

**BOGOTA BOARD OF EDUCATION**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Bogota, New Jersey**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
of the  
Bogota Board of Education  
Bogota, New Jersey  
For The Fiscal Year Ended June 30, 2021**

**Prepared by  
Business Office**

**BOGOTA BOARD OF EDUCATION  
TABLE OF CONTENTS**

**Page**

**INTRODUCTORY SECTION**

|  |     |
|--|-----|
| Letter of Transmittal  | 1-4 |
| Organizational Chart   | 5   |
| Roster of Officials  | 6   |
| Consultants and Advisors   | 7   |
| Certificate of Achievement for Excellence in Financial Reporting | 8   |

**FINANCIAL SECTION**

|                              |      |
|------------------------------|------|
| Independent Auditor's Report | 9-11 |
|------------------------------|------|

**REQUIRED SUPPLEMENTARY INFORMATION - PART I**

|                                      |       |
|--------------------------------------|-------|
| Management's Discussion and Analysis | 12-24 |
|--------------------------------------|-------|

**Basic Financial Statements**

**A. District-wide Financial Statements**

|                               |    |
|-------------------------------|----|
| A-1 Statement of Net Position | 25 |
| A-2 Statement of Activities   | 26 |

**B. Fund Financial Statements**

*Governmental Funds*

|  |       |
|--|-------|
| B-1 Balance Sheet  | 27-28 |
| B-2 Statement of Revenues, Expenditures, and Changes in Fund Balances  | 29    |
| B-3 Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances with the District-Wide Statements | 30    |

*Proprietary Funds*

|  |    |
|--|----|
| B-4 Statement of Net Position                                    | 31 |
| B-5 Statement of Revenues, Expenses, and Changes in Net Position | 32 |
| B-6 Statement of Cash Flows                                      | 33 |

*Fiduciary Funds – Not Applicable*

|  |       |
|--|-------|
| <b>Notes to the Basic Financial Statements</b> | 34-77 |
|--|-------|

**BOGOTA BOARD OF EDUCATION  
TABLE OF CONTENTS**

**Page**

**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**C. Budgetary Comparison Schedules**

|     |   |       |
|-----|---|-------|
| C-1 | Budgetary Comparison Schedule – General Fund                                    | 78-83 |
| C-2 | Budgetary Comparison Schedule – Special Revenue Fund                            | 84    |
| C-3 | Budgetary Comparison Schedule – Notes to the Required Supplementary Information | 85    |

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**L. Schedules Related to Accounting and Reporting for Pensions**

|     |   |    |
|-----|---|----|
| L-1 | Required Supplementary Information – Schedule of the District’s Proportionate Share of the Net Pension Liability – Public Employees Retirement System | 86 |
| L-2 | Required Supplementary Information – Schedule of District Contributions – Public Employees Retirement System  | 87 |
| L-3 | Required Supplementary Information – Schedule of the District’s Proportionate Share of the Net Pension Liability – Teachers Pension and Annuity Fund  | 88 |
| L-4 | Notes to Required Supplementary Information   | 89 |
| L-5 | Required Supplementary Information – Schedule of Changes in the District’s Proportionate Share of Total OPEB Liability                                | 90 |
| L-6 | Notes to Required Supplementary Information   | 91 |

**OTHER SUPPLEMENTARY INFORMATION**

**D. School Level Schedules – Not Applicable**

**E. Special Revenue Fund**

|     |   |       |
|-----|---|-------|
| E-1 | Combining Schedule of Program Revenues and Expenditures<br>Special Revenue Fund – Budgetary Basis | 92-93 |
| E-2 | Schedule of Preschool Education Aid –<br>Budgetary Basis  | 94    |
| E-3 | Schedule of Student Activity Receipts and Disbursements   | 95    |

**F. Capital Projects Fund**

|       |  |       |
|-------|--|-------|
| F-1   | Summary Schedule of Project Expenditures   | 96    |
| F-2   | Summary Schedule of Revenues and Expenditures and Changes in Fund Balance –<br>Budgetary Basis | 97    |
| F-2A- | Schedule of Project Revenues, Expenditures, Project Balance and Project Status –               |       |
| F-2B  | Budgetary Basis  | 98-99 |

**BOGOTA BOARD OF EDUCATION  
TABLE OF CONTENTS**

|  | <u>Page</u> |
|--|-------------|
| <b>OTHER SUPPLEMENTARY INFORMATION (Continued)</b>   |             |
| <b>G. Proprietary Funds</b>  |             |
| <i>Enterprise Fund</i>   |             |
| G-1 Combining Schedule of Net Position – Not Applicable                                      | 100         |
| G-2 Combining Schedule of Revenues, Expenses and Changes in<br>Net Position – Not Applicable | 100         |
| G-3 Combining Schedule of Cash Flows – Not Applicable  | 100         |
| <b>H. Fiduciary Funds – Not Applicable</b>   |             |
| <b>I. Long-Term Debt</b>   |             |
| I-1 Schedule of Serial Bonds   | 101         |
| I-2 Schedule of Obligations Under Lease-Purchase Agreements                                  | 101         |
| I-3 Debt Service Fund Budgetary Comparison Schedule  | 102         |
| <b>J. STATISTICAL SECTION (Unaudited)</b>  |             |
| J-1 Net Position by Component  | 103         |
| J-2 Changes in Net Position  | 104-105     |
| J-3 Fund Balances – Governmental Funds   | 106         |
| J-4 Changes in Fund Balances – Governmental Funds  | 107         |
| J-5 General Fund Other Local Revenue by Source   | 108         |
| J-6 Assessed Value and Actual Value of Taxable Property                                      | 109         |
| J-7 Property Tax Rates   | 110         |
| J-8 Principal Property Taxpayers   | 111         |
| J-9 Property Tax Levies and Collections  | 112         |
| J-10 Ratios of Outstanding Debt by Type  | 113         |
| J-11 Ratios of Net General Bonded Debt Outstanding   | 114         |
| J-12 Computation of Direct and Overlapping Governmental Activities Debt                      | 115         |
| J-13 Legal Debt Margin Information   | 116         |
| J-14 Demographic Statistics  | 117         |
| J-15 Principal Employers   | 118         |
| J-16 Full Time Equivalent District Employees by Function/Program                             | 119         |
| J-17 Operating Statistics  | 120         |
| J-18 School Building Information   | 121         |
| J-19 Schedule of Required Maintenance for School Facilities                                  | 122         |
| J-20 Schedule of Insurance   | 123         |

**BOGOTA BOARD OF EDUCATION  
TABLE OF CONTENTS**

Page

**K.**

**SINGLE AUDIT SECTION**

|     |  |         |
|-----|--|---------|
| K-1 | 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  | 124-125 |
| K-2 | Report on Compliance for each Major Federal and State Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance as Required by New Jersey OMB Circular 15-08 – Independent Auditor’s Report | 126-128 |
| K-3 | Schedule of Expenditures of Federal Awards   | 129     |
| K-4 | Schedule of Expenditures of State Financial Assistance   | 130     |
| K-5 | Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance  | 131-132 |
| K-6 | Schedule of Findings and Questioned Costs – Part 1 – Summary of Auditor’s Results  | 133-134 |
| K-6 | Schedule of Findings and Questioned Costs – Part 2 – Schedule of Financial Statement Findings  | 135     |
| K-6 | Schedule of Findings and Questioned Costs – Part 3 – Schedule of Federal and State Award Findings and Questioned Costs   | 136     |
| K-7 | Summary Schedule of Prior Year Findings  | 137     |

## **INTRODUCTORY SECTION**

# BOGOTA PUBLIC SCHOOLS

Administrative Offices

One Henry C. Luthin Place, Bogota, New Jersey 07603

Ph: (201) 441-4800

Fax (201) 489-5759

February 3, 2022

Honorable President and  
Members of the Board of Trustees  
Bogota Board of Education  
Bogota, New Jersey

Dear Board Members and Citizens of Bogota:

The Comprehensive Annual Financial Report of the Bogota Board of Education for the fiscal year ended June 30, 2021 is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and the respective changes in financial position of the basic financial statements. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

Governmental Accounting Standards Board (GASB) requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the "Independent Auditor's Report".

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 (MD&A) and the basic financial statements including the district-wide financial statements. The basic financial statements also include individual financial statements; notes to the financial statements and required supplemental 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 Single Audit Act and the U.S. Uniform Guidance and the State of Treasury Circular OMB 15-08. Information related to this single audit, including the auditors' report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.



1) **REPORTING ENTITY AND ITS SERVICES:** The District provides a full range of educational services appropriate to grade levels Pre-K through 12. These include regular, vocational as well as special education for handicapped youngsters. The District completed the 2020-2021 fiscal year with an average daily enrollment of students of 1,162, which is 26 students greater than the previous year's enrollment.

| <u>Fiscal Year</u> | <u>Average Daily Enrollment</u> | <u>Percent Change</u> |
|--------------------|---------------------------------|-----------------------|
| 2020-21            | 1,162                           | 2.29                  |
| 2019-20            | 1,136                           | 1.97                  |
| 2018-19            | 1,114                           | (0.18)                |
| 2017-18            | 1,116                           | 1.73                  |
| 2016-17            | 1,097                           | (4.02)                |
| 2015-16            | 1,143                           | 4.86                  |
| 2014-15            | 1,090                           | (1.45)                |
| 2013-14            | 1,106                           | (4.49)                |
| 2012-13            | 1,158                           | (0.43)                |
| 2011-12            | 1,163                           | (0.43)                |

2) **ECONOMIC CONDITION AND OUTLOOK:** The Borough of Bogota is a stable, vibrant, residential community, located approximately ten miles from New York City that encompasses an area of less than one square mile with a total population of approximately 8,183. The existing number of businesses in the Borough has remained relatively stable. The residential area of the School District has experienced a turnover from homes with few school-aged children to families with two to three students. Ross Haber and Associates conducted a demographic study in November 2019 to determine the developmental impact of the River Club Apartment Complex, which is to be built in two phases: phase 1 in 2020 and phase 2 in 2021. According to the study, Bogota Public Schools have, during the past six years, experienced stability in enrollment. This stability is due in large part to an increasingly younger community demographic. The District is projected to show a net overall increase of approximately 92 students. This includes students who may come into the schools as a result of the completion of the River Club Housing Development. The 92 students are a net gain between normal cohort growth and decline combined with the inclusion of students from both the new housing development and the Preschool Expansion Program.

Also, in December of 2019 the District worked on a facility assessment and audit with the architects of the record to revise the long range facility plan and evaluate space needs. The average age of the original portions of the school buildings are one hundred years with the additions completed in the 1960s. The latest renovations were completed in 2004. The District will make energy related improvements in 2021-2022 to all facilities and pay for the costs using the value of energy savings that result from the improvements under the "Energy Savings Improvement Program" (ESIP) which provides all government agencies in New Jersey with a flexible tool to improve and reduce energy usage with minimal expenditure of new financial resources. District's major amendment to the Long-Range Facilities Plan (LRFP) has been approved on May 13, 2021 and District will continue to plan capital projects for 2022-2023 school year based on the facility audit, projected enrollment per demographic study and LRFP.

Due to strong budget controls and best practices, Fund Balance will be available for taxpayer relief in the 2021-2022 and 2022-2023 Budget cycles.

3) **MAJOR INITIATIVES:**

Due to Covid-19 virtual and hybrid instructional programming, student learning was severely impacted in many ways. Much of the impact was due to screen-time, attendance, and the many challenges due to virtual and/or hybrid scheduling. In addition, several students transferred into the district with chronic absenteeism issues or limited schooling opportunities since the onset of the pandemic. The gaps, especially in reading and math, were very apparent based on progress monitoring benchmarks, attendance data, oral fluency screeners, and math benchmarks.

**3) MAJOR INITIATIVES: (Continued)**

Using ESSER II Learning Acceleration, ESEA, and American Rescue Plan funding, the district significantly expanded summer learning opportunities K-12 during the summer of 2021. A month of daily 3-hour instruction was offered in July to students with significant gaps in academic learning. The summer programming included ELA and math materials and staff hourly pay. During the school year, several online programs were purchased to increase the engagement and variety of virtual instruction which acted as supplemental instructional materials for teachers such as Gimkit and IXL.

To accelerate learning and provide the best intervention instruction, our district invested in evidence-based interventions for ELA and Math. We invested in intervention programs that met either Tier 1 or Tier 2 ESSA evidence standards such as the Fuchs Research Group interventions out of Vanderbilt. The district purchased these materials and provided teacher professional development to implement these interventions with fidelity. They are now a part of our RTI/MTSS programming.

The district also continued to expand preschool access for eligible 3 and 4 year olds in Bogota. Starting with 4 inclusion classrooms in January of 2019, the total number of PEA inclusion classrooms grew to 6 classes in SY 2019-2020, and then to 8 classrooms in SY 2020-2021. In 2021, the school had 2 classrooms in-district and 6 classrooms within private providers. As the PEA preschool program grew, so did the staffing. As per the 6A:13A-4.1, Elements of High Quality Preschool, the district hired an Early Childhood Supervisor, a new preschool master teacher, and several certified teachers and aides. Two rooms had minor renovations and furniture added to meet preschool classroom code. The goal will be to continue to expand until preschool is universally offered in Bogota.

**Capital Improvements**

Several safety and security upgrades were completed which includes adding more surveillance cameras and installing 3M window film for all buildings, implementing district wide master key and two-way radios system, replacing old classroom doors at high school building. The informational technology infrastructure was upgraded. The roof top chimney restoration and sidewalks replacement were completed both elementary schools. The dumbwaiter was replaced in kitchen and garage was renovated at high school. The retaining walls were replaced both at Board office and high school.

Summer projects will be building envelope and roof upgrades for all school buildings and implementation of ESIP project which includes district-wide LED lighting, mechanical systems and building management system upgrades.

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

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

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

**5) BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated Budget approved by the voters of the municipality. Annual appropriated Budgets are adopted for the General Fund, the Special Revenue Fund, and the Debt Service Fund. The final Budget amount as amended for the fiscal year is reflected in the budgetary comparison schedules of the required supplementary information.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as reappropriations of Fund Balance in the subsequent year. Those amounts to be reappropriated are reported as committed or assigned fund balance at June 30, 2021.

6) **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 "Notes to the Financial Statements".

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

8) **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to General Liability, Automobile Liability and Comprehensive/Collision, Hazard and Theft insurance on property and contents, and fidelity bonds. A schedule of insurance coverage is found on Exhibit J-20.

9) **OTHER INFORMATION: Independent Audit** - State Statutes require an annual audit by independent Certified Public Accountants or registered municipal accountants. The accounting firm of Lerch, Vinci and Higgins, LLP, CPAs was selected by the Board, approved at the Board's annual reorganization meeting. In addition to meeting the requirements set forth in State Statutes, the audit also was designed to meet the requirements of the Single Audit Act and the related U.S. Uniform Guidance and State Treasury Circular Letter 15-08 OMB. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the Single Audit are included in the Single Audit Section of this Report.

10) **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, 2020. This was the third straight year that the District 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.

Lillian M. Steen Elementary School earned the 2020 National Blue Ribbon School of Excellence designation based on overall academic excellence and progress in closing achievement gaps among student subgroups on September 24, 2020.

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

Respectfully submitted,



Damian Kennedy  
Superintendent of Schools



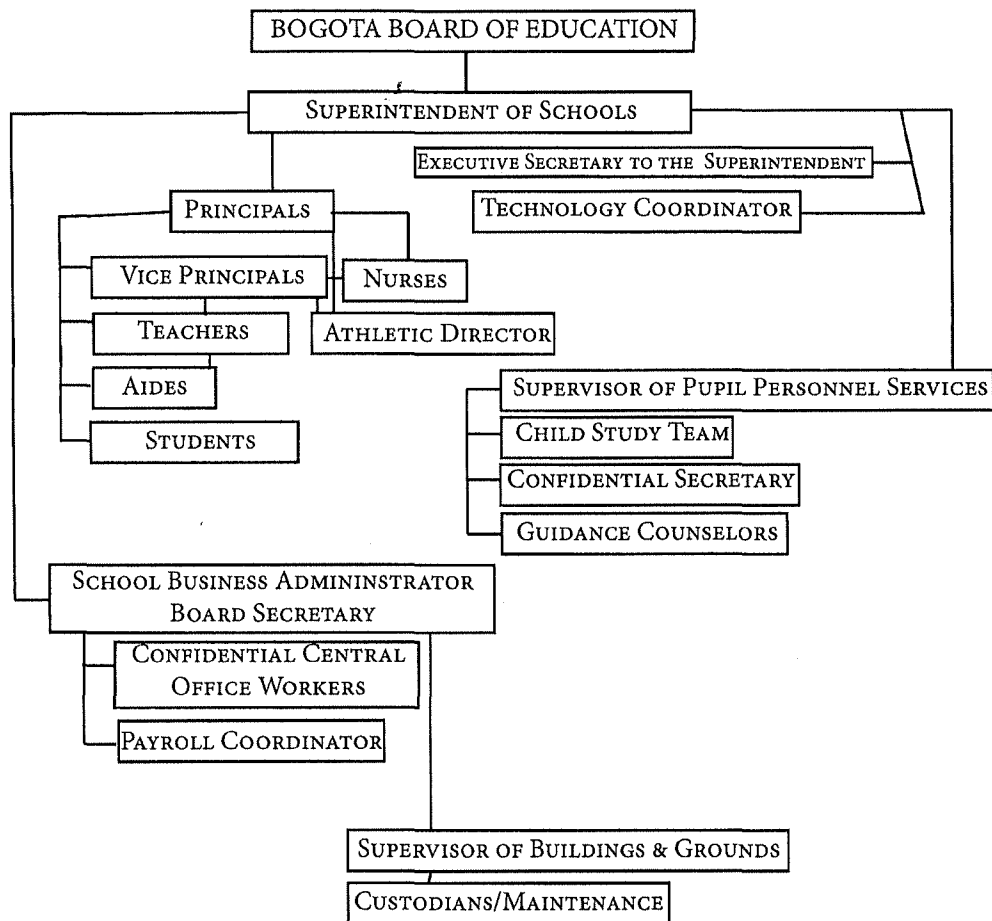
Irfan Evcil  
Business Administrator/Board Secretary

# POLICY

## BOGOTA BOARD OF EDUCATION – BOROUGH OF BOGOTA

ADMINISTRATION  
 1110/page 1 of 1  
 Organizational Chart  
 December 2017

### 1110 ORGANIZATIONAL CHART



Approved: December 19, 2017

**BOGOTA BOARD OF EDUCATION  
ROSTER OF OFFICIALS  
AS OF JUNE 30, 2021**

**Members of the Board of Education**

Katherine Van Buren, President

Jose Chavez, Vice President

Idalia Alvarez

Lisa Kohles

Eileen Lewis

Frank Miranda

Amanda Montgomery

John Ortega

Bisi Ruckett

**Other Officials**

Damian Kennedy, Superintendent of Schools

Irfan Evcil, School Business Administrator/Board Secretary

**BOGOTA BOARD OF EDUCATION  
CONSULTANTS AND ADVISORS**

**BOARD AUDITOR**

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

**BOARD ATTORNEY**

William C. Soukas  
Nowell, P.A.  
155 Polifly Road  
Hackensack, New Jersey 07601

**BOND COUNSEL**

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

**OFFICIAL DEPOSITORY**

Valley National Bank  
Government Banking Services  
1460 Valley Road  
Wayne, New Jersey 07470



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

## Bogota Board of Education

for its Comprehensive Annual Financial Report  
for the Fiscal Year Ended June 30, 2020.

