (A)			36,698,155
Northwest Utilities Authority - Water Pollution (B)			<u>2,195,197</u>
			<u>38,893,352</u>
Total Direct and Overlapping Debt			<u>\$ 42,392,342</u>

Source:

(1) Township's 2019 Annual Debt Statement

(A) The debt for this entity was apportioned to the Township of Wyckoff by dividing the municipality's 2019 equalized value by the total 2019 equalized value for Bergen County.

(B) The debt was computed based upon dividing the Township's 2019 billings by the total 2019 billings of the Authority.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Legal Debt Margin Calculation for Fiscal Year 2019

	Equalized valuation basis
	2019 \$ 4,722,991,887
	2018 4,676,864,564
	2017 4,617,182,770
	<u>\$ 14,017,039,221</u>
	Average equalized valuation of taxable property
	\$ <u>4,672,346,407</u>
	Debt limit (3 % of average equalization value)
	\$ 140,170,392
	Total Net Debt Applicable to Limit
	<u>(18,050,000)</u>
	Legal debt margin
	<u>\$ 122,120,392</u>

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt limit	\$ 139,168,518	\$ 137,570,093	\$ 133,835,491	\$130,705,527	\$ 129,884,480	\$ 131,722,597	\$ 134,715,927	\$ 137,073,101	\$ 138,891,281	\$ 140,170,392
Total net debt applicable to limit	(26,700,537)	(26,064,751)	(26,145,476)	(25,090,000)	(24,010,000)	(22,895,000)	(21,755,000)	(20,565,000)	(19,320,000)	(18,050,000)
Legal debt margin	<u>\$ 112,467,981</u>	<u>\$ 111,505,342</u>	<u>\$ 107,690,015</u>	<u>\$105,615,527</u>	<u>\$ 105,874,480</u>	<u>\$ 108,827,597</u>	<u>\$ 112,960,927</u>	<u>\$ 116,508,101</u>	<u>\$ 119,571,281</u>	<u>\$ 122,120,392</u>
Total net debt applicable to the limit as a percentage of debt limit	19.19%	18.95%	19.54%	19.20%	18.49%	17.38%	16.15%	15.00%	13.91%	12.88%

Source: Annual Debt Statements

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(Unaudited)**

<u>Year</u>	<u>Population</u>	<u>Per Capita Personal Income (1)</u>	<u>Unemployment Rate</u>
2011	16,747	\$ 68,865	6.0%
2012	16,897	71,789	6.1%
2013	16,948	71,100	5.5%
2014	16,991	73,637	4.3%
2015	17,020	76,821	3.7%
2016	17,066	77,901	3.5%
2017	17,050	81,203	3.2%
2018	17,064	85,951	2.7%
2019	16,947	N/A	2.4%
2020	16,947 (E)	N/A	N/A

N/A - Not Available

(E) - Estimated

(1) Represents the County of Bergen per Capita Personal Income

Source: New Jersey State Department of Education

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
PRINCIPAL EMPLOYERS,
CURRENT YEAR AND NINE YEARS AGO
(Unaudited)**

<u>Employer</u>	<u>2020</u>		<u>2011</u>	
	<u>Employees</u> (a)	<u>Percentage of Total Municipal Employment</u>	<u>Employees</u> (a)	<u>Percentage of Total Municipal Employment</u>
Christian Health Care Center	879	34%	835	N/A
Wyckoff Board of Education	465	18%	464	N/A
Eastern Christian Children's Retreat	285	11%	N/A	N/A
Wyckoff YMCA	280	11%	667	N/A
Township of Wyckoff	240	9%	N/A	N/A
Blue Moon Mexican Café	67	3%	N/A	N/A
Willow & Wisk	45	2%	N/A	N/A
Wyckoff Library	35	1%	N/A	N/A
Eastern Christian Middle School	24	1%	30	N/A
Saint Elizabeth School	24	1%	30	N/A
Temple Beth Rishon	22	1%	N/A	N/A
Goldfish Swim School	20	1%	N/A	N/A
Budd Built-In Vacuum Cleaners	15	1%	N/A	N/A
Abma's Farm	15	1%	N/A	N/A
Other*	147	5%	N/A	N/A