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



A handwritten signature in black ink, reading 'W. Edward Chabal'.

W. Edward Chabal  
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  
DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA  
CHRIS SOHN, CPA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA

## INDEPENDENT AUDITOR'S REPORT

Honorable President and Members  
of the Board of Trustees  
Bogota Board of Education  
One Henry C. Luthin Place  
Bogota, 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 Bogota Board of Education, as of and for the fiscal year ended June 30, 2021 and the related Notes to the Basic 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 Bogota Board of Education as of June 30, 2021, 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.

## ***Emphasis of Matter***

### *Adoption of New Accounting Pronouncement*

As discussed in Note 1 to the financial statements, in the fiscal year ended June 30, 2021, the Bogota Board of Education adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 84, Fiduciary Activities which provided guidance on identifying fiduciary activities and how they should be reported. The adoption of this standard resulted in a change to how previously reported fiduciary fund activities are currently reported in the financial statements. Our opinion is not modified with respect to this matter.

## ***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*

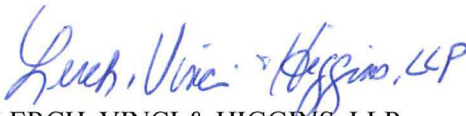
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bogota Board of Education's basic financial statements. The introductory section, financial schedules, statistical section, schedule of expenditures of federal awards as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and 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 Bogota Board of Education.

The 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 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 February 3, 2022 on our consideration of the Bogota Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Bogota Board of Education's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Bogota Board of Education's internal control over financial reporting and compliance.

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

  
Gary J. Vinci  
Public School Accountant  
PSA Number CS00829

Fair Lawn, New Jersey  
February 3, 2022

**REQUIRED SUPPLEMENTARY INFORMATION – PART I**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

## **BOGOTA BOARD OF EDUCATION**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS**

This discussion and analysis of the Bogota Board of Education's financial performance provides an overall review of its financial activities for the fiscal year ended June 30, 2021. The intent of this is to look at the District's financial performance as a whole; readers should also review the basic financial statements and notes to enhance their understanding of the District's financial performance.

Management's Discussion and Analysis (MD&A) is an element of the Required Supplementary Information specified in the Governmental Accounting Standards Board's (GASB) Statement No. 34 – Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain comparative information between the current year (2020-2021) and the prior year (2019-2020) is required to be presented in the MD&A.

#### **Financial Highlights**

Key financial highlights for 2020/21 are as follows:

- The assets and deferred outflows of resources of the Bogota Board of Education exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by \$14,921,160. (Net Position)
- The District's total net position increased by \$1,226,213.
- Overall District revenues were \$33,014,297. General revenues accounted for \$21,513,738 or 65% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$11,500,559 or 35% of total revenues.
- The school district had \$31,450,656 in expenses for governmental activities; only \$11,137,144 of these expenses were offset by program specific charges, grants or contributions. General revenues (predominantly property taxes) of \$21,513,717 were adequate to provide for these programs.
- As of the close of the current fiscal year, the District's governmental funds reported a combined ending fund balance of \$5,997,758.
- The General Fund fund balance at June 30, 2021 was \$4,929,736 an increase of \$847,708 compared to the ending fund balance at June 30, 2020 of \$4,082,028 as restated.
- The General Fund unassigned budgetary fund balance at June 30, 2021 was \$1,073,307 which represents an increase of \$539,209 compared to the ending unassigned budgetary fund balance at June 30, 2020 of \$534,098. The increase is primarily due to the state increasing the maximum unassigned fund balance a school district may have to 4% of expenditures in 2021. Prior to 2021, the maximum was 2%.

**BOGOTA BOARD OF EDUCATION**

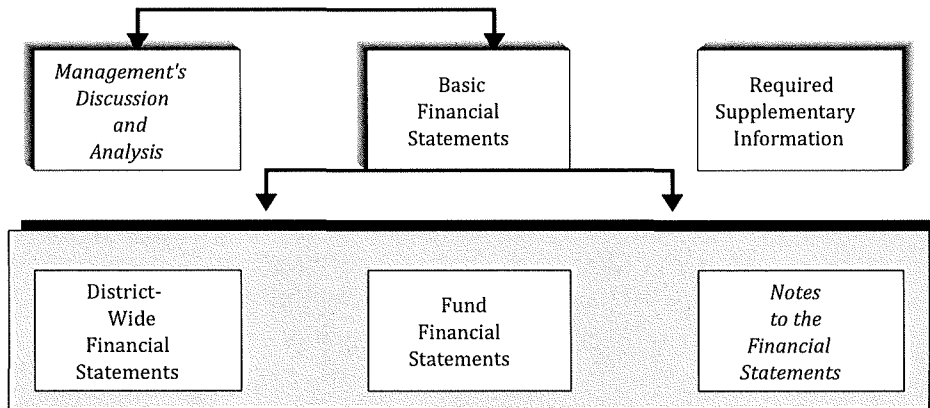
**MANAGEMENT’S DISCUSSION AND ANALYSIS**

**OVERVIEW OF THE FINANCIAL STATEMENTS**

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

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the District’s overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District’s operations in more detail than the district-wide statements.
  - The district governmental funds statements tell how basic services were financed in the short term as well as what remains for future spending.
  - Proprietary funds statements offer short-term and long-term financial information about the activities the district operated like businesses.
  - Fiduciary funds statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others to whom the resources belong.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The table below shows how the various parts of this annual report are arranged and related to one another.



## BOGOTA BOARD OF EDUCATION

### MANAGEMENT’S DISCUSSION AND ANALYSIS

The major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain are detailed below. The remainder of this overview section of management’s discussion and analysis highlights the structure and contents of each of the statements.

Major Features of the District-Wide and Fund Financial Statements

|  | District-Wide Statements   | Fund Financial Statements  |   |   |
|--|--|--|---|---|
|  |  | Governmental Funds   | Proprietary Funds   | Fiduciary Funds   |
| Scope  | Entire district (except fiduciary funds)   | The activities of the district that are not proprietary or fiduciary, such as regular and special education and building maintenance   | Activities the district operates similar to private businesses: Enterprise fund   | Instances in which the district administers resources on behalf of someone else, such as custodial accounts |
| Required financial statements  | Statements of Net Position<br>Statement of Activities  | Balance Sheet<br>Statement of Revenues, Expenditures and Changes in Fund Balances  | Statement of Net Position<br>Statement of Revenues, Expenses, and Changes in Fund Net Position<br>Statement of Cash Flows | Statements of Fiduciary Net Position<br>Statement of Changes In Fiduciary Net Position                      |
| Accounting Basis and Measurement focus                                       | Accrual accounting and economic resources focus  | Modified accrual accounting and current financial focus  | Accrual accounting and economic resources focus   | Accrual accounting and economic resources Focus   |
| Type of asset/ deferred Outflows/inflows of resources/ liability information | All assets, deferred outflows/inflows of resources and liabilities, both financial and capital, short-term and long-term | Generally assets expected to be utilized and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included                     | All assets and liabilities, both financial and capital, and short-term and long-term                                      | All assets and liabilities, both short-term and long-term funds do not currently contain capital assets.    |
| Type of inflow/outflow information   | All revenues and expenses during year, regardless of when cash is received or paid                                       | Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable. | All revenues and expenses during the year, regardless of when cash is received or paid.                                   | All additions and dedications during the year, regardless of when cash is received or paid.                 |
|  |  |  |   |   |

#### District-wide financial statements

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District’s assets, deferred outflows/inflows of resources and liabilities. All of the current year’s revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two district-wide statements report the District’s net position and how they have changed. Net position – the difference between the District’s assets and deferred outflows of resources and liabilities and deferred inflows of resources – is one way to measure the District’s financial health or position.



## BOGOTA BOARD OF EDUCATION

### MANAGEMENT'S DISCUSSION AND ANALYSIS

#### District-wide financial statements (continued)

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

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

- *Governmental activities* – Most of the District's basic services are included here, such as regular and special education, transportation, administration and plant operations and maintenance. Property taxes and state aids finance most of these activities.
- *Business type activities* – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's Food Service Fund is included under this category.

#### Fund financial statements

The fund financial statements provide more detailed information about the District's funds – focusing on its most significant or “major” funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by State law and bond covenants.
- The District establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues (federal and state grants).

The District has two kinds of funds:

- *Governmental funds* – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, we provide additional information at the bottom of the governmental funds statements that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way in the fund financial statements as district-wide statements.

## BOGOTA BOARD OF EDUCATION

### MANAGEMENT'S DISCUSSION AND ANALYSIS

#### Fund financial statements (continued)

*Enterprise Funds* – This fund is established to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that costs of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges. The District currently has one enterprise Fund, the Food Service Fund.

- *Fiduciary funds* – The District is the trustee, or fiduciary, for assets that belong to others. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the district-wide financial statements because the District cannot use these assets to finance its operations. Currently, the District has no fiduciary funds.

#### Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found following the basic financial statements.

#### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. The first part of required supplementary information is 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 these funds as required supplementary information. The required supplementary information can be found following the notes to the financial statements.

The District also presents required supplementary information regarding the accounting and reporting for pensions as required under GASB Statement No. 68 and post-retirement medical benefits as required under GASB Statement No. 75. The required supplementary information can be found following the notes to the financial statements.

Combining statements and schedules are presented immediately following the required supplementary information.

#### DISTRICT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Bogota Board of Education, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$14,921,160 as of June 30, 2021.

## BOGOTA BOARD OF EDUCATION

### MANAGEMENT'S DISCUSSION AND ANALYSIS

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.

A summary of the District's net position as of June 30, 2021 and 2020 is as follows:

|   | Governmental<br>Activities |                      | Business-Type<br>Activities |                   | Total                |                      |
|---|----------------------------|----------------------|-----------------------------|-------------------|----------------------|----------------------|
|   | 2021                       | 2020<br>(Restated)   | 2021                        | 2020              | 2021                 | 2020<br>(Restated)   |
| <b>ASSETS</b>                                       |                            |                      |                             |                   |                      |                      |
| Current and Other Assets                            | \$ 7,193,177               | \$ 5,090,964         | \$ 144,335                  | \$ 88,478         | \$ 7,337,512         | \$ 5,179,442         |
| Capital Assets                                      | <u>14,806,465</u>          | <u>13,768,270</u>    | <u>32,976</u>               | <u>38,699</u>     | <u>14,839,441</u>    | <u>13,806,969</u>    |
| Total Assets  | <u>21,999,642</u>          | <u>18,859,234</u>    | <u>177,311</u>              | <u>127,177</u>    | <u>22,176,953</u>    | <u>18,986,411</u>    |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>               |                            |                      |                             |                   |                      |                      |
| Deferred Amounts on Refunding of Debt               | 32,924                     | 50,856               |                             |                   | 32,924               | 50,856               |
| Deferred Amounts on Net Pension Liability           | <u>1,246,659</u>           | <u>1,439,596</u>     | <u>-</u>                    | <u>-</u>          | <u>1,246,659</u>     | <u>1,439,596</u>     |
| Total Deferred Outflows of Resources                | <u>1,279,583</u>           | <u>1,490,452</u>     | <u>-</u>                    | <u>-</u>          | <u>1,279,583</u>     | <u>1,490,452</u>     |
| Total Assets and Deferred Outflows of Resources     | <u>23,279,225</u>          | <u>20,349,686</u>    | <u>177,311</u>              | <u>127,177</u>    | <u>23,456,536</u>    | <u>20,476,863</u>    |
| <b>LIABILITIES</b>                                  |                            |                      |                             |                   |                      |                      |
| Long-Term Liabilities                               | 6,091,119                  | 4,778,266            |                             |                   | 6,091,119            | 4,778,266            |
| Other Liabilities                                   | <u>1,223,561</u>           | <u>852,901</u>       | <u>50,165</u>               | <u>26,039</u>     | <u>1,273,726</u>     | <u>878,940</u>       |
| Total Liabilities                                   | <u>7,314,680</u>           | <u>5,631,167</u>     | <u>50,165</u>               | <u>26,039</u>     | <u>7,364,845</u>     | <u>5,657,206</u>     |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                |                            |                      |                             |                   |                      |                      |
| Deferred Amounts on Net Pension Liability           | <u>1,170,531</u>           | <u>1,124,710</u>     | <u>-</u>                    | <u>-</u>          | <u>1,170,531</u>     | <u>1,124,710</u>     |
| Total Deferred Inflows of Resources                 | <u>1,170,531</u>           | <u>1,124,710</u>     | <u>-</u>                    | <u>-</u>          | <u>1,170,531</u>     | <u>1,124,710</u>     |
| Total Liabilities and Deferred Inflows of Resources | <u>8,485,211</u>           | <u>6,755,877</u>     | <u>50,165</u>               | <u>26,039</u>     | <u>8,535,376</u>     | <u>6,781,916</u>     |
| <b>NET POSITION</b>                                 |                            |                      |                             |                   |                      |                      |
| Net Investment in Capital Assets                    | 12,478,125                 | 11,676,914           | 32,976                      | 38,699            | 12,511,101           | 11,715,613           |
| Restricted  | 3,716,631                  | 3,273,813            |                             |                   | 3,716,631            | 3,273,813            |
| Unrestricted  | <u>(1,400,742)</u>         | <u>(1,356,918)</u>   | <u>94,170</u>               | <u>62,439</u>     | <u>(1,306,572)</u>   | <u>(1,294,479)</u>   |
| Total Net Position                                  | <u>\$ 14,794,014</u>       | <u>\$ 13,593,809</u> | <u>\$ 127,146</u>           | <u>\$ 101,138</u> | <u>\$ 14,921,160</u> | <u>\$ 13,694,947</u> |

**BOGOTA BOARD OF EDUCATION**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

The changes in net position for fiscal years ended June 30, 2021 and 2020 are as follows:

|  | <b>Governmental<br/>Activities</b> |                      | <b>Business-Type<br/>Activities</b> |                   | <b>Total</b>         |                      |
|--|------------------------------------|----------------------|-------------------------------------|-------------------|----------------------|----------------------|
|  | <b>2021</b>                        | <b>2020</b>          | <b>2021</b>                         | <b>2020</b>       | <b>2021</b>          | <b>2020</b>          |
| <b>REVENUES</b>                                      |                                    |                      |                                     |                   |                      |                      |
| Program Revenues                                     |                                    |                      |                                     |                   |                      |                      |
| Charges for Services                                 | \$ 117,447                         | \$ 65,110            | \$ 14,744                           | \$ 196,712        | \$ 132,191           | \$ 261,822           |
| Operating Grants and Contributions                   | 11,019,697                         | 7,691,111            | 348,671                             | 220,086           | 11,368,368           | 7,911,197            |
| Capital Grants and Contributions                     |                                    |                      |                                     |                   | -                    | -                    |
| General Revenues                                     |                                    |                      |                                     |                   |                      |                      |
| Property Taxes                                       | 15,902,271                         | 15,907,171           |                                     |                   | 15,902,271           | 15,907,171           |
| State and Federal Aid- Unrestricted/Restricted       | 5,589,300                          | 5,314,396            |                                     |                   | 5,589,300            | 5,314,396            |
| Other  | 22,146                             | 109,356              | 21                                  | 1,407             | 22,167               | 110,763              |
| <b>Total Revenues</b>                                | <b>32,650,861</b>                  | <b>29,087,144</b>    | <b>363,436</b>                      | <b>418,205</b>    | <b>33,014,297</b>    | <b>29,505,349</b>    |
| <b>PROGRAM EXPENSES</b>                              |                                    |                      |                                     |                   |                      |                      |
| Instruction  | 20,738,043                         | 18,728,520           |                                     |                   | 20,738,043           | 18,728,520           |
| Support Services                                     |                                    |                      |                                     |                   |                      |                      |
| Students and Instructional Staff                     | 3,948,703                          | 3,406,230            |                                     |                   | 3,948,703            | 3,406,230            |
| General Administration, School Administration        | 2,274,337                          | 2,029,186            |                                     |                   | 2,274,337            | 2,029,186            |
| Business Operations and Maintenance<br>of Facilities | 3,813,584                          | 3,526,525            |                                     |                   | 3,813,584            | 3,526,525            |
| Pupil Transportation                                 | 631,418                            | 630,790              |                                     |                   | 631,418              | 630,790              |
| Interest on Debt and Other Charges                   | 44,571                             | 60,569               |                                     |                   | 44,571               | 60,569               |
| Food Services  |                                    |                      | 337,428                             | 402,617           | 337,428              | 402,617              |
| Summer Recovery                                      | -                                  | -                    | -                                   | 40,063            | -                    | 40,063               |
| <b>Total Expenses</b>                                | <b>31,450,656</b>                  | <b>28,381,820</b>    | <b>337,428</b>                      | <b>442,680</b>    | <b>31,788,084</b>    | <b>28,824,500</b>    |
| Increase in Net Position                             | 1,200,205                          | 705,324              | 26,008                              | (24,475)          | 1,226,213            | 680,849              |
| Net Position, Beginning of Year                      | 13,593,809                         | 12,483,264           | 101,138                             | 125,613           | 13,694,947           | 12,608,877           |
| Prior Period Adjustment                              | -                                  | 405,221              | -                                   | -                 | -                    | 405,221              |
| Net Position, End of Year                            | <b>\$ 14,794,014</b>               | <b>\$ 13,593,809</b> | <b>\$ 127,146</b>                   | <b>\$ 101,138</b> | <b>\$ 14,921,160</b> | <b>\$ 13,694,947</b> |

**District as a Whole**

The funding of schools is primarily through property taxes in New Jersey. Property taxes made up 51 percent of revenues for the Bogota Board of Education in fiscal year 2020/21. The District's total revenues were \$33,014,297 for the fiscal year ended June 30, 2021. Federal, state, and local grants for programs accounted for another 51 percent of revenue. The total cost of all programs and services was \$31,788,084. Instruction comprises 65 percent of District expenses.