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS
 (Unaudited)**

<u>Function/Program</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Instruction										
Regular	135.6	142.9	147.8	168.5	153.4	153.9	157.2	153.4	153.0	154.2
Special education	49.8	42.4	45.7	37.3	46.7	43.6	44.8	44.8	46.3	42.5
Other special education	25.0	8.0	8.4	10.1	5.8	5.8	5.8	5.8	5.8	4.8
Support Services:										
Student & instruction related services	55.9	58.1	57.9	42.7	65.8	65.8	69.4	68.2	69.1	74.4
General administration	3.6	3.6	3.6	3.6	4.9	3.6	4.0	3.0	3.2	3.7
School administrative services	18.0	18.0	18.0	18.0	20.0	18.0	18.0	18.0	18.0	18.0
Central services	5.4	5.4	6.4	5.4	6.0	5.6	6.0	6.0	6.0	5.4
Administrative Information Technology	2.3	2.3	2.3	2.3	2.3	1.3				
Plant operations and maintenance	22.4	11.5	12.0	10.5	6.5	13.3	6.5	7.6	7.2	6.6
Pupil transportation	1.1	1.1	1.4	0.2	0.1	0.1	0.1	0.1	0.1	0.0
Special Revenue Funds									0.4	-
Food Service	2.0	1.4	1.4	1.4	1.4	0.6	0.4	0.4		-
Total	<u>321.1</u>	<u>294.7</u>	<u>304.9</u>	<u>300.0</u>	<u>312.9</u>	<u>311.6</u>	<u>312.2</u>	<u>307.3</u>	<u>309.1</u>	<u>309.6</u>

Source: District Personnel Records

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
 OPERATING STATISTICS
 LAST TEN FISCAL YEARS
 (Unaudited)

Fiscal Year	Enrollment ^a	Operating Expenditures ^b	Cost Per Pupil ^c	Percentage Change	Teacher/Pupil Ratio			Average Daily Enrollment (ADE)	Average Daily Attendance (ADA)	% Change in Average Daily Enrollment	Student Attendance Percentage
					Teaching Staff	Elementary	Middle School				
2011	2,354	\$ 33,324,080	\$ 14,156	0.18%	207	12.7:1	11.9:1	2,326	2,327	-1.48%	100.04%
2012	2,279	35,047,239	15,378	8.63%	212	10.8:1	10.6:1	2,255	2,175	-3.05%	96.45%
2013	2,252	36,674,818	16,285	5.90%	216	10.5:1	10.2:1	2,115	2,031	-6.21%	96.03%
2014	2,184	37,366,692	17,109	5.06%	209	10.7:1	10.2:1	1,940	1,868	-8.27%	96.29%
2015	2,110	38,884,863	18,429	7.71%	216	11.0:1	9.8:1	2,105	2,024	8.51%	96.15%
2016	2,103	40,378,103	19,200	4.19%	211	9.5:1	10.7:1	2,075	1,998	-1.43%	96.29%
2017	2,063	41,380,638	20,058	4.47%	213	9.2:1	10.4:1	2,058	1,975	-0.82%	95.97%
2018	1,969	42,202,660	21,434	6.86%	211	9.3:1	9.3:1	1,968	1,882	-4.37%	95.63%
2019	1,932	42,016,641	22,783	6.29%	225	9.1:1	9.8:1	1,903	1,825	-3.30%	95.90%
2020	1,922	43,737,597	22,756	-0.12%	207	9.4:1	9.5:1	1,886	1,825	-4.17%	96.77%

Sources: District records

- Note:
- a Enrollment based on Total District Enrollment at the close of the school year.
 - b Operating expenditures equal total expenditures less debt service and capital outlay.
 - c Cost per pupil represents operating expenditures divided by enrollment.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS
(Unaudited)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
District Building										
<u>Elementary</u>										
Washington Elementary (1922)										
Square Feet	54,094	54,094	54,094	54,094	54,094	54,094	54,094	53,858	53,858	53,858
Capacity (Students)	408	408	408	408	408	408	408	408	408	408
Enrollment	433	417	411	386	355	347	328	330	312	324
Coolidge Elementary (1931)										
Square Feet	51,798	51,798	51,798	51,798	51,798	51,798	51,798	55,440	55,440	55,440
Capacity (Students)	685	685	685	685	685	685	685	685	685	685
Enrollment	339	329	329	344	342	340	321	309	298	288
Lincoln Elementary (1951)										
Square Feet	55,450	55,450	55,450	55,450	55,450	55,450	55,450	52,257	52,257	52,257
Capacity (Students)	496	496	496	496	496	496	496	496	496	496
Enrollment	367	356	340	321	311	313	335	323	310	311
Sicomac Elementary (1968)										
Square Feet	58,375	58,375	58,375	58,375	58,375	58,375	58,375	59,800	59,800	59,800
Capacity (Students)	449	449	449	449	449	449	449	449	449	449
Enrollment	361	329	336	331	317	292	289	288	284	290
<u>Middle</u>										
Eisenhower Middle School (1960)										
Square Feet	127,282	127,282	127,282	127,282	127,282	127,282	127,282	146,310	146,310	146,310
Capacity (Students)	960	960	960	960	960	960	960	960	960	960
Enrollment	831	827	815	774	785	783	790	719	701	679
<u>Other</u>										
Maintenance										
Square Feet	2,800	2,800	2,800	2,800	2,800	2,800	4,500	4,500	4,500	4,500
Board Office										
Square Feet	3,380	3,380	3,380	3,380	3,380	3,380	3,797	3,797	3,797	3,797
Out of District										
Enrollment	23	21	21	28	25	27	30	27	27	30
Totals										
Square Feet	375,962									
Capacity	2,998									

Number of Schools at June 30, 2020

Elementary = 4
Middle School = 1
Other = 2

Source: District Records

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
LAST TEN YEARS
(Unaudited)**

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

	<u>Project # (s)</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
School Facilities											
Coolidge E.S.	N/A	\$ 172,031	\$ 166,838	\$ 112,781	\$ 103,392	\$ 101,665	\$ 90,292	\$ 98,883	\$ 112,226	\$ 119,003	\$ 102,716
Lincoln E.S.	N/A	175,400	163,123	124,649	127,901	125,765	111,695	122,322	138,828	147,212	127,064
Sicomac E.S.	N/A	97,349	140,238	144,518	112,802	110,918	98,510	107,882	122,439	129,833	112,064
Washington E.S.	N/A	140,518	145,929	149,271	127,964	125,827	111,751	122,383	138,897	147,285	127,128
Eisenhower M.S.	N/A	211,531	341,808	292,680	259,114	254,787	226,284	247,813	281,252	298,236	257,419
Board of Education	N/A	12,894	8,280	16,484	3,725	3,663	3,253	3,562	4,042	4,286	3,699
Maintenance Bldg.	N/A	22,771	10,844	6,490	5,987	5,888	5,229	5,727	6,500	6,892	5,949
Total School Facilities		<u>\$ 832,494</u>	<u>\$ 977,060</u>	<u>\$ 846,873</u>	<u>\$ 740,885</u>	<u>\$ 728,513</u>	<u>\$ 647,014</u>	<u>\$ 708,572</u>	<u>\$ 804,184</u>	<u>\$ 852,747</u>	<u>\$ 736,039</u>

Source: District Records

Note:
Beginning in fiscal year 2001, the New Jersey State Department of Education required Districts to report maintenance expenditures by location.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF INSURANCE
JUNE 30, 2020
(Unaudited)

	<u>Coverage</u>	<u>Deductible</u>
Northeast Bergen County School Board Insurance Group (NESBIG)		
Property - Blanket Building and Contents (Including Boiler and Machinery) \$	90,505,483	\$ 5,000
General Liability (Each Occurrence)	1,000,000	
Excess Liability (Each Occurrence and Aggregate)	9,000,000	
Automobile		
Liability	1,000,000	
Umbrella Excess Liability	50,000,000	
Environmental Impairment	2,000,000	25,000
Cyber Liability - (Aggregate Limit)	6,000,000	15,000/25,000
Educators Legal Liability	1,000,000	
Employee Dishonesty Per Employee	100,000	5,000
Per Loss	500,000	100,000

Source: Wyckoff School District records.

SINGLE AUDIT SECTION



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

DIETER P. LERCH, CPA, RMA, PSA
GARY J. VINCI, CPA, RMA, PSA
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**REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Wyckoff Township Public Schools
Wyckoff, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Wyckoff Township Public Schools as of and for the fiscal year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise the Wyckoff Township Public Schools' basic financial statements and have issued our report thereon dated December 16, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Wyckoff Township Public Schools' 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 Wyckoff Township Public Schools' internal control. Accordingly, we do not express an opinion on the effectiveness of the Wyckoff Township Public Schools' internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Wyckoff Township Public Schools' 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 Wyckoff Township Public Schools' internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Wyckoff Township Public Schools' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



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



Gary W. Higgins
Public School Accountant
PSA Number CS00814

Fair Lawn, New Jersey
December 16, 2020



LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA
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**REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT
ON THE SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE AS REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08**

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Trustees
Wyckoff Township Public Schools
Wyckoff, New Jersey

Report on Compliance for Each Major State Program

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

Auditor's Responsibility

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

Opinion on Each Major State Program

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

Report on Internal Control Over Compliance

Management of the Wyckoff Township Public Schools 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 Wyckoff Township Public Schools' internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Wyckoff Township Public Schools' internal control over compliance.