**BOGOTA BOARD OF EDUCATION**

**MANAGEMENT’S DISCUSSION AND ANALYSIS**

**Business-Type Activities**

Revenues for the District’s business-type activities were comprised of charges for services and state and federal reimbursements.

Food Service Program

- Food service revenues exceeded expenses by \$26,008.
- Charges for services or \$14,744 represent 4 percent of revenue.
- Revenues include breakfast lunches and ala carte meals paid for by the students and partial or total reimbursement provided by the district’s participation in the National School Lunch Program.
- Due to the COVID-19 pandemic, all student meals were reimbursed by the Department of Agriculture in 2020/21.

In prior years, the Board also maintained a Summer Recovery Program. The operations of this program ceased during the 2020/21 school year.

**Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The schedule below summarizes the total cost of services and the net cost of services. The net cost shows the financial burden that was placed on the District’s taxpayers by each of these functions.

|   | <u>Cost of Services</u>  |                          | <u>Net Cost of Services</u> |                          |
|---|--------------------------|--------------------------|-----------------------------|--------------------------|
|   | <u>2021</u>              | <u>2020</u>              | <u>2021</u>                 | <u>2020</u>              |
| Instruction                                       | \$ 20,738,043            | \$ 18,728,520            | \$ 12,351,847               | \$ 12,605,336            |
| Support Services                                  |                          |                          |                             |                          |
| Students and Instructional Staff                  | 3,948,703                | 3,406,230                | 2,698,613                   | 2,670,090                |
| General Administration, School Administration     | 2,274,337                | 2,029,186                | 1,816,997                   | 1,739,081                |
| Business Operations and Maintenance of Facilities | 3,813,584                | 3,526,525                | 2,986,967                   | 3,124,412                |
| Pupil Transportation                              | 631,418                  | 630,790                  | 414,517                     | 426,111                  |
| Interest and Fiscal Charges                       | <u>44,571</u>            | <u>60,569</u>            | <u>44,571</u>               | <u>60,569</u>            |
| <br>Total Governmental Activities                 | <br><u>\$ 31,450,656</u> | <br><u>\$ 28,381,820</u> | <br><u>\$ 20,313,512</u>    | <br><u>\$ 20,625,599</u> |

Instruction expenses include activities directly dealing with the teaching of pupils and the interactions between teacher and student, including extracurricular activities.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students, including curriculum and staff development.

General administration, school administration, and business include expenses associated with administrative and financial supervision of the District.

Operation and maintenance of facilities involve keeping the school grounds, buildings, and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Interest on debt involves the transactions associated with the payment of interest and other related charges to debt of the District.

**BOGOTA BOARD OF EDUCATION**

**MANAGEMENT’S DISCUSSION AND ANALYSIS**

**The District’s Funds**

All governmental funds (i.e., general fund, special revenue fund, capital projects fund and debt service fund) are accounted for using the modified accrual basis of accounting. Total revenues and other financing sources amounted to \$32,094,111 and expenditures and other financing uses were \$30,371,816 for the fiscal year ended June 30, 2021.

The following schedule presents a summary of the governmental funds revenues for the fiscal years ended June 30, 2021 and 2020.

|                    | <u>Amount</u>            |                          | <u>Amount of</u>        | <u>Percent</u>    |
|--------------------|--------------------------|--------------------------|-------------------------|-------------------|
|                    | <u>2021</u>              | <u>2020</u>              | <u>Increase</u>         | <u>Increase</u>   |
|                    |                          |                          | <u>(Decrease)</u>       | <u>(Decrease)</u> |
| Local Sources      | \$ 16,053,103            | \$ 16,087,185            | \$ (34,082)             | -0.2%             |
| State Sources      | 12,528,589               | 11,075,709               | 1,452,880               | 13.1%             |
| Federal Sources    | <u>1,644,356</u>         | <u>710,706</u>           | <u>933,650</u>          | 131.4%            |
| <br>Total Revenues | <br><u>\$ 30,226,048</u> | <br><u>\$ 27,873,600</u> | <br><u>\$ 2,352,448</u> | <br>8.4%          |

Revenues increased by \$2,352,448 or 8% compared with the previous year.

State and federal revenue increased \$2,386,530 or 20%, predominantly attributable to the increase in the State’s contribution for on-behalf TPAF pension and additional federal aid to offset expenses relating to COVID-19.

Miscellaneous revenues decreased slightly due to a decrease in interest rates resulting from the COVID-19 pandemic which began in March 2020 and continued throughout the 2020/21 school year.

**BOGOTA BOARD OF EDUCATION**

**MANAGEMENT’S DISCUSSION AND ANALYSIS**

The following schedule represents a summary of the governmental funds expenditures for the fiscal year ended June 30, 2021 and 2020.

| <u>Expenditures</u>        | <u>2021</u>          | <u>Amount</u> | <u>2020</u>          | <u>Amount of<br/>Increase<br/>(Decrease)</u> | <u>Percent<br/>Increase<br/>(Decrease)</u> |
|----------------------------|----------------------|---------------|----------------------|--|--|
| Current:                   |                      |               |                      |  |  |
| Instruction                | \$ 18,772,445        | \$            | 17,657,311           | \$ 1,115,134                                 | 6.3%                                       |
| Support Services           | 9,015,177            |               | 8,520,272            | 494,905                                      | 5.8%                                       |
| Capital Outlay             | 1,835,997            |               | 867,945              | 968,052                                      | 111.5%                                     |
| Debt Service:              |                      |               |                      |  |  |
| Principal                  | 505,000              |               | 490,000              | 15,000                                       | 3.1%                                       |
| Interest and Other Charges | 71,500               |               | 91,400               | (19,900)                                     | -21.8%                                     |
|                            | <u>\$ 30,200,119</u> |               | <u>\$ 27,626,928</u> | <u>\$ 2,573,191</u>                          | 9.3%                                       |

Expenditures increased \$2,573,191 or 9% over the previous year. The most significant increase was with instruction expenditures. Capital outlay expenditures increased over \$900 thousand as a result of the commencement of the energy savings projects throughout the District.

In 2020-2021 governmental fund revenues and financing sources were greater than expenditures and other financing uses by \$1,722,215. As a result, total fund balance increased to \$5,997,758 at June 30, 2021.

**General Fund** – Total General Fund revenues increased \$1,033,647 or 4% compared with the previous year.

State and Federal revenues increased \$1,107,387 or 11% predominately attributable to the State’s contribution for on-behalf TPAF pension.

Miscellaneous revenues decreased by 58% due to lower interest rates and a reduction in other miscellaneous fees due to the COVID pandemic.

Total General Fund expenditures increased \$420,290 or less than 2% from the previous year. The increase was primarily due to increases in instructional expenditures.

In 2020-21 General Fund revenues exceeded expenditures and other financing uses by \$847,708. As a result, total fund balance increased to \$4,929,736 at June 30, 2021.

**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 \$3,130,304 for the fiscal year ended June 30, 2021. Federal sources accounted for the majority of Special Revenue Fund’s revenue, which represented 98% of the total revenue for the year.

## BOGOTA BOARD OF EDUCATION

### MANAGEMENT'S DISCUSSION AND ANALYSIS

#### Special Revenue Fund (Continued)

Total Special Revenue Fund revenues increased \$1,323,677 from the previous year. Federal sources increased \$906,246, State sources increased \$372,897 and local sources increased \$233,793. The local sources increased primarily as a result of the implementation of GASB No. 84. This required the student activities and scholarship funds to be reported in the Special Revenue Fund.

Expenditures of the Special Revenue Fund were \$3,247,279. Instructional expenditures accounted for 75% of the expenditures for the fiscal year ended June 30, 2021.

**Capital Projects Fund** - The Capital Projects Fund revenues and other financing sources were greater than expenditures and other financing uses by \$871,906 resulting in a year end fund balance of \$936,711 at June 30, 2021. The fund balance mostly represents the unexpended local share of capital projects approved by the Board.

#### 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 Service operations. The District's Enterprise Fund provides the same type of information found in the district-wide financial statements, business-type activities, but in more detail. Factors concerning the finances of these Funds have already been addressed in the discussion of the District's business-type activities.

#### General Fund Budgeting Highlights

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

Over the course of the year, the District revised the annual operating budget several times.

- A reduction in equalization aid due to state aid reductions mandated by the State Department of Education.
- Salary accounts were adjusted to reflect: changes in staff assignments; retirements, resignations and the resulting new hires; program adjustments necessitated by student population changes.
- Tuition for special education students is budgeted based on the existing and known incoming students at the time the budget is submitted. Students move into and out of the District during the summer as well as the school year, which necessitates transferring funds to the appropriate account to pay these special education costs.
- Special education costs increased significantly for occupational and physical therapy and Applied Behavioral Analysis.
- Property, liability, and medical insurances were renewed at higher rates than budgeted. This represents a national trend in all major areas of the insurance industry.
- TPAF, which is the state's contribution to the pension fund and social security is neither a revenue item nor an expenditure item to the district but is required to be reflected in the financial statements.



## BOGOTA BOARD OF EDUCATION

### MANAGEMENT'S DISCUSSION AND ANALYSIS

#### General Fund Budgeting Highlights (Continued)

Significant budget variations between the final budget and actual occurred as a result of the following:

- The COVID-19 pandemic resulted in a reduction in in-person learning and professional development causing a reduction in expenditures for purchased professional educational services, supplies and materials and transportation costs.
- The District anticipated a greater number of out of district placements than actual resulting in a variance in tuition expenditures.
- The District's capital projects included the acquisition of property for \$700,000. The contract will be finalized during the 2021/22 school year.

#### Capital Assets

At the end of fiscal years 2021 and 2020, the District had \$14,806,465 and \$13,768,270, respectively, invested in land, buildings, furniture, equipment and vehicles used for governmental activities, net of depreciation. A comparison of the year end balances is as follows:

#### Governmental Activities Capital Assets (Net of Depreciation) at June 30

|                                    | <u>2021</u>          | <u>2020</u>          |
|------------------------------------|----------------------|----------------------|
| Land                               | \$ 69,852            | \$ 69,852            |
| Construction in Progress           | 796,228              | 1,364,595            |
| Building and Building Improvements | 11,907,361           | 11,787,398           |
| Improvements Other than Buildings  | 1,421,812            | 809                  |
| Machinery and Equipment            | <u>611,212</u>       | <u>545,616</u>       |
| Total                              | <u>\$ 14,806,465</u> | <u>\$ 13,768,270</u> |

Overall capital assets for governmental activities increased by \$1,038,195 from fiscal year 2020 to fiscal year 2021. This year's capital asset additions of \$1,835,997 exceeded depreciation expense of \$797,802.

At the end of fiscal years 2021 and 2020, the District had \$32,976 and \$38,699, respectively, invested in machinery and equipment used for its business-type activities. Capital assets for business-type activities decreased due to depreciation expense of \$5,723.

Additional information about the District's capital assets can be found in the notes to the basic financial statements.

#### Debt Administration

At June 30, 2021 and 2020, the District had \$6,091,119 and \$4,778,266, respectively of outstanding debt, which consists of serial bonds issued for school construction, lease purchase obligations for the District's Energy Savings Improvement Project, compensated absences and net pension liability.

**BOGOTA BOARD OF EDUCATION**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Debt Administration (Continued)**

**Outstanding Debt at June 30**

|                                | <u>2021</u>         | <u>2020</u>         |
|--------------------------------|---------------------|---------------------|
| General Obligation Bonds (Net) | \$ 1,601,609        | \$ 2,142,212        |
| Lease Obligations              | 1,696,366           |                     |
| Compensated Absences           | 313,935             | 138,266             |
| Net Pension Liability          | <u>2,479,209</u>    | <u>2,497,788</u>    |
|                                | <u>\$ 6,091,119</u> | <u>\$ 4,778,266</u> |

Additional information about the District's long-term debt can be found in the notes to this report.

**For the Future**

Everyone associated with the Bogota Board of Education is grateful for the community support of the schools. A major concern is the financial support required to maintain appropriate class sizes and services. This, in an environment of flat state aid support, means an ever-increasing reliance on local property taxes.

In conclusion, the Bogota Board of Education 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**

If you have questions about this report or need additional information, contact the School Business Administrator at the Bogota Board of Education, 1 Henry C. Luthin Place, Bogota, NJ 07603.

**DISTRICT-WIDE FINANCIAL STATEMENTS**

**BOGOTA BOARD OF EDUCATION**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2021**

|   | <u>Governmental<br/>Activities</u> | <u>Business-Type<br/>Activities</u> | <u>Total</u>         |
|---|------------------------------------|-------------------------------------|----------------------|
| <b>ASSETS</b>                                       |                                    |                                     |                      |
| Cash  | \$ 5,856,609                       | \$ 39,418                           | \$ 5,896,027         |
| Cash Held in Escrow                                 | 936,711                            |                                     | 936,711              |
| Receivables, net:                                   |                                    |                                     |                      |
| Receivables from Other Governments                  | 242,707                            | 80,031                              | 322,738              |
| Other   | 70,000                             | 18,602                              | 88,602               |
| Security Deposits                                   | 87,150                             |                                     | 87,150               |
| Inventory   |                                    | 6,284                               | 6,284                |
| Capital Assets:                                     |                                    |                                     |                      |
| Not Being Depreciated                               | 866,080                            |                                     | 866,080              |
| Being Depreciated, Net                              | <u>13,940,385</u>                  | <u>32,976</u>                       | <u>13,973,361</u>    |
| Total Assets  | <u>21,999,642</u>                  | <u>177,311</u>                      | <u>22,176,953</u>    |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>               |                                    |                                     |                      |
| Deferred Amounts on Refunding of Debt               | 32,924                             |                                     | 32,924               |
| Deferred Amounts on Net Pension Liability           | <u>1,246,659</u>                   | <u>-</u>                            | <u>1,246,659</u>     |
| Total Deferred Outflows of Resources                | <u>1,279,583</u>                   | <u>-</u>                            | <u>1,279,583</u>     |
| Total Assets and Deferred Outflows of Resources     | <u>23,279,225</u>                  | <u>177,311</u>                      | <u>23,456,536</u>    |
| <b>LIABILITIES</b>                                  |                                    |                                     |                      |
| Accounts Payable and Other Current Liabilities      | 1,013,896                          | 40,994                              | 1,054,890            |
| Intergovernmental Payables                          | 98,719                             |                                     | 98,719               |
| Accrued Interest Payable                            | 28,142                             |                                     | 28,142               |
| Unearned Revenue                                    | 82,804                             | 9,171                               | 91,975               |
| Noncurrent Liabilities :                            |                                    |                                     |                      |
| Due Within One Year                                 | 637,172                            |                                     | 637,172              |
| Due Beyond One Year                                 | <u>5,453,947</u>                   | <u>-</u>                            | <u>5,453,947</u>     |
| Total Liabilities                                   | <u>7,314,680</u>                   | <u>50,165</u>                       | <u>7,364,845</u>     |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                |                                    |                                     |                      |
| Deferred Amounts on Net Pension Liability           | <u>1,170,531</u>                   | <u>-</u>                            | <u>1,170,531</u>     |
| Total Deferred Inflows of Resources                 | <u>1,170,531</u>                   | <u>-</u>                            | <u>1,170,531</u>     |
| Total Liabilities and Deferred Inflows of Resources | <u>8,485,211</u>                   | <u>50,165</u>                       | <u>8,535,376</u>     |
| <b>NET POSITION</b>                                 |                                    |                                     |                      |
| Net Investment in Capital Assets                    | 12,478,125                         | 32,976                              | 12,511,101           |
| Restricted for                                      |                                    |                                     |                      |
| Capital Projects                                    | 2,614,134                          |                                     | 2,614,134            |
| Other Purposes                                      | 1,102,497                          |                                     | 1,102,497            |
| Unrestricted  | <u>(1,400,742)</u>                 | <u>94,170</u>                       | <u>(1,306,572)</u>   |
| Total Net Position                                  | <u>\$ 14,794,014</u>               | <u>\$ 127,146</u>                   | <u>\$ 14,921,160</u> |

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

**BOGOTA BOARD OF EDUCATION  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

| Functions/Programs                           | Expenses             | Program Revenues        |  | Net (Expense) Revenue and<br>Changes in Net Position |                             | Total                |
|--|----------------------|-------------------------|--|--|-----------------------------|----------------------|
|  |                      | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Governmental<br>Activities                           | Business-Type<br>Activities |                      |
| <b>Governmental Activities</b>               |                      |                         |  |  |                             |                      |
| Instruction                                  |                      |                         |  |  |                             |                      |
| Regular                                      | \$ 13,514,435        | \$ 78,604               | \$ 5,597,530                             | \$ (7,838,301)                                       |                             | \$ (7,838,301)       |
| Special Education                            | 5,973,080            |                         | 2,431,995                                | (3,541,085)  |                             | (3,541,085)          |
| Other Instruction                            | 516,335              |                         | 176,444                                  | (339,891)  |                             | (339,891)            |
| School Sponsored Activities and Athletics    | 734,193              | 38,843                  | 62,780                                   | (632,570)  |                             | (632,570)            |
| Support Services                             |                      |                         |  |  |                             |                      |
| Student and Instruction Related Services     | 3,948,703            |                         | 1,250,090                                | (2,698,613)  |                             | (2,698,613)          |
| General Administrative Services              | 788,352              |                         | 119,022                                  | (669,330)  |                             | (669,330)            |
| School Administrative Services               | 1,485,985            |                         | 338,318                                  | (1,147,667)  |                             | (1,147,667)          |
| Plant Operations and Maintenance             | 2,830,223            |                         | 688,403                                  | (2,141,820)  |                             | (2,141,820)          |
| Pupil Transportation                         | 631,418              |                         | 216,901                                  | (414,517)  |                             | (414,517)            |
| Central Services                             | 983,361              |                         | 138,214                                  | (845,147)  |                             | (845,147)            |
| Interest on Long-Term Debt and Other Charges | 44,571               | -                       | -  | (44,571)   | -                           | (44,571)             |
| <b>Total Governmental Activities</b>         | <b>31,450,656</b>    | <b>117,447</b>          | <b>11,019,697</b>                        | <b>(20,313,512)</b>                                  | <b>-</b>                    | <b>(20,313,512)</b>  |
| <b>Business-Type Activities</b>              |                      |                         |  |  |                             |                      |
| Food Service                                 | 337,428              | 14,744                  | 348,671                                  | -  | \$ 25,987                   | 25,987               |
| <b>Total Business-Type Activities</b>        | <b>337,428</b>       | <b>14,744</b>           | <b>348,671</b>                           | <b>-</b>   | <b>25,987</b>               | <b>25,987</b>        |
| <b>Total Primary Government</b>              | <b>\$ 31,788,084</b> | <b>\$ 132,191</b>       | <b>\$ 11,368,368</b>                     | <b>(20,313,512)</b>                                  | <b>25,987</b>               | <b>(20,287,525)</b>  |
| <b>General Revenues</b>                      |                      |                         |  |  |                             |                      |
| Property Taxes, General Purposes             |                      |                         |  | 15,325,771   |                             | 15,325,771           |
| Property Taxes, Debt Service                 |                      |                         |  | 576,500  |                             | 576,500              |
| State Aid- Unrestricted                      |                      |                         |  | 5,589,300  |                             | 5,589,300            |
| Miscellaneous Income                         |                      |                         |  | 22,146   | 21                          | 22,167               |
| <b>Total General Revenues</b>                |                      |                         |  | <b>21,513,717</b>                                    | <b>21</b>                   | <b>21,513,738</b>    |
| Change in Net Position                       |                      |                         |  | 1,200,205  | 26,008                      | 1,226,213            |
| Net Position, Beginning of Year (Restated)   |                      |                         |  | 13,593,809   | 101,138                     | 13,694,947           |
| Net Position, End of Year                    |                      |                         |  | <b>\$ 14,794,014</b>                                 | <b>\$ 127,146</b>           | <b>\$ 14,921,160</b> |