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

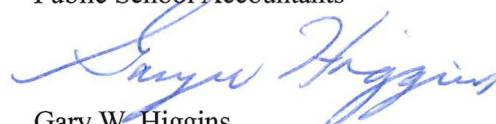
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any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

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

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

We have audited the financial statements of the Wyckoff Township Public Schools as of and for the fiscal year ended June 30, 2020 and have issued our report thereon dated December 16, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.


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


Gary W. Higgins
Public School Accountant
PSA Number CS00814

Fair Lawn, New Jersey
December 16, 2020

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Federal/Grantor/Pass-Through Grantor/ Program Title	Federal		Grant or State Project Number	Grant Period	Award Amount	Balance July 1, 2019	Carrvoer	Cash Received	Budgetary Expenditures	Adjustment	Repayment of Prior Year's Balances	Balance at June 30, 2020			GAAP Receivable	
	CFDA Number	Federal FAIN Number										(Account Receivable)	Deferred Revenue	Due to Grantor		
U.S. Department of Education																
Passed-through State Department of Education																
Title II, Part A	84.367A	S367A190029	ESEA5920-20	7/1/19-6/30/20	\$ 23,419	\$ -	\$ 458	\$ 21,126	\$ 23,520			\$ (2,293)	\$ 357		\$ (1,936)	
Title II, Part A - C/O	84.367A	S367A180029	ESEA5920-19	7/1/18-6/30/19	38,959	(38,501)	(458)	38,959				-			-	
Title II, Part A - C/O	84.367A	S367A170029	ESEA5920-18	7/1/17-6/30/18	26,768	(1,278)		1,278				-			-	
I.D.E.A. Part B - Basic	84.027	H027A190100	FT-5920-20	7/1/19-6/30/20	445,780	-	54,491	353,750	428,604			(92,030)	71,667		(20,363)	
I.D.E.A. Part B - Basic C/O	84.027	H027A180100	FT-5920-19	7/1/18-6/30/19	449,394	(38,562)	(54,491)	93,053				-			-	
I.D.E.A. Part B, Preschool	84.173	H173A190114	PS-5920-20	7/1/19-6/30/20	23,927	-	4,591	20,069	24,660			(3,858)	3,858		-	
I.D.E.A. Part B, Preschool C/O	84.173	H173A180114	PS-5920-19	7/1/18-6/30/19	23,777	-	(4,591)	4,591	-	-	-	-	-	-	-	
Special Education Cluster (IDEA)					-	-	-	-	453,264	-	-	-	-	-	-	
Total U.S. Department of Education					(78,341)	-	532,826	476,784	-	-	(98,181)	75,882	-	(22,299)		
Total Federal Financial Assistance					\$ (78,341)	\$ -	\$ 532,826	\$ 476,784	\$ -	\$ -	\$ (98,181)	\$ 75,882	\$ -	\$ (22,299)		