## **FUND FINANCIAL STATEMENTS**

**BOGOTA BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2021**

|  | <u>General<br/>Fund</u> | <u>Special<br/>Revenue<br/>Fund</u> | <u>Capital<br/>Projects<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> | <u>Total</u>        |
|--|-------------------------|-------------------------------------|--------------------------------------|----------------------------------|---------------------|
| <b>ASSETS</b>  |                         |                                     |                                      |                                  |                     |
| Cash   | \$ 5,494,113            | \$ 362,496                          |                                      |                                  | \$ 5,856,609        |
| Cash Held in Escrow  |                         |                                     | \$ 936,711                           |                                  | 936,711             |
| Receivables from Other Governments                                 | 33,383                  | 209,324                             |                                      |                                  | 242,707             |
| Receivables- Other   | 70,000                  |                                     |                                      |                                  | 70,000              |
| Security Deposits  | 87,150                  | -                                   | -                                    | -                                | 87,150              |
| Total Assets   | <u>\$ 5,684,646</u>     | <u>\$ 571,820</u>                   | <u>\$ 936,711</u>                    | <u>\$ -</u>                      | <u>\$ 7,193,177</u> |
| <b>LIABILITIES AND FUND BALANCES</b>                               |                         |                                     |                                      |                                  |                     |
| Liabilities  |                         |                                     |                                      |                                  |                     |
| Accounts Payable   | \$ 646,315              | \$ 337,077                          |                                      |                                  | \$ 983,392          |
| Payroll Deductions Payable   | 30,504                  |                                     |                                      |                                  | 30,504              |
| Payable to State Government  | 78,091                  | 20,628                              |                                      |                                  | 98,719              |
| Unearned Revenue   | -                       | 82,804                              | -                                    | -                                | 82,804              |
| Total Liabilities  | <u>754,910</u>          | <u>440,509</u>                      | <u>-</u>                             | <u>-</u>                         | <u>1,195,419</u>    |
| Fund Balances  |                         |                                     |                                      |                                  |                     |
| Restricted   |                         |                                     |                                      |                                  |                     |
| Capital Reserve  | 1,723,941               |                                     |                                      |                                  | 1,723,941           |
| Capital Reserve-Designated for<br>Subsequent Year's Budget         | 890,193                 |                                     |                                      |                                  | 890,193             |
| Maintenance Reserve  | 735,126                 |                                     |                                      |                                  | 735,126             |
| Excess Surplus Designated for<br>Subsequent Year's Budget          | 600,000                 |                                     |                                      |                                  | 600,000             |
| Unemployment Compensation  | 236,060                 |                                     |                                      |                                  | 236,060             |
| Co-Curricular Student Activities and Athletics<br>Capital Projects |                         | 131,311                             | \$ 936,711                           |                                  | 131,311             |
| 936,711  |                         |                                     |                                      |                                  | 936,711             |
| Committed  |                         |                                     |                                      |                                  |                     |
| Encumbrances   | 630,000                 |                                     |                                      |                                  | 630,000             |
| Assigned   |                         |                                     |                                      |                                  |                     |
| Designated for Subsequent Year's Budget                            | 40,832                  |                                     |                                      |                                  | 40,832              |
| FFCRA/SEMI -Designated for Subsequent Year's Budget                | 5,424                   |                                     |                                      |                                  | 5,424               |
| Unassigned   | 68,160                  | -                                   | -                                    | -                                | 68,160              |
| Total Fund Balances  | <u>4,929,736</u>        | <u>131,311</u>                      | <u>936,711</u>                       | <u>-</u>                         | <u>5,997,758</u>    |
| Total Liabilities and Fund Balances                                | <u>\$ 5,684,646</u>     | <u>\$ 571,820</u>                   | <u>\$ 936,711</u>                    | <u>\$ -</u>                      | <u>\$ 7,193,177</u> |

**BOGOTA BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
AS OF JUNE 30, 2021**

|   |                    |                             |
|---|--------------------|-----------------------------|
| <b>Total Fund Balances (Exhibit B-1)</b>  |                    | <b>\$ 5,997,758</b>         |
| <p>Amounts reported for governmental activities in the statement of net assets (A-1) are different because:</p>   |                    |                             |
| <p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$24,720,141 and the accumulated depreciation is \$9,843,676.</p>                      |                    | 14,806,465                  |
| <p>The District has financed capital assets through the issuance of serial bonds and long-term lease obligations. The interest accrual at year end is:</p>  |                    | (28,142)                    |
| <p>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.</p>  |                    | 32,924                      |
| <p>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.</p>  |                    |                             |
| Deferred Outflows of Resources  | \$ 1,246,659       |                             |
| Deferred Inflows of Resources   | <u>(1,170,531)</u> | 76,128                      |
| <p>Long-term liabilities, including bonds payable, compensated absences and net pension liability are not due and payable in the current period and therefore are not reported as liabilities in the funds. These items are as follows:</p> |                    |                             |
| Bonds Payable (net)   | (1,601,609)        |                             |
| Lease Obligations Payable   | (1,696,366)        |                             |
| Compensated Absences  | (313,935)          |                             |
| Net Pension Liability   | <u>(2,479,209)</u> | <u>(6,091,119)</u>          |
| <b>Net Position of Governmental Activities (Exhibit A-1)</b>  |                    | <b><u>\$ 14,794,014</u></b> |



**BOGOTA BOARD OF EDUCATION  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|  | <u>General<br/>Fund</u> | <u>Special<br/>Revenue<br/>Fund</u> | <u>Capital<br/>Projects<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> | <u>Total</u>        |
|--|-------------------------|-------------------------------------|--------------------------------------|----------------------------------|---------------------|
| <b>REVENUES</b>  |                         |                                     |                                      |                                  |                     |
| Local Sources  |                         |                                     |                                      |                                  |                     |
| Property Tax Levy  | \$ 15,325,771           |                                     |                                      | \$ 576,500                       | \$ 15,902,271       |
| Miscellaneous  | 100,726                 | \$ 50,082                           | \$ 24                                | -                                | 150,832             |
| Total - Local Sources  | 15,426,497              | 50,082                              | 24                                   | 576,500                          | 16,053,103          |
| State Sources  | 11,007,329              | 1,521,260                           |                                      |                                  | 12,528,589          |
| Federal Sources  | 85,394                  | 1,558,962                           | -                                    | -                                | 1,644,356           |
| Total Revenues   | <u>26,519,220</u>       | <u>3,130,304</u>                    | <u>24</u>                            | <u>576,500</u>                   | <u>30,226,048</u>   |
| <b>EXPENDITURES</b>  |                         |                                     |                                      |                                  |                     |
| Current  |                         |                                     |                                      |                                  |                     |
| Regular Instruction  | 9,977,367               | 2,031,227                           |                                      |                                  | 12,008,594          |
| Special Education Instruction                                | 5,285,969               | 328,928                             |                                      |                                  | 5,614,897           |
| Other Instruction  | 446,727                 |                                     |                                      |                                  | 446,727             |
| School-Sponsored Activities and Athletics                    | 626,065                 | 76,162                              |                                      |                                  | 702,227             |
| Support Services   |                         |                                     |                                      |                                  |                     |
| Student and Instruction Related Services                     | 3,077,369               | 552,823                             |                                      |                                  | 3,630,192           |
| General Administrative Services                              | 703,285                 |                                     |                                      |                                  | 703,285             |
| School Administrative Services                               | 1,322,242               |                                     |                                      |                                  | 1,322,242           |
| Plant Operations and Maintenance                             | 1,898,676               |                                     |                                      |                                  | 1,898,676           |
| Pupil Transportation   | 607,082                 |                                     |                                      |                                  | 607,082             |
| Central Services   | 853,700                 |                                     |                                      |                                  | 853,700             |
| Debt Service   |                         |                                     |                                      |                                  |                     |
| Principal  |                         |                                     |                                      | 505,000                          | 505,000             |
| Interest and Other Charges                                   |                         |                                     |                                      | 71,500                           | 71,500              |
| Capital Outlay   | 701,333                 | 258,139                             | 876,525                              | -                                | 1,835,997           |
| Total Expenditures   | <u>25,499,815</u>       | <u>3,247,279</u>                    | <u>876,525</u>                       | <u>576,500</u>                   | <u>30,200,119</u>   |
| Excess (Deficiency) of Revenues<br>Over/(Under) Expenditures | <u>1,019,405</u>        | <u>(116,975)</u>                    | <u>(876,501)</u>                     | <u>-</u>                         | <u>25,929</u>       |
| <b>OTHER FINANCING SOURCES (USES)</b>                        |                         |                                     |                                      |                                  |                     |
| Lease Purchase Proceeds                                      |                         |                                     | 1,696,366                            |                                  | 1,696,366           |
| Transfers In   |                         | 119,656                             | 52,041                               |                                  | 171,697             |
| Transfers Out  | (171,697)               | -                                   | -                                    | -                                | (171,697)           |
| Total Other Financing Sources (Uses)                         | <u>(171,697)</u>        | <u>119,656</u>                      | <u>1,748,407</u>                     | <u>-</u>                         | <u>1,696,366</u>    |
| Net Change in Fund Balances                                  | 847,708                 | 2,681                               | 871,906                              | -                                | 1,722,295           |
| Fund Balance, Beginning of Year (Restated)                   | 4,082,028               | 128,630                             | 64,805                               | -                                | 4,275,463           |
| Fund Balance, End of Year                                    | <u>\$ 4,929,736</u>     | <u>\$ 131,311</u>                   | <u>\$ 936,711</u>                    | <u>\$ -</u>                      | <u>\$ 5,997,758</u> |

**BOGOTA BOARD OF EDUCATION  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF  
REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
WITH THE DISTRICT-WIDE STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Net Change in Fund Balances - Governmental Funds (Exhibit B-2)** **\$ 1,722,295**

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

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

|                      |                  |           |
|----------------------|------------------|-----------|
| Capital Outlay       | \$ 1,835,997     |           |
| Depreciation Expense | <u>(797,802)</u> |           |
|                      |                  | 1,038,195 |

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

|                                  |                  |           |
|----------------------------------|------------------|-----------|
| Increase in Compensated Absences | (175,669)        |           |
| Increase in Pension Expense      | <u>(220,179)</u> |           |
|                                  |                  | (395,848) |

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. This amount is the net effect of these differences in the treatment of long-term debt and related items.

|                           |                    |             |
|---------------------------|--------------------|-------------|
| Bond Principal Repayments | 505,000            |             |
| Lease Purchase Proceeds   | <u>(1,696,366)</u> |             |
|                           |                    | (1,191,366) |

Governmental Funds report the effect of issuance costs, premiums, discount and deferred amounts on refundings in the statement of activities.

|  |                 |        |
|--|-----------------|--------|
| Amortization of Bond Premiums                | 35,603          |        |
| Amortization of Deferred Amount on Refunding | <u>(17,932)</u> |        |
|  |                 | 17,671 |

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

|                              |  |              |
|------------------------------|--|--------------|
| Decrease in Accrued Interest |  | <u>9,258</u> |
|------------------------------|--|--------------|

**Change in Net Position of Governmental Activities (Exhibit A-2)** **\$ 1,200,205**

**BOGOTA BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF NET POSITION  
AS OF JUNE 30, 2021**

|                                | <u>Business-Type Activities</u>           |   | <u>Total<br/>Enterprise<br/>Funds</u> |
|--------------------------------|---|---|---------------------------------------|
|                                | <u>Major Program<br/>Food<br/>Service</u> | <u>Other Nonmajor<br/>Program<br/>Summer<br/>Recovery</u> |                                       |
| <b>ASSETS</b>                  |   |   |                                       |
| Current Assets                 |   |   |                                       |
| Cash                           | \$ 39,418                                 | \$ -  | \$ 39,418                             |
| Intergovernmental Receivable:  |   |   |                                       |
| State                          | 2,426                                     |   | 2,426                                 |
| Federal                        | 77,605                                    |   | 77,605                                |
| Other Accounts Receivable      | 18,602                                    |   | 18,602                                |
| Inventories                    | 6,284                                     | -   | 6,284                                 |
| Total Current Assets           | <u>144,335</u>                            | <u>-</u>  | <u>144,335</u>                        |
| Capital Assets                 |   |   |                                       |
| Equipment                      | 94,724                                    |   | 94,724                                |
| Less: Accumulated Depreciation | <u>(61,748)</u>                           | <u>-</u>  | <u>(61,748)</u>                       |
| Total Capital Assets, Net      | <u>32,976</u>                             | <u>-</u>  | <u>32,976</u>                         |
| Total Assets                   | <u>177,311</u>                            | <u>-</u>  | <u>177,311</u>                        |
| <b>LIABILITIES</b>             |   |   |                                       |
| Current Liabilities            |   |   |                                       |
| Accounts Payable               | 40,994                                    |   | 40,994                                |
| Unearned Revenue               | <u>9,171</u>                              | <u>-</u>  | <u>9,171</u>                          |
| Total Current Liabilities      | <u>50,165</u>                             | <u>-</u>  | <u>50,165</u>                         |
| <b>NET POSITION</b>            |   |   |                                       |
| Investment in Capital Assets   | 32,976                                    |   | 32,976                                |
| Unrestricted                   | <u>94,170</u>                             | <u>-</u>  | <u>94,170</u>                         |
| Total Net Position             | <u>\$ 127,146</u>                         | <u>\$ -</u>   | <u>\$ 127,146</u>                     |

**BOGOTA BOARD OF EDUCATION  
PROPRIETARY FUNDS  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|   | <u>Business-Type Activities</u>           |   |                                       |
|---|---|---|---------------------------------------|
|   | <u>Major Program<br/>Food<br/>Service</u> | <u>Other Nonmajor<br/>Program<br/>Summer<br/>Recovery</u> | <u>Total<br/>Enterprise<br/>Funds</u> |
| <b>OPERATING REVENUES</b>               |   |   |                                       |
| Charges for Services                    |   |   |                                       |
| Daily Sales -                           |   |   |                                       |
| Non-Reimbursable Programs               | \$ 14,744                                 | -   | \$ 14,744                             |
| Total Operating Revenues                | <u>14,744</u>                             | <u>-</u>  | <u>14,744</u>                         |
| <b>OPERATING EXPENSES</b>               |   |   |                                       |
| Cost of Sales                           |   |   |                                       |
| Reimbursable Programs                   | 147,964                                   |   | 147,964                               |
| Non-Reimbursable Programs               | 10,278                                    |   | 10,278                                |
| Salaries and Employee Benefits          | 107,152                                   |   | 107,152                               |
| Supplies and Materials                  | 9,001                                     |   | 9,001                                 |
| Depreciation                            | 5,723                                     |   | 5,723                                 |
| Management Fee                          | 14,934                                    |   | 14,934                                |
| Miscellaneous                           | 42,376                                    | -   | 42,376                                |
| Total Operating Expenses                | <u>337,428</u>                            | <u>-</u>  | <u>337,428</u>                        |
| Operating Income (Loss)                 | <u>(322,684)</u>                          | <u>-</u>  | <u>(322,684)</u>                      |
| <b>NONOPERATING REVENUES (EXPENSES)</b> |   |   |                                       |
| Interest Earnings                       | 18  | \$ 3  | 21                                    |
| State Sources                           |   |   |                                       |
| School Lunch Program                    | 10,633                                    |   | 10,633                                |
| Federal Sources                         |   |   |                                       |
| National School Lunch Program           | 192,546                                   |   | 192,546                               |
| National School Breakfast Program       | 120,876                                   |   | 120,876                               |
| Food Distribution Program               | 24,616                                    | -   | 24,616                                |
| Total Nonoperating Revenues             | <u>348,689</u>                            | <u>3</u>  | <u>348,692</u>                        |
| Change in Net Position Before Transfers | 26,005                                    | 3   | 26,008                                |
| Transfers In (Out)                      | <u>9,530</u>                              | <u>(9,530)</u>  | <u>-</u>                              |
| Change in Net Position                  | 35,535                                    | (9,527)   | 26,008                                |
| Net Position, Beginning of Year         | <u>91,611</u>                             | <u>9,527</u>  | <u>101,138</u>                        |
| Net Position, End of Year               | <u>\$ 127,146</u>                         | <u>\$ -</u>   | <u>\$ 127,146</u>                     |

**BOGOTA BOARD OF EDUCATION  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|  | <b>Business-Type Activities</b>           |   |                                       |
|--|---|---|---------------------------------------|
|  | <b>Major Program<br/>Food<br/>Service</b> | <b>Other Nonmajor<br/>Program<br/>Summer<br/>Recovery</b> | <b>Total<br/>Enterprise<br/>Funds</b> |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |   |   |                                       |
| Cash Received from Customers   | \$ 11,493                                 |   | \$ 11,493                             |
| Cash Payments for Employees' Salaries and Benefits   | (107,152)                                 |   | (107,152)                             |
| Cash Payments to Suppliers for Goods and Services  | (172,516)                                 | -   | (172,516)                             |
| Net Cash Provided by (Used for) Operating Activities   | (268,175)                                 | -   | (268,175)                             |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>   |   |   |                                       |
| Cash Received from State and Federal Subsidy Reimbursements  | 252,414                                   |   | 252,414                               |
| Cash Payments to (from) Other Funds  | 9,530                                     | \$ (9,530)  | -                                     |
| Net Cash Provided by (Used for) Noncapital Financing Activities  | 261,944                                   | (9,530)   | 252,414                               |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>  |   |   |                                       |
| Interest Earnings  | 18  | 3   | 21                                    |
| Net Cash Provided by Investing Activities  | 18  | 3   | 21                                    |
| Net Change in Cash   | (6,213)                                   | (9,527)   | (15,740)                              |
| Cash, Beginning of Year  | 45,631                                    | 9,527   | 55,158                                |
| Cash, End of Year  | \$ 39,418                                 | \$ -  | \$ 39,418                             |
| <b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES</b> |   |   |                                       |
| Operating Income (Loss)  | \$ (322,684)                              | \$ -  | \$ (322,684)                          |
| Adjustments to Reconcile Operating Income (Loss) to Provided by Net Cash Used for Operating Activities   |   |   |                                       |
| Depreciation   | 5,723                                     |   | 5,723                                 |
| USDA Commodities- Non Cash Assistance  | 24,616                                    |   | 24,616                                |
| Change in Assets and Liabilities   |   |   |                                       |
| Increase/(Decrease) in Accounts Payable  | 24,739                                    |   | 24,739                                |
| Increase/(Decrease) in Unearned Revenue  | (613)                                     | -   | (613)                                 |
| (Increase)/Decrease in Other Accounts Receivable   | (2,638)                                   | -   | (2,638)                               |
| (Increase)/Decrease in Inventory   | 2,682                                     | -   | 2,682                                 |
| Total Adjustments  | 54,509                                    | -   | 54,509                                |
| Net Cash Provided by (Used for) Operating Activities   | \$ (268,175)                              | \$ -  | \$ (268,175)                          |
| Non-Cash Financing Activities  |   |   |                                       |
| Fair Value of Food Distribution Program - National School Lunch  | \$ 24,616                                 |   | \$ 24,616                             |

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

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

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

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

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

**B. New Accounting Standards**

During fiscal year 2021, the District adopted the following GASB statement:

- GASB No. 84, *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement established criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. New Accounting Standards (Continued)**

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

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



**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements**

The financial statements include both district-wide financial statements (based on the District as a whole) and fund financial statements (based on specific District activities or objectives). Both the district-wide and fund financial statements categorize activities as either governmental activities or business-type activities. While separate district-wide and fund financial statements are presented, they are interrelated. In the district-wide financial statements, the governmental activities column incorporates data from governmental funds while business-type activities incorporate data from the District's enterprise funds. Currently the District does not have any fiduciary funds.

**District-Wide Financial Statements**

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

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

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

**Fund Financial Statements**

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

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.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation - Financial Statements (Continued)**

**Fund Financial Statements (Continued)**

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, student activity funds derived from athletic events or other activities of pupil organizations and private donations for scholarship awards.

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

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

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

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

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

The *summer recovery fund* accounts for the activities of the District's summery recovery program which provides remedial courses for students in or out of the District. The summer recovery program fund was dissolved during the 2020/21 fiscal year.

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

**Reclassifications**

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

**D. Measurement Focus and Basis of Accounting**

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

The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. All assets, all liabilities and all deferred outflows/inflows of resources associated with these operations 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.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Measurement Focus and Basis of Accounting (Continued)**

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

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

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

***1. Cash, Cash Equivalents and Investments***

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

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

***2. Receivables***

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

***3. Inventories***

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

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

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

**4. Capital Assets**

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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                      | 40           |
| Site Improvements              | 10-20        |
| Office Equipment and Furniture | 10-20        |
| Computer Equipment             | 5            |
| Vehicles                       | 8-15         |

**5. Deferred Outflows/Inflows of Resources**

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

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

**5. *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 of item, which arises only under the accrual basis of accounting that qualifies for reporting in this category. It is the deferred amounts on net pension liability. Deferred amounts on net pension liability are reported in the district-wide statement of net position and result from: (1) differences between expected and actual experience; (2) changes in assumptions; (3) net difference between projected and actual investment earnings on pension plan investments; and (4) changes in proportion and differences between employer contributions and proportionate share of contributions. These amounts are deferred and amortized over future years.

**6. *Compensated Absences***

It is the District's policy to permit employees to accumulate (with certain restrictions) earned but unused vacation and sick leave benefits. A long-term liability of accumulated vacation and sick leave and salary related payments has been recorded in the governmental activities in the district-wide financial statements, representing the Board's commitment to fund such costs from future operations. The District's proprietary funds do not permit the accrual of unused vacation and sick leave. 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.

**7. *Pensions***

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

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

**8. *Long-Term Obligations***

In the district-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Differences resulting from debt refundings are classified as deferred outflows of resources. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Differences 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 or discount.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

**9. *Net Position/Fund Balance***

**District-Wide Statements**

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

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

**Governmental Fund Statements**

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

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

*Capital Reserve* – This restriction was created by the District in accordance with NJAC 6A:23A-14.1 to fund future capital expenditures (See Note 2B ).

*Capital Reserve - Designated for Subsequent Year's Budget* – This designation was created to dedicate the portion of capital reserve fund balance appropriated in the adopted 2021/2022 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 2C).

*Excess Surplus – Designated for Subsequent Year's Budget* - This restriction was created in accordance with NJSA 18A:7F-7 to represent the June 30, 2020 audited excess surplus that was appropriated in the 2021/2022 original budget certified for taxes.

*Unemployment Compensation* – This restriction was created in accordance with R.S. 43:21-7.3 to reserve funds for unemployment compensation claims reimbursable to the State under the District's election for payment in lieu of contributions (benefit reimbursement method). (See Note 4A).

*Co-Curricular Student Activities and Athletics* – This restriction was created in accordance with NJAC 6A:23A-16.12 to represent the accumulation of funds derived from athletic events and other student organizations reserved for the payment of student group activities.

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

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

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

**Governmental Fund Statements (Continued)**

**Committed Fund Balance** – Amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint.

*Encumbrances* – Represents outstanding purchase orders at year end for contracts awarded by formal action of the Board of Trustee's 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.

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

*Designated for Subsequent Year's Budget* – This designation was created to dedicate the portion of fund balance appropriated in the adopted 2021/2022 District budget certified for taxes.

*FFCRA/SEMI – Designated for Subsequent Year's Budget* – This designation was created to dedicate the portion of the FFCRA/SEMI revenue that is unexpended at June 30, 2021 that will be appropriated either by Board resolution into the 2021/2022 budget or in the adopted 2022/2023 budget certified for taxes.

**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 (special revenue, 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.

**10. *Fund Balance Policies***

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

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the board's highest level of decision-making authority. The Board of Trustees is the highest level of decision-making authority for the school district that can, by adoption of a resolution or formal Board action prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the resolution remains in place until a similar action is taken (the adoption of another resolution) to remove or revise the limitation.

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

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Revenues and Expenditures/Expenses**

***1. Program Revenues***

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

***2. Property Taxes***

Property taxes are levied pursuant to law and are collected by the municipality and are transferred to the District as requested. Property tax revenues are recognized in the year they are levied and become available. Property taxes collected in advance of the year-end for which they are levied and transferred to the District are reported as deferred inflows of resources. The tax bills are mailed annually in June by the municipal tax collector and are levied and due in four quarterly installments on August 1, November 1, February 1 and May 1 of the fiscal year. When unpaid, taxes or any other municipal lien, or part thereof, on real property, remains in arrears on April 1<sup>st</sup> 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.

***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 2019-2020 and 2020-2021 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 and the summer recovery enterprise fund are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. Federal and State subsidies for the food service operation are considered nonoperating revenues.



**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. Budgetary Information**

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

The annual budget is adopted in the spring of the preceding year for the general, special revenue and debt service funds. The District is not required to adopt an annual budget for the capital projects fund. The budget is submitted to the county superintendent for review and approval prior to adoption. Districts that have their school board members elected in November do not have to submit their budgets that meet levy cap requirements for voter approval. Only a school board decision to exceed the tax levy cap would require voter approval for the additional amount on the November ballot.

Budget adoptions and amendments are recorded in the District's board minutes. The budget is amended by the Board of Trustees as needed throughout the year. The budget for revenues, other resources, other uses, and fund balances is prepared by fund source and amount. The budget for expenditures is prepared by fund, program, function, object and amount. The legal level of budgetary control is established at the line item account within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. The Board approved several budget transfers during 2020/2021. Also, during 2020/2021 the Board increased the original General Fund budget by \$50,001. The increase was funded by the reappropriation of prior year general fund encumbrances. In addition, the Board decreased the General Fund revenues and appropriations by \$536,547 as a result of a reduction in state aid. The Special Revenue Fund budget was increased by \$2,183,513. The increase was funded by grant awards and available co-curricular activities and scholarship funds.

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

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

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**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, 2021 is as follows:

|  |                  |                     |
|--|------------------|---------------------|
| Balance, July 1, 2020                                    |                  | \$ 2,568,661        |
| Increased by   |                  |                     |
| Interest Earnings  | \$ 100           |                     |
| Unexpended Capital Projects Funded by<br>Capital Reserve | 152,250          |                     |
| Deposits Approved by Board Resolution                    | <u>1,373,957</u> |                     |
| Total Increases  |                  | <u>1,526,307</u>    |
|  |                  | 4,094,968           |
| Withdrawals  |                  |                     |
| Approved in District Budget                              | 1,352,993        |                     |
| Approved by Board Resolution                             | <u>127,841</u>   |                     |
| Total Withdrawals  |                  | <u>1,480,834</u>    |
| Balance, June 30, 2021                                   |                  | <u>\$ 2,614,134</u> |

The Board designated and appropriated \$890,193 in the 2021/2022 original budget certified for taxes.

**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.

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 2 STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)**

**C. Maintenance Reserve (Continued)**

The activity of the maintenance reserve for the fiscal year ended June 30, 2021 is as follows:

|                                       |                   |
|---------------------------------------|-------------------|
| Balance, July 1, 2020                 | \$ 235,126        |
| Increased by                          |                   |
| Deposits Approved by Board Resolution | <u>500,000</u>    |
| Balance, June 30, 2021                | <u>\$ 735,126</u> |

**D. Transfers to Capital Outlay**

During the 2020/2021 school year, the district transferred \$75,800 to the non-equipment capital outlay accounts. The transfer was made from the capital reserve account.

**E. 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 4% 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, 2021 is \$600,000. Of this amount, \$600,000 was designated and appropriated in the 2021/2022 original budget certified for taxes.

**NOTE 3 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.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 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, 2021, the book value of the Board's deposits were \$6,832,738 and bank and brokerage firm balances of the Board's deposits amounted to \$7,683,069. The Board's deposits which are displayed on the various fund balance sheets as "cash" or "cash held in escrow" are categorized as:

**Depository Account**

|         |                     |
|---------|---------------------|
| Insured | \$ <u>7,683,069</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, 2021 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, 2021, the Board had no outstanding investments.

Interest Rate Risk – Interest rate risk is the risk that changes in the market interest rate will adversely affect the fair value of an investment. 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 – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. 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.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**A. Cash Deposits and Investments (Continued)**

**Investments (Continued)**

Investment and interest earnings in the Capital Projects Fund are assigned to the General Fund in accordance with Board policy.

**B. Receivables**

Receivables as of June 30, 2021 for the district's individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

|                                       | <u>General</u>    | <u>Special<br/>Revenue</u> | <u>Food<br/>Service</u> | <u>Total</u>      |
|---------------------------------------|-------------------|----------------------------|-------------------------|-------------------|
| Receivables:                          |                   |                            |                         |                   |
| Intergovernmental -                   |                   |                            |                         |                   |
| Federal                               |                   | \$209,324                  | \$ 2,426                | \$ 211,750        |
| State                                 | \$ 33,383         | -                          | 77,605                  | 110,988           |
| Other                                 | <u>70,000</u>     | <u>-</u>                   | <u>18,602</u>           | <u>88,602</u>     |
| Gross Receivables                     | 103,383           | 209,324                    | 98,633                  | 411,340           |
| Less: Allowance for<br>Uncollectibles | <u>-</u>          | <u>-</u>                   | <u>-</u>                | <u>-</u>          |
| Net Total Receivables                 | <u>\$ 103,383</u> | <u>\$209,324</u>           | <u>\$ 98,633</u>        | <u>\$ 411,340</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:

|   |                  |
|---|------------------|
| Special Revenue Fund                          |                  |
| Unexpended Grant Draw Downs                   | <u>\$ 82,804</u> |
| Total Unearned Revenue for Governmental Funds | <u>\$ 82,804</u> |

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2021 was as follows:

|  | Balance,<br><u>July 1, 2020</u> | <u>Increases</u>    | <u>Decreases</u> | <u>Transfers</u>   | Balance,<br><u>June 30, 2021</u> |
|--|---------------------------------|---------------------|------------------|--------------------|----------------------------------|
| <b>Governmental Activities:</b>              |                                 |                     |                  |                    |                                  |
| Capital Assets, Not Being Depreciated:       |                                 |                     |                  |                    |                                  |
| Land   | \$ 69,852                       |                     |                  |                    | \$ 69,852                        |
| Construction in Progress                     | <u>1,364,595</u>                | \$ 913,074          | -                | \$ (1,481,441)     | <u>796,228</u>                   |
| Total Capital Assets, Not Being Depreciated  | <u>1,434,447</u>                | <u>913,074</u>      | -                | <u>(1,481,441)</u> | <u>866,080</u>                   |
| Capital Assets, Being Depreciated:           |                                 |                     |                  |                    |                                  |
| Buildings                                    | 19,365,815                      | 731,262             |                  |                    | 20,097,077                       |
| Improvements Other Than Buildings            | 87,706                          | 14,470              |                  | 1,481,441          | 1,583,617                        |
| Machinery and Equipment                      | <u>1,926,176</u>                | <u>177,191</u>      | -                | -                  | <u>2,103,367</u>                 |
| Total Capital Assets Being Depreciated       | <u>21,379,697</u>               | <u>922,923</u>      | -                | <u>1,481,441</u>   | <u>23,784,061</u>                |
| Less Accumulated Depreciation for:           |                                 |                     |                  |                    |                                  |
| Buildings                                    | (7,578,417)                     | (611,299)           |                  |                    | (8,189,716)                      |
| Improvements Other Than Buildings            | (86,897)                        | (74,908)            |                  |                    | (161,805)                        |
| Machinery and Equipment                      | <u>(1,380,560)</u>              | <u>(111,595)</u>    | -                | -                  | <u>(1,492,155)</u>               |
| Total Accumulated Depreciation               | <u>(9,045,874)</u>              | <u>(797,802)</u>    | -                | -                  | <u>(9,843,676)</u>               |
| Total Capital Assets, Being Depreciated, Net | <u>12,333,823</u>               | <u>125,121</u>      | -                | <u>1,481,441</u>   | <u>13,940,385</u>                |
| Governmental Activities Capital Assets, Net  | <u>\$ 13,768,270</u>            | <u>\$ 1,038,195</u> | <u>\$ -</u>      | <u>\$ -</u>        | <u>\$ 14,806,465</u>             |

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

|  | Balance,<br>July 1, 2020 | Increases         | Decreases   | Balance,<br>June 30, 2021 |
|--|--------------------------|-------------------|-------------|---------------------------|
| <b>Business-Type Activities:</b>             |                          |                   |             |                           |
| Capital Assets, Being Depreciated:           |                          |                   |             |                           |
| Machinery and Equipment                      | \$ 94,724                | -                 | \$ -        | \$ 94,724                 |
| Total Capital Assets Being Depreciated       | <u>94,724</u>            | <u>-</u>          | <u>-</u>    | <u>94,724</u>             |
| Less Accumulated Depreciation for:           |                          |                   |             |                           |
| Machinery and Equipment                      | (56,025)                 | \$ (5,723)        | -           | (61,748)                  |
| Total Accumulated Depreciation               | <u>(56,025)</u>          | <u>(5,723)</u>    | <u>-</u>    | <u>(61,748)</u>           |
| Total Capital Assets, Being Depreciated, Net | <u>38,699</u>            | <u>(5,723)</u>    | <u>-</u>    | <u>32,976</u>             |
| Business-Type Activities Capital Assets, Net | <u>\$ 38,699</u>         | <u>\$ (5,723)</u> | <u>\$ -</u> | <u>\$ 32,976</u>          |

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

**Governmental Activities:**

|  |                   |
|--|-------------------|
| Instruction  |                   |
| Regular  | \$ 45,844         |
| Total Instruction                                    | <u>45,844</u>     |
| Support Services                                     |                   |
| Student and Instruction Related Services             | 16,929            |
| General Administration                               | 450               |
| School Administration                                | 22,718            |
| Plant Operations and Maintenance                     | 705,136           |
| Student Transportation                               | <u>6,725</u>      |
| Total Support Services                               | <u>751,958</u>    |
| Total Depreciation Expense - Governmental Activities | <u>\$ 797,802</u> |
| <b>Business-Type Activities:</b>                     |                   |
| Food Service Fund                                    | \$ 5,723          |
| Total Depreciation Expense-Business-Type Activities  | <u>\$ 5,723</u>   |

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**D. Capital Assets (Continued)**

**Construction and Other Significant Commitments**

The District has the following active construction projects as of June 30, 2021:

| <u>Project</u>                     | <u>Spent to Date</u> | <u>Remaining<br/>Commitment</u> |
|------------------------------------|----------------------|---------------------------------|
| Energy Savings Improvement Program | \$ 759,679           | \$ 936,687                      |

The District has other significant commitments at June 30, 2021 as follows:

| <u>Purposes</u>         | <u>Remaining<br/>Commitment</u> |
|-------------------------|---------------------------------|
| Acquisition of Property | \$ 700,000                      |

**E. Interfund Receivables, Payables, and Transfers**

**Interfund Transfers**

|                      | Transfer In                     |                                  |              |
|----------------------|---------------------------------|----------------------------------|--------------|
|                      | <u>Special<br/>Revenue Fund</u> | <u>Capital<br/>Projects Fund</u> | <u>Total</u> |
| <u>Transfer Out:</u> |                                 |                                  |              |
| General Fund         | \$ 119,656                      | \$ 52,041                        | \$ 171,697   |

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



**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**F. Leases**

**Operating Leases**

The District leases copiers and chromebooks under noncancelable operating leases. Lease payments for the fiscal year ended June 30, 2021 were \$118,218. The future minimum lease payments for these operating leases are as follows:

| <u>Fiscal<br/>Year Ending June 30</u> | <u>Amount</u>     |
|---------------------------------------|-------------------|
| 2022                                  | \$ 115,119        |
| 2023                                  | <u>81,034</u>     |
| Total                                 | <u>\$ 196,153</u> |

**Capital Leases**

The District has entered into a lease purchase agreement for its Energy Savings Improvement Program (ESIP) totaling \$1,696,366. The lease is for fifteen years at an interest rate of 2.0224%.