Note - This schedule was not subject to an audit in accordance with U.S. Uniform Guidance.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at July 1, 2019			Cash Received	Budgetary Expenditures	Refund of Prior Years' Balances	Prior Year Cancelled Payables	Balance at June 30, 2020			MEMO	
				Deferred Revenue (Accts. Rec.)	Due to Grantor	Carryover					(Accounts Receivable)	Deferred Revenue/	Due to Grantor	GAAP Receivable	Combined Total Expenditures
State Department of Education															
Special Education Categorical Aid	20-495-034-5120-089	7/1/19-6/30/20	\$ 958,473				\$ 893,838	\$ 958,473			\$ (64,635)			\$	958,473
Special Education Categorical Aid	19-495-034-5120-089	7/1/18-6/30/19	831,160	\$ (54,304)			54,304								
Security Aid	20-495-034-5120-084	7/1/19-6/30/20	118,034				110,074	118,034			(7,960)				118,034
Security Aid	19-495-034-5120-084	7/1/18-6/30/19	118,034	(7,712)			7,712	-							
State Aid Public Cluster								1,076,507							
Transportation Aid	20-495-034-5120-014	7/1/19-6/30/20	277,625				258,904	277,625			(18,721)				277,625
Transportation Aid	19-495-034-5120-014	7/1/18-6/30/19	277,625	(18,139)			18,139								
Extraordinary Aid	20-100-034-5120-044	7/1/19-6/30/20	451,927					451,927			(451,927)				451,927
Extraordinary Aid	19-100-034-5120-044	7/1/18-6/30/19	347,231	(347,231)			347,231								-
Additional Non Public School Transp. Aid	20-495-034-5120-014	7/1/19-6/30/20	4,646					4,646			(4,646)		\$	(4,646)	4,646
Additional Non Public School Transp. Aid	19-495-034-5120-014	7/1/18-6/30/19	21,941	(21,941)			21,941								
Reimbursed TPAF Social Security	20-495-034-5094-003	7/1/19-6/30/20	1,246,226				1,246,226	1,246,226							1,246,226
TPAF Pension - Normal	20-495-034-5094-002	7/1/19-6/30/20	3,680,186				3,680,186	3,680,186							3,680,186
TPAF Pension PRM Contr.	20-495-034-5094-001	7/1/19-6/30/20	1,389,753				1,389,753	1,389,753							1,389,753
TPAF Pension - LTDI	20-495-034-5094-004	7/1/19-6/30/20	2,777				2,777	2,777							2,777
TPAF Pension - NCGI	20-495-034-5094-004	7/1/19-6/30/20	65,963	-	-	-	65,963	65,963	-	-	-	-	-	-	65,963
Total General Fund				(449,327)	-	-	8,097,048	8,195,610	-	-	(547,889)	-	-	(4,646)	8,195,610
N.J. Nonpublic Aid															
Textbook Aid	20-100-034-5120-064	7/1/19-6/30/20	20,398				20,398	19,790					\$	608	19,790
Textbook Aid	19-100-034-5120-064	7/1/18-6/30/19	20,346	3,487					\$ 3,487						
Technology Initiative	20-100-034-5120-373	7/1/19-6/30/20	13,932				13,932	13,717						215	13,717
Technology Initiative	19-100-034-5120-373	7/1/18-6/30/19	13,716	72					72						
Nursing Services	20-100-034-5120-070	7/1/19-6/30/20	38,606				38,606	38,606							38,606
Security	20-100-034-5120-509	7/1/19-6/30/20	59,700				59,700	52,804						6,896	52,804
Security	19-100-034-5120-509	7/1/18-6/30/19	59,250	1,577					\$ 1,577						
Auxiliary Services															
Transportation	20-100-034-5120-068	7/1/19-6/30/20	15,893				14,304	15,893			(1,589)			(1,589)	15,893
English as a Second Language	20-100-034-5120-067	7/1/19-6/30/20	3,209				3,310	828						2,482	828
English as a Second Language	19-100-034-5120-067	7/1/18-6/30/19	6,557	3,278					3,278						
Compensatory Education	20-100-034-5120-067	7/1/19-6/30/20	128,330				127,358	123,708			(972)			4,622	(972)
Compensatory Education	19-100-034-5120-067	7/1/18-6/30/19	131,304	6,857					6,857						123,708
Home Instruction	20-100-034-5120-067	7/1/19-6/30/20	3,262					3,262			(3,262)			-	(3,262)
Home Instruction	19-100-034-5120-067	7/1/18-6/30/19	6,972	(6,972)			6,972	-							3,262
Auxiliary Services Cluster								143,691							
Handicapped Services															
Examination and Classification	20-100-034-5120-066	7/1/19-6/30/20	55,747				40,779	44,978			(14,968)			10,769	(14,968)
Examination and Classification	19-100-034-5120-066	7/1/18-6/30/19	59,516	2,368					2,368						44,978
Corrective Speech	20-100-034-5120-066	7/1/19-6/30/20	32,081				16,838	29,530			(15,243)			2,551	(15,243)
Corrective Speech	19-100-034-5120-066	7/1/18-6/30/19	27,231	6,518					6,518						29,530
Supplemental Instruction	20-100-034-5120-066	7/1/19-6/30/20	48,568				48,568	44,279						4,289	44,279
Supplemental Instruction	19-100-034-5120-066	7/1/18-6/30/19	49,481	4,597	-	-	-	-	4,597	-	-	-	-	-	-
Handicapped Services Cluster								118,787							
Total Special Revenue Fund				21,782	-	-	390,765	387,395	28,754	-	(36,034)	-	32,432	(36,034)	387,395
Total State Financial Assistance Subject to Single Audit Determination				(427,545)	-	-	8,487,813	8,583,005	28,754	-	(583,923)	-	32,432	(40,680)	8,583,005
State Financial Assistance Not Subject to Single Audit Determination															
General Fund															
TPAF Pension - NCGI	20-495-034-5094-004	7/1/19-6/30/20	65,963				(65,963)	(65,963)							(65,963)
TPAF Pension - LTDI	20-495-034-5094-004	7/1/19-6/30/20	2,777				(2,777)	(2,777)							(2,777)
TPAF Pension - Normal	20-495-034-5094-002	7/1/19-6/30/20	3,680,186				(3,680,186)	(3,680,186)							(3,680,186)
TPAF Pension PRM Contr.	20-495-034-5094-001	7/1/19-6/30/20	1,389,753				(1,389,753)	(1,389,753)							(1,389,753)
Total State Financial Assistance Subject to Major Program Determination			\$ (427,545)	\$ -	\$ -	\$ -	\$ 3,349,134	\$ 3,444,326	\$ 28,754	\$ -	\$ (583,923)	\$ -	\$ 32,432	\$ (40,680)	\$ 3,444,326