The capital assets acquired through this capital lease is as follows:

|                          | <u>Governmental<br/>Activities</u> |
|--------------------------|------------------------------------|
| Construction in Progress | <u>\$ 759,679</u>                  |

The unexpended proceeds from capital leases in the amount of \$936,711 at June 30, 2021 are held in escrow with the Fiscal Agent.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2021 were as follows:

| <u>Fiscal Year<br/>Ending<br/>June 30,</u> | <u>Governmental<br/>Activities</u> |
|--|------------------------------------|
| 2022                                       | \$ 138,343                         |
| 2023                                       | 153,265                            |
| 2024                                       | 140,108                            |
| 2025                                       | 141,963                            |
| 2026                                       | 143,833                            |
| 2027-2031                                  | 601,015                            |
| 2032-2036                                  | <u>659,322</u>                     |
| Total Minimum Lease Payments               | 1,977,849                          |
| Less: Amount Representing Interest         | <u>(281,483)</u>                   |
| Present Value of Minimum Lease Payments    | <u>\$ 1,696,366</u>                |

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 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, 2021 is comprised of the following issue:

|  |                    |
|--|--------------------|
| \$4,025,000, 2015 Refunding Bonds, due in annual installments of \$500,000 to \$520,000 through July 15, 2023, interest at 4.00% | <u>\$1,535,000</u> |
|--|--------------------|

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

**Governmental Activities:**

| Fiscal Year Ending<br><u>June 30,</u> | <u>Serial Bonds</u> |                  | <u>Total</u>        |
|---------------------------------------|---------------------|------------------|---------------------|
|                                       | <u>Principal</u>    | <u>Interest</u>  |                     |
| 2022                                  | \$ 500,000          | \$ 51,400        | \$ 551,400          |
| 2023                                  | 520,000             | 31,000           | 551,000             |
| 2024                                  | <u>515,000</u>      | <u>10,300</u>    | <u>525,300</u>      |
|                                       | <u>\$ 1,535,000</u> | <u>\$ 92,700</u> | <u>\$ 1,627,700</u> |

**Statutory Borrowing Power**

The Board's remaining borrowing power under N.J.S. 18A:24-19, as amended, at June 30, 2021 was as follows:

|   |                      |
|---|----------------------|
| 4% of Equalized Valuation Basis (Municipal) | \$ 33,614,392        |
| Less: Net Debt                              | <u>1,535,000</u>     |
| Remaining Borrowing Power                   | <u>\$ 32,079,392</u> |

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (Continued)**

**H. Other Long-Term Liabilities (Continued)**

**Changes in Long-Term Liabilities**

Long-term liability activity for the fiscal year ended June 30, 2021, was as follows:

|  | <u>Balance,<br/>July 1, 2020</u> | <u>Additions</u>    | <u>Reductions</u> | <u>Balance,<br/>June 30, 2021</u> | <u>Due<br/>Within<br/>One Year</u> |
|--|----------------------------------|---------------------|-------------------|-----------------------------------|------------------------------------|
| <b>Governmental Activities:</b>                |                                  |                     |                   |                                   |                                    |
| Bonds Payable                                  | \$ 2,040,000                     |                     | \$ 505,000        | \$ 1,535,000                      | \$ 500,000                         |
| Add: Unamortized Premium                       | <u>102,212</u>                   | <u>-</u>            | <u>35,603</u>     | <u>66,609</u>                     | <u>-</u>                           |
| Sub-total Bonds Payable                        | 2,142,212                        | -                   | 540,603           | 1,601,609                         | 500,000                            |
| Lease Obligations Payable                      |                                  | \$ 1,696,366        |                   | 1,696,366                         | 104,512                            |
| Compensated Absences                           | 138,266                          | 206,173             | 30,504            | 313,935                           | 32,660                             |
| Net Pension Liability                          | <u>2,497,788</u>                 | <u>147,734</u>      | <u>166,313</u>    | <u>2,479,209</u>                  | <u>-</u>                           |
| Governmental Activity<br>Long-Term Liabilities | <u>\$ 4,778,266</u>              | <u>\$ 2,050,273</u> | <u>\$ 737,420</u> | <u>\$ 6,091,119</u>               | <u>\$ 637,172</u>                  |

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

**NOTE 4 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 District is a member of the New Jersey School Insurance Group – North Jersey Educational Insurance Fund (the “Fund”). The Fund provides 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 relationship between the Board and the 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.

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**A. Risk Management (Continued)**

The Fund 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, interest earnings, reimbursements to the State for benefits paid and the ending balance of the District's restricted fund balance for unemployment compensation claims in the General Fund for the current and previous two years:

| <u>Fiscal Year Ended</u><br><u>June 30,</u> | <u>Employee</u><br><u>Contributions</u> | <u>Amount</u><br><u>Reimbursed</u> | <u>Ending</u><br><u>Balance</u> |
|---|---|------------------------------------|---------------------------------|
| 2021  | \$ 49,694                               | \$ 90,376                          | \$ 236,060                      |
| 2020  | 34,240                                  | 47,717                             | 276,591                         |
| 2019  | 31,257                                  | 55,793                             | 286,042                         |

**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, 2021, 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, 2021, the District has not estimated its arbitrage earnings due to the IRS, if any.

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans**

**Plan Descriptions and Benefits Provided**

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

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

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

The following represents the membership tiers for PERS:

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

Service retirement benefits of 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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](http://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.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

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

The following represent the membership tiers for TPAF:

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

Service retirement benefits of 1/55<sup>th</sup> 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 1/60<sup>th</sup> 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 or TPAF 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 or TPAF on or after November 2, 2008 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](http://www.state.nj.us/treasury/pensions).

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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 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](http://www.state.nj.us/treasury/doinvest).

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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, 2020 is \$16.4 billion and the plan fiduciary net position as a percentage of the total pension liability is 58.32%. The collective net pension liability of the State funded TPAF at June 30, 2020 is \$66.0 billion and the plan fiduciary net position as a percentage of total pension liability is 24.60%.

The total pension liabilities were determined based on actuarial valuations as of July 1, 2019 which were rolled forward to June 30, 2020.

**Actuarial Methods and Assumptions**

In the July 1, 2019 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 2021.

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, 2021 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 local 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 2021, 2020 and 2019 were equal to the required contributions.

During the fiscal years ended June 30, 2021, 2020 and 2019 the Board was required to contribute for PERS and DCRP and the State of New Jersey, as a nonemployer contributing entity, contributed for TPAF, respectively for normal cost pension and unfunded accrued liability contributions (including non-contributory group life insurance (NCGI)) the following amounts:

| Year Ended<br>June 30, | <u>PERS</u> | On-Behalf<br><u>TPAF</u> | <u>DCRP</u> |
|------------------------|-------------|--------------------------|-------------|
| 2021                   | \$ 166,313  | \$ 2,392,178             | \$ 157      |
| 2020                   | 134,841     | 1,713,515                | 868         |
| 2019                   | 128,198     | 1,560,803                | 21,195      |



**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**D. Employee Retirement Systems and Pension Plans (Continued)**

**Employer and Employee Pension Contributions (Continued)**

In addition for fiscal years 2021, 2020 and 2019 the District contributed \$-0-, \$1,713 and \$1,979, respectively for PERS and the State contributed \$1,740, \$1,726 and \$1,975, respectively for TPAF for Long Term Disability Insurance Premium (LTDI).

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

Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$683,779 during the fiscal year ended June 30, 2021 for the employer's share of social security contributions for TPAF members as calculated on their base salaries. This amount has been recognized in the district-wide financial statements (accrual basis) and the governmental fund financial statements (modified accrual basis) as 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, 2019 through June 30, 2020. 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, 2020 are based on the ratio of each employer's contribution to total employer contributions of the group for the fiscal year ended June 30, 2020.

At June 30, 2021, the District reported in the statement of net position (accrual basis) a liability of \$2,479,209 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of July 1, 2019. 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, 2020. At June 30, 2020, the District's proportionate share was .01520 percent, which was an increase of .00134 percent from its proportionate share measured as of June 30, 2019 of .01386 percent.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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, 2021, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$386,492 for PERS. The pension contribution made by the District during the current 2020/2021 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, 2021 with a measurement date of the prior fiscal year end of June 30, 2020. 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, 2021 for contributions made subsequent to the measurement date. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to PERS pension from the following sources:

|   | <b><u>Deferred<br/>Outflows<br/>of Resources</u></b> | <b><u>Deferred<br/>Inflows<br/>of Resources</u></b> |
|---|--|---|
| Difference Between Expected and Actual Experience   | \$ 45,142  | \$ 8,768  |
| Changes of Assumptions  | 80,428   | 1,038,068   |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments                              | 84,741   |   |
| Changes in Proportion and Differences Between District Contributions and Proportionate Share of Contributions | <u>1,036,348</u>                                     | <u>123,695</u>                                      |
| Total   | <u>\$ 1,246,659</u>                                  | <u>\$ 1,170,531</u>                                 |

At June 30, 2021, the amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pension will be recognized in pension expense/(benefit) as follows:

| Year<br>Ending<br><u>June 30,</u> | <u>Total</u>     |
|-----------------------------------|------------------|
| 2022                              | \$ 1,343         |
| 2023                              | 34,867           |
| 2024                              | 67,896           |
| 2025                              | (20,331)         |
| 2026                              | (7,647)          |
| Thereafter                        | <u>-</u>         |
|                                   | <u>\$ 76,128</u> |

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

|                           |   |
|---------------------------|---|
| Inflation Rate:           |   |
| Price                     | 2.75%                                       |
| Wage                      | 3.25%                                       |
| Salary Increases:         |   |
| Through 2026              | 2.00-6.00%<br>Based on Years<br>of Service  |
| Thereafter                | 3.00%-7.00%<br>Based on Years<br>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-2020.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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, 2020) 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, 2020 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%                    | 3.40%   |
| Cash Equivalents                | 4.00%                    | 0.50%   |
| U.S. Treasuries                 | 5.00%                    | 1.94%   |
| Investment Grade Credit         | 8.00%                    | 2.67%   |
| US Equity                       | 27.00%                   | 7.71%   |
| Non-US Developed Markets Equity | 13.50%                   | 8.57%   |
| Emerging Markets Equity         | 5.50%                    | 10.23%  |
| High Yield                      | 2.00%                    | 5.95%   |
| Real Assets                     | 3.00%                    | 9.73%   |
| Private Credit                  | 8.00%                    | 7.59%   |
| Real Estate                     | 8.00%                    | 9.56%   |
| Private Equity                  | 13.00%                   | 11.42%  |

***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> |
|--------------------|-------------------------|----------------------|
| 2021               | June 30, 2020           | 7.00%                |
| 2020               | June 30, 2019           | 6.28%                |

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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)***

There was no crossover period for the PERS defined benefit plan. Therefore the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

***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 7.00%, 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 (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

|   | <b>1%<br/>Decrease<br/><u>6.00%</u></b> | <b>Current<br/>Discount Rate<br/><u>7.00%</u></b> | <b>1%<br/>Increase<br/><u>8.00%</u></b> |
|---|---|---|---|
| District's Proportionate Share of<br>the PERS Net Pension Liability | \$ <u>3,120,911</u>                     | \$ <u>2,479,209</u>                               | \$ <u>1,934,708</u>                     |

The sensitivity analysis was based on the proportionate share of the District's net pension liability at as of the measurement date of June 30, 2020. A sensitivity analysis specific to the District's net pension liability at June 30, 2020 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](http://www.state.nj.us/treasury/pensions).

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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, 2019 through June 30, 2020. 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, 2020, 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, 2021, the District recognized in the district-wide statement of activities (accrual basis) pension expense of \$3,142,580 for TPAF. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2021 the State's proportionate share of the net pension liability attributable to the District is \$50,536,587. The net pension liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of July 1, 2019. The nonemployer allocation percentages are based on the ratio of the State's contributions made as a nonemployer attributable to the District adjusted for unpaid early retirement incentives relative to total contributions to TPAF during the year ended June 30, 2020. At June 30, 2020, the State's share of the net pension liability attributable to the District was .07675 percent, which was a decrease of .00098 percent from its proportionate share measured as of June 30, 2019 of .07773 percent.

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

|                           |   |
|---------------------------|---|
| Inflation Rate:           |   |
| Price                     | 2.75%                                       |
| Wage                      | 3.25%                                       |
| Salary Increases:         |   |
| Through 2026              | 1.55-4.55%<br>Based on Years<br>of Service  |
| Thereafter                | 2.75%-5.65%<br>Based on Years<br>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-2020.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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, 2020) 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, 2020 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%                    | 3.40%   |
| Cash Equivalents                | 4.00%                    | 0.50%   |
| U.S. Treasuries                 | 5.00%                    | 1.94%   |
| Investment Grade Credit         | 8.00%                    | 2.67%   |
| US Equity                       | 27.00%                   | 7.71%   |
| Non-US Developed Markets Equity | 13.50%                   | 8.57%   |
| Emerging Markets Equity         | 5.50%                    | 10.23%  |
| High Yield                      | 2.00%                    | 5.95%   |
| Real Assets                     | 3.00%                    | 9.73%   |
| Private Credit                  | 8.00%                    | 7.59%   |
| Real Estate                     | 8.00%                    | 9.56%   |
| Private Equity                  | 13.00%                   | 11.42%  |



**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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:

| <b><u>Fiscal Year</u></b> | <b><u>Measurement Date</u></b> | <b><u>Discount Rate</u></b> |
|---------------------------|--------------------------------|-----------------------------|
| 2021                      | June 30, 2020                  | 5.40%                       |
| 2020                      | June 30, 2019                  | 5.60%                       |

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, 2062               |
| Municipal Bond Rate *             | From July 1, 2062<br>and Thereafter |

\* The municipal bond return rate used is 2.21% as of the measurement date of June 30, 2020. 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 5.40%, 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 (4.40 percent) or 1-percentage-point higher (6.40 percent) than the current rate:

|  | <b><u>1%<br/>Decrease<br/>(4.40%)</u></b> | <b><u>Current<br/>Discount Rate<br/>(5.40%)</u></b> | <b><u>1%<br/>Increase<br/>(6.40%)</u></b> |
|--|---|---|---|
| State's Proportionate Share of the TPAF Net Pension Liability Attributable to the District | <u>\$ 59,361,140</u>                      | <u>\$ 50,536,587</u>                                | <u>\$ 43,209,277</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, 2020. A sensitivity analysis specific to the State's proportionate share of the net pension liability attributable to the District at June 30, 2020 was not provided by the pension system.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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](http://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, 2020. In addition, the plan is administered on a pay-as-you-go basis. 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 multiple-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.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 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](http://www.state.nj.us/treasury/pensions).

**Plan Membership**

Membership of the defined benefit OPEB plan consisted of the following at June 30, 2019:

|   |                |
|---|----------------|
| Active Plan Members   | 216,804        |
| Inactive Plan Members or Beneficiaries Currently Receiving Benefits | <u>149,304</u> |
| Total   | <u>366,108</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, 2020 is \$67.8 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, 2019 which were rolled forward to June 30, 2020.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

**Actuarial Methods and Assumptions**

In the June 30, 2019 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 \$1.18 billion to the OPEB plan in fiscal year 2020.

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, 2021, 2020 and 2019 were \$749,671, \$635,683 and \$707,978, 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, 2019 through June 30, 2020. Nonemployer allocation percentages have been rounded for presentation purposes.

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

For the fiscal year ended June 30, 2021, the District recognized in the district-wide statement of activities (accrual basis) OPEB expense of \$2,424,082. This amount has been included in the district-wide statement of activities (accrual basis) as both a revenue and expense in accordance with GASB No. 85.

At June 30, 2021 the State's proportionate share of the OPEB liability attributable to the District is \$42,043,501. 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, 2020 to the total OPEB liability of the State Health Benefit Program Fund – Local Education Retired Employees Plan at June 30, 2020. At June 30, 2020, the state's share of the OPEB liability attributable to the District was .0620 percent, which was an increase of .0031 percent from its proportionate share measured as of June 30, 2019 of .0589 percent.

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

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

**Actuarial Assumptions**

The OPEB liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. 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 4.45%   |
| Rate Thereafter                     | 1.55% to 4.45%   |
| 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-2020.                                |
| TPAF                                | Pre-retirement and Post-retirement based on Pub-2010 Healthy "Teachers" and "General" classifications respectively, headcount-weighted mortality tables with fully generational mortality improvement projections from the central year using Scale MP-2020. |

\*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, 2020 measurement date healthcare cost trend rates for pre-Medicare medical benefits, the trend is initially 5.6% and decreases to a 4.5% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2021 are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

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

**Actuarial Assumptions (Continued)**

The actuarial assumptions used in the June 30, 2020 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.

**Discount Rate**

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

| <b><u>Fiscal Year</u></b> | <b><u>Measurement Date</u></b> | <b><u>Discount Rate</u></b> |
|---------------------------|--------------------------------|-----------------------------|
| 2021                      | June 30, 2020                  | 2.21%                       |
| 2020                      | June 30, 2019                  | 3.50%                       |

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.

**BOGOTA BOARD OF EDUCATION  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

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

**Changes in the Total OPEB Liability**

The change in the State's proportionate share of the OPEB liability attributable to the District for the fiscal year ended June 30, 2021 (measurement date June 30, 2020) is as follows:

|  | Total OPEB<br>Liability<br><u>(State Share 100%)</u> |
|--|--|
| Balance, June 30, 2019 Measurement Date            | \$ <u>24,580,520</u>                                 |
| Changes Recognized for the Fiscal Year:            |  |
| Service Cost                                       | 1,210,153  |
| Interest on the Total OPEB Liability               | 890,360  |
| Differences Between Expected and Actual Experience | 8,392,323  |
| Changes of Assumptions                             | 7,679,903  |
| Gross Benefit Payments                             | (731,943)  |
| Contributions from the Member                      | <u>22,185</u>  |
| <b>Net Changes</b>                                 | <b>\$ <u>17,462,981</u></b>                          |
| Balance, June 30, 2020 Measurement Date            | \$ <u><u>42,043,501</u></u>                          |

Changes of assumptions and other inputs reflect a change in the discount rate from 3.50 % percent in 2019 to 2.21% percent in 2020.

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, 2020.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**E. Post-Retirement Medical Benefits (Continued)**

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

**Sensitivity of OPEB Liability**

*Sensitivity of the total OPEB liability to changes in the discount rate.* The following presents the State's proportionate share of the OPEB liability attributable to the District calculated using the discount rate of 2.21%, 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 ( 1.21 percent) or 1-percentage-point higher (3.21 percent) than the current rate:

|  | <b>1%<br/>Decrease<br/><u>(1.21%)</u></b> | <b>Current<br/>Discount Rate<br/><u>(2.21%)</u></b> | <b>1%<br/>Increase<br/><u>(3.21%)</u></b> |
|--|---|---|---|
| State's Proportionate Share of<br>the OPEB Liability<br>Attributable to the District | \$ <u>49,669,989</u>                      | \$ <u>42,043,501</u>                                | \$ <u>35,985,437</u>                      |

*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:

|  | <b>1%<br/>Decrease</b> | <b>Healthcare<br/>Cost Trend<br/>Rates</b> | <b>1%<br/>Increase</b> |
|--|------------------------|--|------------------------|
| Total OPEB Liability (School Retirees) | \$ <u>34,641,971</u>   | \$ <u>42,043,501</u>                       | \$ <u>51,841,607</u>   |

The sensitivity analyses were based on the State's proportionate share of the OPEB liability attributable to the District at June 30, 2020. Sensitivity analyses specific to the State's proportionate share of the OPEB liability attributable to the District at June 30, 2020 were not provided by the pension system.