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 1 GENERAL

The accompanying schedules present the activity of all federal and state financial assistance programs of the Wyckoff Township Public Schools. The Board of Education is defined in Note 1(A) to the Board's financial statements. All federal financial assistance received directly from federal agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance.

NOTE 2 BASIS OF ACCOUNTING

The accompanying schedules are prepared and presented using the budgetary basis of accounting. These basis of accounting are described in Notes 1(D) to the Board's financial statements. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (U.S. Uniform Guidance) and New Jersey OMB Circular 15-08, "Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid". Therefore, some amounts presented in these schedules may differ from the amounts presented in, or used in the preparation of, the financial statements.

NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$115,857 for the general fund. See the Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's financial statements on a GAAP basis as presented as follows:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 8,079,753	\$ 8,079,753
Special Revenue Fund	\$ 476,784	387,395	864,179
Total Awards Financial Assistance	<u>\$ 476,784</u>	<u>\$ 8,467,148</u>	<u>\$ 8,943,932</u>

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
NOTES TO THE SCHEDULES OF EXPENDITURES OF
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 5 OTHER INFORMATION

TPAF Social Security contributions in the amount of \$1,246,226 represents the amount reimbursed by the State for the employer's share of social security contributions for TPAF members for the fiscal year ended June 30, 2020. The amount reported as TPAF Pension System Contributions in the amount of \$3,746,149, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$1,389,753 and TPAF Long-Term Disability Insurance in the amount of \$2,777 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2020.

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

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

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Part I – Summary of Auditor’s Results

Financial Statements

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

1) Material weaknesses identified? yes X no

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

Noncompliance material to the basic financial statements noted? yes X no

Federal Awards Section

NOT APPLICABLE

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Part I – Summary of Auditor's Results

State Awards Section

Type of auditor's report on compliance for major programs:

Unmodified

Internal Control over compliance:

- 1) Material weakness(es) identified? _____ yes X no
- 2) Were significant deficiencies identified that were not considered to be material weaknesses? _____ yes X none reported

Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08?

_____ yes X no

Identification of major state programs:

<u>GMIS Number(s)</u>	<u>Name of State Program</u>
495-034-5120-089	Special Education Categorical Aid
495-034-5120-084	Security Aid
495-034-5094-003	Reimbursed TPAF Social Security
_____	_____
_____	_____
_____	_____

Dollar threshold used to distinguish between type A and type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

 X yes _____ no

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Part 2 - Schedule of Financial Statement Findings

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

THERE ARE NONE.

WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

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

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

CURRENT YEAR FEDERAL AWARDS

NOT APPLICABLE.

CURRENT YEAR STATE AWARDS

THERE ARE NONE.

**WYCKOFF TOWNSHIP PUBLIC SCHOOLS
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

This section identifies the status of prior-year findings related to the basic financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

STATUS OF PRIOR YEAR FINDINGS

THERE WERE NONE.