**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 OTHER INFORMATION (Continued)**

**F. Tax Abatements**

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

**G. Subsequent Events - Appropriation of Fund Balance**

On August 31, 2021, the Board approved the withdrawal of \$235,126 from the General Fund Maintenance Reserve Account for renovations and repairs to the school buildings.

On November 3, 2021, the District acquired the property located at 390 Palisade Avenue for \$700,000.

**NOTE 5 RESTATEMENT**

On July 1, 2020, the Bogota Board of Education implemented GASB Statement No. 84 "Fiduciary Activities". The Bogota Board of Education has determined that the effect of implementing this accounting change on the financial statements previously reported as of and for the fiscal year ended June 30, 2020 are as follows:

**Governmental Activities**

The financial statements of the governmental activities as of June 30, 2020 have been restated to reflect the reclassification of certain activities related to unemployment compensation, student activities and payroll related activities which were previously reported as fiduciary activities to governmental activities. The effect of this restatement is to increase net position of governmental activities by \$405,221 from \$13,188,588 as previously reported to \$13,593,809 as of June 30, 2020.

**Governmental Funds**

The financial statements of the governmental funds as of June 30, 2020 have been restated to reflect the reclassification of certain activities related to unemployment compensation, student activities and payroll activities previously reported as fiduciary funds to governmental funds. The effect of this restatement is to increase fund balances of governmental funds by \$405,221 from \$3,870,242 as previously reported to \$4,275,463 as of June 30, 2020. General Fund fund balance increased \$276,591 from \$3,805,437 as previously reported to \$4,082,028 as of June 30, 2020. Special Revenue Fund fund balance increased \$128,630 from \$-0- as previously reported to \$128,630 as of June 30, 2020.

**Fiduciary Funds**

The financial statements of the fiduciary funds as of June 30, 2020 have been restated to reflect the reclassification of certain activities to governmental funds as noted above. The effect of this restatement is to decrease total fiduciary net position by \$276,591 from \$276,591 as previously reported to \$-0- as of June 30, 2020.

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**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 has been 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.

Governor Phil Murphy (the “Governor”) of the State of New Jersey (the “State”) declared a state of emergency and a public health emergency on March 9, 2020 due to the outbreak of COVID-19, which spread to the State and to all counties within the State. The Governor also instituted mandatory measures via various executive orders to contain the spread of the virus. These measure, which altered the behaviors of businesses and people, had negative impacts on regional, state and local economies. The Governor, pursuant to various executive orders, then implemented a multi-stage approach to restarting New Jersey’s economy. The declaration of the state of emergency and of a public health emergency was terminated by the Governor, by executive order, on June 4, 2021. Also, on June 4, 2021, the Governor signed into law Assembly Bill No. 5820 which terminates most of the governor’s pandemic-related executive orders in early July. The remaining executive orders (dealing with coronavirus testing and vaccinations, moratoriums on evictions and utility shutoffs and various other matters) will terminate on January 1, 2022. In the event of substantial increases in COVID-19 hospitalizations, spot positivity or rates of transmission, the Governor is empowered to impose more restrictive measures than currently in place.

Recently, the United States Congress has passed relief and stimulus legislations including the American Rescue Plan Act signed into law by President Biden on March 12, 2021, comprising of \$1.9 trillion in funding to address the COVID-19 Pandemic. This legislation is intended to address the financial impact of the pandemic on the U.S. economy and alleviate the health effects of the COVID-19 pandemic. The Plan provides funding for state and local governments to offset costs to safely reopen schools during the COVID-19 pandemic and to subsidize COVID-19 testing and vaccination programs. In addition, the Plan includes \$350 billion in relief funds to public entities, such as the School District. It is too early to predict if the legislation will have its intended affect.

The largest portion of the School District’s revenues is derived from local tax revenues levied by the Borough. In that regard, under applicable State statutes, the Borough annually is required to pay 100% of the amount levied for operations and debt service to the School District regardless of delinquencies in applicable property tax collections. The ability of the Borough to fully collect property taxes on a timely basis may be affected by the economic impact of the Pandemic; however, the District does not anticipate an interruption in the timely collection of property taxes from the Borough.

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**

**BUDGETARY COMPARISONS**

**BOGOTA BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|  | Budgeted Amounts  |                  |                   | Actual            | Variance         |
|--|-------------------|------------------|-------------------|-------------------|------------------|
|  | Original          | Adjustments      | Final             |                   | Final To Actual  |
| <b>REVENUES</b>                                    |                   |                  |                   |                   |                  |
| Local Sources                                      |                   |                  |                   |                   |                  |
| Local Property Tax Levy                            | \$ 15,325,771     |                  | \$ 15,325,771     | \$ 15,325,771     |                  |
| Interest Earned on Capital Reserve Funds           | 1,000             |                  | 1,000             | 1,000             |                  |
| Interest Earned on Unemployment Funds              |                   |                  |                   | 151               | \$ 151           |
| Interest Income                                    | -                 |                  |                   | 2,183             | 2,183            |
| Tuition  | 31,054            |                  | 31,054            | 78,604            | 47,550           |
| Miscellaneous                                      | 87,946            | -                | 87,946            | 18,788            | (69,158)         |
| <b>Total Local Sources</b>                         | <b>15,445,771</b> | <b>-</b>         | <b>15,445,771</b> | <b>15,426,497</b> | <b>(19,274)</b>  |
| State Sources                                      |                   |                  |                   |                   |                  |
| Special Education Aid                              | 764,979           |                  | 764,979           | 764,979           |                  |
| Equalization Aid                                   | 6,139,945         | \$ (536,547)     | 5,603,398         | 5,603,398         |                  |
| Transportation Aid                                 | 203,338           |                  | 203,338           | 203,338           |                  |
| Security Aid                                       | 328,102           |                  | 328,102           | 328,102           |                  |
| Extraordinary Aid                                  | 200,000           |                  | 200,000           | 394,117           | 194,117          |
| On-Behalf TPAF (Non-Budget)                        |                   |                  |                   |                   |                  |
| Normal Cost  |                   |                  |                   | 2,347,513         | 2,347,513        |
| NCGI Premium                                       |                   |                  |                   | 44,665            | 44,665           |
| Long-Term Disability Insurance Contributions       |                   |                  |                   | 1,740             | 1,740            |
| Post Retirement Medical Contributions              |                   |                  |                   | 749,671           | 749,671          |
| Social Security Contributions                      | -                 | -                | -                 | 683,779           | 683,779          |
| <b>Total State Sources</b>                         | <b>7,636,364</b>  | <b>(536,547)</b> | <b>7,099,817</b>  | <b>11,121,302</b> | <b>4,021,485</b> |
| Federal Sources                                    |                   |                  |                   |                   |                  |
| Medicaid Reimbursement                             | 65,617            | -                | 65,617            | 79,970            | 14,353           |
| Medicaid Reimbursement - FFCRA/SEMI                | -                 | -                | -                 | 5,424             | 5,424            |
| <b>Total Federal Sources</b>                       | <b>65,617</b>     | <b>-</b>         | <b>65,617</b>     | <b>85,394</b>     | <b>19,777</b>    |
| <b>Total Revenues</b>                              | <b>23,147,752</b> | <b>(536,547)</b> | <b>22,611,205</b> | <b>26,633,193</b> | <b>4,021,988</b> |
| <b>EXPENDITURES</b>                                |                   |                  |                   |                   |                  |
| <b>CURRENT</b>                                     |                   |                  |                   |                   |                  |
| Regular Programs - Instruction                     |                   |                  |                   |                   |                  |
| Salaries of Teachers                               |                   |                  |                   |                   |                  |
| Kindergarten                                       | 243,000           | 14,092           | 257,092           | 253,956           | 3,136            |
| Grades 1-5   | 2,180,000         | (35,134)         | 2,144,866         | 2,103,812         | 41,054           |
| Grades 6-8   | 962,000           | 40,652           | 1,002,652         | 999,587           | 3,065            |
| Grades 9-12  | 2,145,000         | 11,763           | 2,156,763         | 2,124,097         | 32,666           |
| Regular Programs - Home Instruction                |                   |                  |                   |                   |                  |
| Salaries of Teachers                               | 10,000            | -                | 10,000            | 920               | 9,080            |
| Purchased Professional -Educational Services       | 15,000            | (7,463)          | 7,537             | -                 | 7,537            |
| Regular Programs - Undistributed Instruction       |                   |                  |                   |                   |                  |
| Purchased Professional -Educational Services       | 252,800           | (11,723)         | 241,077           | 186,374           | 54,703           |
| Other Purchased Services                           | 15,150            | -                | 15,150            | 634               | 14,516           |
| General Supplies                                   | 381,811           | (129,578)        | 252,233           | 148,648           | 103,585          |
| Textbooks  | 61,200            | (47,625)         | 13,575            | 2,843             | 10,732           |
| <b>Total Regular Programs - Instruction</b>        | <b>6,265,961</b>  | <b>(165,016)</b> | <b>6,100,945</b>  | <b>5,820,871</b>  | <b>280,074</b>   |
| Learning and/or Language Disabilities              |                   |                  |                   |                   |                  |
| Salaries of Teachers                               | 325,000           | 7,150            | 332,150           | 332,150           | -                |
| Purchased Professional -Educational Services       | 250,000           | 65,000           | 315,000           | 279,799           | 35,201           |
| General Supplies                                   | 20,035            | -                | 20,035            | 10,151            | 9,884            |
| <b>Total Learning and/or Language Disabilities</b> | <b>595,035</b>    | <b>72,150</b>    | <b>667,185</b>    | <b>622,100</b>    | <b>45,085</b>    |

(Continued)

**BOGOTA BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|   | Budgeted Amounts |             |            | Actual     | Variance           |
|---|------------------|-------------|------------|------------|--------------------|
|   | Original         | Adjustments | Final      |            | Final To<br>Actual |
| <b>EXPENDITURES</b>                                   |                  |             |            |            |                    |
| <b>CURRENT (Continued)</b>                            |                  |             |            |            |                    |
| <b>Special Education (Continued)</b>                  |                  |             |            |            |                    |
| Multiple Disabilities                                 |                  |             |            |            |                    |
| Purchased Professional -Educational Services          | \$ 314,559       | -           | \$ 314,559 | \$ 314,559 | -                  |
| Total Multiple Disabilities                           | 314,559          | -           | 314,559    | 314,559    | -                  |
| Resource Room/Resource Center                         |                  |             |            |            |                    |
| Salaries of Teachers                                  | 834,890          | \$ 66,820   | 901,710    | 901,670    | \$ 40              |
| Purchased Professional -Educational Services          | 475,000          | (65,000)    | 410,000    | 352,134    | 57,866             |
| General Supplies                                      | 16,390           | (620)       | 15,770     | 3,103      | 12,667             |
| Total Resource Room/Resource Center                   | 1,326,280        | 1,200       | 1,327,480  | 1,256,907  | 70,573             |
| Preschool Disabilities - Full Time                    |                  |             |            |            |                    |
| Salaries of Teachers                                  | 225,000          | (4,435)     | 220,565    | 208,909    | 11,656             |
| Purchased Professional -Educational Services          | 225,000          | 5,000       | 230,000    | 68,509     | 161,491            |
| General Supplies                                      | 2,380            | -           | 2,380      | 683        | 1,697              |
| Total Preschool Disabilities - Full Time              | 452,380          | 565         | 452,945    | 278,101    | 174,844            |
| Total Special Education                               | 2,688,254        | 73,915      | 2,762,169  | 2,471,667  | 290,502            |
| Bilingual Education - Instruction                     |                  |             |            |            |                    |
| Salaries of Teachers                                  | 261,000          | 2,285       | 263,285    | 263,285    | -                  |
| Purchased Professional -Educational Services          | -                | 400         | 400        | 400        | -                  |
| Total Bilingual Education                             | 261,000          | 2,685       | 263,685    | 263,685    | -                  |
| School Sponsored Co/Extra Curr. Actvts. - Instruction |                  |             |            |            |                    |
| Salaries  | 120,000          | (5,680)     | 114,320    | 87,102     | 27,218             |
| Purchased Services                                    | 10,200           | (3,200)     | 7,000      | 260        | 6,740              |
| Supplies and Materials                                | 12,000           | (1,500)     | 10,500     | 4,635      | 5,865              |
| Other Objects   | 5,000            | -           | 5,000      | 424        | 4,576              |
| School Sponsored Co/Extra Curr. Actvts. - Instruction | 147,200          | (10,380)    | 136,820    | 92,421     | 44,399             |
| School Sponsored Athletics - Instruction              |                  |             |            |            |                    |
| Salaries  | 285,000          | 7,792       | 292,792    | 292,792    | -                  |
| Purchased Services                                    | 31,700           | 6,899       | 38,599     | 22,612     | 15,987             |
| Supplies and Materials                                | 38,800           | (5,300)     | 33,500     | 32,252     | 1,248              |
| Other Objects   | 26,550           | (7,161)     | 19,389     | 18,941     | 448                |
| Total School Sponsored Athletics - Instruction        | 382,050          | 2,230       | 384,280    | 366,597    | 17,683             |
| Total - Instruction                                   | 9,744,465        | (96,566)    | 9,647,899  | 9,015,241  | 632,658            |
| Instruction (Tuition)                                 |                  |             |            |            |                    |
| Tuition to Other LEAs Within the State - Special      | 513,146          | (48,700)    | 464,446    | 367,043    | 97,403             |
| Tuition to County Vocational Schools- Regular         | 277,263          | 64,960      | 342,223    | 240,520    | 101,703            |
| Tuition to County Vocational Schools- Special         | 162,000          | (54,000)    | 108,000    | 108,000    | -                  |
| Tuition to CSSD and Regional Day Schools              | 901,530          | (82,845)    | 818,685    | 797,985    | 20,700             |
| Tuition to APSSD Within State                         | 960,579          | (388,044)   | 572,535    | 538,257    | 34,278             |
| Total Instruction (Tuition)                           | 2,814,518        | (508,629)   | 2,305,889  | 2,051,805  | 254,084            |

(Continued)

**BOGOTA BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|   | Budgeted Amounts |                 |                | Actual         | Variance           |
|---|------------------|-----------------|----------------|----------------|--------------------|
|   | Original         | Adjustments     | Final          |                | Final To<br>Actual |
| <b>EXPENDITURES</b>   |                  |                 |                |                |                    |
| <b>CURRENT (Continued)</b>                                      |                  |                 |                |                |                    |
| Undistributed Expenditures                                      |                  |                 |                |                |                    |
| Health Services   |                  |                 |                |                |                    |
| Salaries  | \$ 165,199       | \$ (1,349)      | \$ 163,850     | \$ 163,850     | -                  |
| Purchased Professional and Technical Services                   | 90,150           | (1,406)         | 88,744         | 67,171         | \$ 21,573          |
| Supplies and Materials  | 6,500            | 755             | 7,255          | 5,113          | 2,142              |
| <b>Total Health Services</b>                                    | <b>261,849</b>   | <b>(2,000)</b>  | <b>259,849</b> | <b>236,134</b> | <b>23,715</b>      |
| Speech/Occupational Therapy/Physical Therapy and Related Svcs.  |                  |                 |                |                |                    |
| Salaries  | 66,548           | 2,572           | 69,120         | 50,248         | 18,872             |
| Purchased Professional - Educational Services                   | 694,185          | 103,300         | 797,485        | 593,391        | 204,094            |
| Supplies and Materials  | 3,460            | -               | 3,460          | 1,488          | 1,972              |
| Other Objects   | 500              | -               | 500            | -              | 500                |
| <b>Total Speech/Occup. Therapy/Physical Therapy and Related</b> | <b>764,693</b>   | <b>105,872</b>  | <b>870,565</b> | <b>645,127</b> | <b>225,438</b>     |
| Other Supp. Serv. STD-Extra Serv.                               |                  |                 |                |                |                    |
| Purchased Professional - Educational Services                   | 298,000          | (19,172)        | 278,828        | 228,661        | 50,167             |
| <b>Total Other Supp. Serv. STD-Extra Serv.</b>                  | <b>298,000</b>   | <b>(19,172)</b> | <b>278,828</b> | <b>228,661</b> | <b>50,167</b>      |
| Guidance  |                  |                 |                |                |                    |
| Salaries of Other Professional Staff                            | 269,645          | 4,042           | 273,687        | 273,687        | -                  |
| Other Salaries  | 1,200            | 1,000           | 2,200          | 2,200          | -                  |
| Purchased Professional - Educational Services                   | 9,000            | (2,000)         | 7,000          | 6,000          | 1,000              |
| Other Purchased Prof. And Tech. Services                        | 24,000           | (1,542)         | 22,458         | 10,671         | 11,787             |
| Other Purchased Services  | 66,000           | (1,500)         | 64,500         | 64,493         | 7                  |
| Supplies and Materials  | 8,500            | -               | 8,500          | 1,490          | 7,010              |
| Other Objects   | 500              | -               | 500            | -              | 500                |
| <b>Total Guidance</b>   | <b>378,845</b>   | <b>-</b>        | <b>378,845</b> | <b>358,541</b> | <b>20,304</b>      |
| Child Study Teams   |                  |                 |                |                |                    |
| Salaries of Other Professional Staff                            | 483,000          | (8,500)         | 474,500        | 470,926        | 3,574              |
| Purchased Professional-Educational Services                     | -                | 20,160          | 20,160         | 20,160         | -                  |
| Other Purchased Prof. And Tech. Services                        | 6,875            | -               | 6,875          | 6,488          | 387                |
| Other Purchased Services  | 68,000           | -               | 68,000         | 62,791         | 5,209              |
| Supplies and Materials  | 15,625           | 7,740           | 23,365         | 22,798         | 567                |
| Other Objects   | 1,225            | -               | 1,225          | 1,170          | 55                 |
| <b>Total Child Study Teams</b>                                  | <b>574,725</b>   | <b>19,400</b>   | <b>594,125</b> | <b>584,333</b> | <b>9,792</b>       |
| Improvement of Instructional Services                           |                  |                 |                |                |                    |
| Salaries of Supervisor of Instruction                           | 90,264           | 7,660           | 97,924         | 97,922         | 2                  |
| Salaries of Other Professional Staff                            | 10,000           | (7,660)         | 2,340          | -              | 2,340              |
| Purchased Professional-Educational Services                     | 5,000            | 500             | 5,500          | 5,500          | -                  |
| Other Purchased Services  | 500              | -               | 500            | -              | 500                |
| Supplies and Materials  | 500              | 708             | 1,208          | 1,207          | 1                  |
| Other Objects   | 2,500            | -               | 2,500          | 1,945          | 555                |
| <b>Total Improvement of Instructional Services</b>              | <b>108,764</b>   | <b>1,208</b>    | <b>109,972</b> | <b>106,574</b> | <b>3,398</b>       |
| Educational Media Services/Library                              |                  |                 |                |                |                    |
| Salaries  | 123,806          | -               | 123,806        | 123,700        | 106                |
| Purchased Professional and Technical Services                   | 8,000            | (1,208)         | 6,792          | -              | 6,792              |
| Other Purchased Services  | 27,500           | (8,000)         | 19,500         | 2,696          | 16,804             |
| Supplies and Materials  | 17,800           | -               | 17,800         | 11,906         | 5,894              |
| Other Objects   | 1,000            | -               | 1,000          | -              | 1,000              |
| <b>Total Educational Media Services/Library</b>                 | <b>178,106</b>   | <b>(9,208)</b>  | <b>168,898</b> | <b>138,302</b> | <b>30,596</b>      |

(Continued)

**BOGOTA BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|   | Budgeted Amounts |               |                  | Actual         | Variance           |
|---|------------------|---------------|------------------|----------------|--------------------|
|   | Original         | Adjustments   | Final            |                | Final To<br>Actual |
| <b>EXPENDITURES</b>                                     |                  |               |                  |                |                    |
| <b>CURRENT (Continued)</b>                              |                  |               |                  |                |                    |
| Undistributed Expenditures (Continued)                  |                  |               |                  |                |                    |
| Support Services - General Administration               |                  |               |                  |                |                    |
| Salaries  | \$ 279,397       | \$ 22,000     | \$ 301,397       | \$ 279,588     | \$ 21,809          |
| Legal Services  | 75,000           | -             | 75,000           | 32,316         | 42,684             |
| Audit Fees  | 50,000           | -             | 50,000           | 39,473         | 10,527             |
| Architectural/Engineering Services                      | 50,000           | (7,000)       | 43,000           | 18,400         | 24,600             |
| Other Purchased Professional Services                   | 20,000           | 11,700        | 31,700           | 30,498         | 1,202              |
| Communications/Telephone                                | 69,000           | 19,629        | 88,629           | 86,111         | 2,518              |
| BOE Other Purchased Services                            | 7,000            | (5,000)       | 2,000            | 950            | 1,050              |
| Misc. Purchased Services                                | 12,500           | (3,129)       | 9,371            | 3,903          | 5,468              |
| General Supplies  | 10,000           | (4,500)       | 5,500            | 5,146          | 354                |
| Miscellaneous Expenditures                              | 5,000            | (2,925)       | 2,075            | 1,255          | 820                |
| BOE Membership Dues and Fees                            | 9,500            | (775)         | 8,725            | 8,725          | -                  |
| <b>Total Support Services - General Administration</b>  | <b>587,397</b>   | <b>30,000</b> | <b>617,397</b>   | <b>506,365</b> | <b>111,032</b>     |
| Support Services - School Administration                |                  |               |                  |                |                    |
| Salaries of Principals/Assistant Principals/Prog. Dir.  | 446,721          | 87,117        | 533,838          | 493,197        | 40,641             |
| Salaries of Other Professional Staff                    | 99,535           | 7,675         | 107,210          | 107,209        | 1                  |
| Other Purchased Services                                | 309,500          | (4,792)       | 304,708          | 296,697        | 8,011              |
| Supplies and Materials                                  | 53,470           | -             | 53,470           | 28,195         | 25,275             |
| Other Objects   | 15,000           | -             | 15,000           | 6,920          | 8,080              |
| <b>Total Support Services - School Administration</b>   | <b>924,226</b>   | <b>90,000</b> | <b>1,014,226</b> | <b>932,218</b> | <b>82,008</b>      |
| Central Services  |                  |               |                  |                |                    |
| Salaries  | 325,442          | 4,000         | 329,442          | 315,728        | 13,714             |
| Purchased Professional Services                         | 4,500            | -             | 4,500            | 1,850          | 2,650              |
| Purchased Technical Services                            | 40,000           | (10,500)      | 29,500           | 22,550         | 6,950              |
| Miscellaneous Purchased Services                        | 4,000            | -             | 4,000            | 300            | 3,700              |
| Supplies and Materials                                  | 10,000           | 10,000        | 20,000           | 17,397         | 2,603              |
| Miscellaneous Expenditures                              | 4,000            | -             | 4,000            | 1,480          | 2,520              |
| <b>Total Central Services</b>                           | <b>387,942</b>   | <b>3,500</b>  | <b>391,442</b>   | <b>359,305</b> | <b>32,137</b>      |
| Admin. Information Technology                           |                  |               |                  |                |                    |
| Salaries  | 158,764          | 3,702         | 162,466          | 162,466        | -                  |
| Purchased Technical Services                            | 66,000           | 11,500        | 77,500           | 76,670         | 830                |
| Other Purchased Services                                | 1,000            | -             | 1,000            | -              | 1,000              |
| Supplies and Materials                                  | 15,000           | (2,702)       | 12,298           | 9,227          | 3,071              |
| Other Objects   | 2,000            | (1,000)       | 1,000            | 861            | 139                |
| <b>Total Admin. Information Technology</b>              | <b>242,764</b>   | <b>11,500</b> | <b>254,264</b>   | <b>249,224</b> | <b>5,040</b>       |
| Required Maintenance for School Facilities              |                  |               |                  |                |                    |
| Salaries  | 204,166          | -             | 204,166          | 162,002        | 42,164             |
| Cleaning, Repair, and Maintenance Services              | 345,000          | 20,000        | 365,000          | 360,110        | 4,890              |
| General Supplies  | 70,000           | (10,707)      | 59,293           | 56,212         | 3,081              |
| Other Objects   | 6,000            | 1,816         | 7,816            | 7,663          | 153                |
| <b>Total Required Maintenance for School Facilities</b> | <b>625,166</b>   | <b>11,109</b> | <b>636,275</b>   | <b>585,987</b> | <b>50,288</b>      |

(Continued)



**BOGOTA BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|  | Budgeted Amounts |             |            | Actual     | Variance        |
|--|------------------|-------------|------------|------------|-----------------|
|  | Original         | Adjustments | Final      |            | Final To Actual |
| <b>EXPENDITURES</b>  |                  |             |            |            |                 |
| <b>CURRENT (Continued)</b>   |                  |             |            |            |                 |
| Undistributed Expenditures (Continued)                             |                  |             |            |            |                 |
| Custodial Services   |                  |             |            |            |                 |
| Salaries   | \$ 487,996       | \$ 10,000   | \$ 497,996 | \$ 469,193 | \$ 28,803       |
| Salaries of Non-Instructional Aides                                | 27,000           | (10,000)    | 17,000     | -          | 17,000          |
| Cleaning, Repair, and Maintenance Services                         | 25,000           | (5,860)     | 19,140     | 4,525      | 14,615          |
| Other Purchased Property Services                                  | 46,000           | -           | 46,000     | 24,246     | 21,754          |
| Insurance  | 220,000          | (17,837)    | 202,163    | 198,335    | 3,828           |
| General Supplies   | 60,000           | 10,000      | 70,000     | 64,075     | 5,925           |
| Energy (Natural Gas)   | 85,000           | 5,000       | 90,000     | 76,225     | 13,775          |
| Energy (Electricity)   | 190,000          | -           | 190,000    | 127,176    | 62,824          |
| Other Objects  | 5,000            | -           | 5,000      | 878        | 4,122           |
| Total Custodial Services   | 1,145,996        | (8,697)     | 1,137,299  | 964,653    | 172,646         |
| Security   |                  |             |            |            |                 |
| Purchased Professional and Technical Services                      | 187,000          | (76,175)    | 110,825    | 51,389     | 59,436          |
| General Supplies   | 10,000           | -           | 10,000     | 2,677      | 7,323           |
| Total Security   | 197,000          | (76,175)    | 120,825    | 54,066     | 66,759          |
| Student Transportation Services                                    |                  |             |            |            |                 |
| Sal. For Pupil Trans(Bet Home & Sch) - Special Education           | 80,000           | -           | 80,000     | 73,098     | 6,902           |
| Sal. For Pupil Trans(Other than Bet Home & Sch)                    | 15,000           | -           | 15,000     | 8,464      | 6,536           |
| Cleaning, Repair & Maint. Services                                 | 20,000           | -           | 20,000     | 8,282      | 11,718          |
| Contracted Services - Aid in Lieu Payments - Charter School        | 8,000            | -           | 8,000      | 1,000      | 7,000           |
| Contracted Services - Aid in Lieu Payments - Choice School         | 7,000            | -           | 7,000      | -          | 7,000           |
| Contracted Services (Other than Between Home and School) - Vendors | 69,600           | (20,000)    | 49,600     | 17,777     | 31,823          |
| Contracted Services (Between Home and School) Joint Agreements     | 150,000          | (24,250)    | 125,750    | 125,733    | 17              |
| Contracted Serv. (Spec.Ed Stud) - Joint Agreement                  | 540,000          | (40,750)    | 499,250    | 334,015    | 165,235         |
| Transportation Supplies  | 10,000           | -           | 10,000     | 2,848      | 7,152           |
| Total Student Transportation Services                              | 899,600          | (85,000)    | 814,600    | 571,217    | 243,383         |
| Unallocated Benefits- Employee Benefits                            |                  |             |            |            |                 |
| Social Security Contributions                                      | 200,000          | -           | 200,000    | 146,829    | 53,171          |
| Other Retirement Contributions - PERS                              | 155,000          | 11,313      | 166,313    | 166,313    | -               |
| Other Retirement Contributions - Regular                           | 4,000            | -           | 4,000      | 157        | 3,843           |
| Unemployment Compensation  | 15,000           | (11,313)    | 3,687      | -          | 3,687           |
| Unemployment Compensation (Non-Budgeted)                           | -                | -           | -          | 40,682     | (40,682)        |
| Worker's Compensation  | 120,000          | (5,957)     | 114,043    | 114,043    | -               |
| Health Benefits  | 2,945,000        | (83,135)    | 2,861,865  | 2,728,310  | 133,555         |
| Other Employee Benefits  | 32,540           | -           | 32,540     | 30,504     | 2,036           |
| Total Unallocated Benefits   | 3,471,540        | (89,092)    | 3,382,448  | 3,226,838  | 155,610         |
| On-Behalf TPAF (Non-Budget)  |                  |             |            |            |                 |
| Normal Costs   | -                | -           | -          | 2,347,513  | (2,347,513)     |
| NCGI Premium   | -                | -           | -          | 44,665     | (44,665)        |
| Long-Term Disability Insurance Contributions                       | -                | -           | -          | 1,740      | (1,740)         |
| Post Retirement Medical Contributions                              | -                | -           | -          | 749,671    | (749,671)       |
| Social Security Contributions                                      | -                | -           | -          | 683,779    | (683,779)       |
| Total On-Behalf TPAF   | -                | -           | -          | 3,827,368  | (3,827,368)     |
| Total Undistributed Expenditures                                   | 13,861,131       | (525,384)   | 13,335,747 | 15,626,718 | (2,290,971)     |
| Total Current Expenditures   | 23,605,596       | (621,950)   | 22,983,646 | 24,641,959 | (1,658,313)     |

(Continued)

**BOGOTA BOARD OF EDUCATION  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|   | <u>Budgeted Amounts</u> |                    |                     | <u>Actual</u>       | <u>Variance<br/>Final To<br/>Actual</u> |
|---|-------------------------|--------------------|---------------------|---------------------|---|
|   | <u>Original</u>         | <u>Adjustments</u> | <u>Final</u>        |                     |   |
| <b>EXPENDITURES</b>   |                         |                    |                     |                     |   |
| <b>CAPITAL OUTLAY</b>   |                         |                    |                     |                     |   |
| Equipment   |                         |                    |                     |                     |   |
| Grades 1-5  | \$ 25,000               | \$ 8,195           | \$ 33,195           | \$ 33,195           |   |
| Grades 9-12   |                         | 5,355              | 5,355               | 5,355               |   |
| School-Sponsored and Other Instructional Programs   | 10,000                  | (2,942)            | 7,058               | 7,058               |   |
| Undistributed Expenditures - Administrative Info. Tech.   |                         | 3,050              | 3,050               | 3,050               |   |
| Undistributed Expenditures - Required Maint for School Facilities   | 90,000                  | 31,063             | 121,063             | 121,063             | -                                       |
| Total Equipment   | <u>125,000</u>          | <u>44,721</u>      | <u>169,721</u>      | <u>169,721</u>      | <u>-</u>                                |
| Facilities Acquisition and Construction Services  |                         |                    |                     |                     |   |
| Legal Services  | 5,000                   | 12,049             | 17,049              | 17,049              |   |
| Architectural/Engineering Services  | 19,500                  | 75,800             | 95,300              | 95,300              |   |
| Other Purchased Professional and Technical Svcs.  | 25,500                  | (11,549)           | 13,951              | 13,951              |   |
| Construction Services   | 442,400                 | (20,667)           | 421,733             | 421,733             |   |
| Buildings Other than Lease Purchase Agreements  | 700,000                 | -                  | 700,000             |                     | 700,000                                 |
| Assessment for Debt Service on SDA Funding  | 35,593                  | -                  | 35,593              | 35,593              | -                                       |
| Total Facilities Acquisition and Construction Services  | <u>1,227,993</u>        | <u>55,633</u>      | <u>1,283,626</u>    | <u>583,626</u>      | <u>700,000</u>                          |
| Interest Deposit to Capital Reserve   | 1,000                   | -                  | 1,000               | -                   | 1,000                                   |
| Total Capital Outlay  | <u>1,353,993</u>        | <u>100,354</u>     | <u>1,454,347</u>    | <u>753,347</u>      | <u>701,000</u>                          |
| Transfer of Funds to Charter Schools  | 111,500                 | (6,991)            | 104,509             | 104,509             | -                                       |
| Total Expenditures  | <u>25,071,089</u>       | <u>(528,587)</u>   | <u>24,542,502</u>   | <u>25,499,815</u>   | <u>(957,313)</u>                        |
| Excess (Deficiency) of Revenues   |                         |                    |                     |                     |   |
| Over (Under) Expenditures   | (1,923,337)             | (7,960)            | (1,931,297)         | 1,133,378           | 3,064,675                               |
| <b>OTHER FINANCING SOURCES (USES)</b>   |                         |                    |                     |                     |   |
| Other Financing Sources(Uses)   |                         |                    |                     |                     |   |
| Transfer Out - Capital Projects   |                         | (52,041)           | (52,041)            | (52,041)            | -                                       |
| Transfer Out - Special Revenue Fund   | (129,656)               | 10,000             | (119,656)           | (119,656)           | -                                       |
| Total Other Financing Sources(Uses)   | <u>(129,656)</u>        | <u>(42,041)</u>    | <u>(171,697)</u>    | <u>(171,697)</u>    | <u>-</u>                                |
| Excess/(Deficiency)of Revenues and Other Financing Sources Over/(Under) Expenditures and Other Financing Uses | (2,052,993)             | (50,001)           | (2,102,994)         | 961,681             | 3,064,675                               |
| Fund Balances, Beginning of Year (Restated)   | 4,973,202               | -                  | 4,973,202           | 4,973,202           | -                                       |
| Fund Balances, End of Year  | <u>\$ 2,920,209</u>     | <u>\$ (50,001)</u> | <u>\$ 2,870,208</u> | <u>\$ 5,934,883</u> | <u>\$ 3,064,675</u>                     |
| <b>Recapitulation of Fund Balances:</b>   |                         |                    |                     |                     |   |
| Restricted  |                         |                    |                     |                     |   |
| Capital Reserve   |                         |                    |                     | \$ 1,723,941        |   |
| Capital Reserve - Designated for Subsequent Year's Budget   |                         |                    |                     | 890,193             |   |
| Maintenance Reserve   |                         |                    |                     | 735,126             |   |
| Excess Surplus - Designated for Subsequent Year's Budget  |                         |                    |                     | 600,000             |   |
| Unemployment Compensation   |                         |                    |                     | 236,060             |   |
| Committed   |                         |                    |                     |                     |   |
| Encumbrances  |                         |                    |                     | 630,000             |   |
| Assigned  |                         |                    |                     |                     |   |
| Designated for Subsequent Year's Budget   |                         |                    |                     | 40,832              |   |
| FFCRA/SEMI - Designated for Subsequent Year's Budget  |                         |                    |                     | 5,424               |   |
| Unassigned Fund Balance   |                         |                    |                     | <u>1,073,307</u>    |   |
|   |                         |                    |                     | 5,934,883           |   |
| <b>Reconciliation to Governmental Fund Statements (GAAP)</b>  |                         |                    |                     |                     |   |
| Less:   |                         |                    |                     |                     |   |
| State Aid Payments not Recognized on GAAP Basis   |                         |                    |                     | (1,005,147)         |   |
| Fund Balance per Governmental Funds (GAAP)  |                         |                    |                     | <u>\$ 4,929,736</u> |   |

(Continued)

**BOGOTA BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
BUDGETARY COMPARISON SCHEDULE  
BUDGET (NON-GAAP) AND ACTUAL  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|  | <u>Budgeted Amounts</u> |                    |                   | <u>Actual</u>     | <u>Variance</u>        |
|--|-------------------------|--------------------|-------------------|-------------------|------------------------|
|  | <u>Original</u>         | <u>Adjustments</u> | <u>Final</u>      |                   | <u>Final to Actual</u> |
| <b>REVENUES</b>  |                         |                    |                   |                   |                        |
| Intergovernmental  |                         |                    |                   |                   |                        |
| State  | \$ 1,740,251            | \$ 35,229          | \$ 1,775,480      | \$ 1,521,260      | \$ (254,220)           |
| Federal  | 544,856                 | 2,117,124          | 2,661,980         | 1,558,962         | (1,103,018)            |
| Local Sources  |                         |                    |                   |                   |                        |
| Miscellaneous  | 16,241                  | 31,160             | 47,401            | 50,082            | 2,681                  |
| Total Revenues   | <u>2,301,348</u>        | <u>2,183,513</u>   | <u>4,484,861</u>  | <u>3,130,304</u>  | <u>(1,354,557)</u>     |
| <b>EXPENDITURES</b>  |                         |                    |                   |                   |                        |
| Instruction  |                         |                    |                   |                   |                        |
| Salaries of Teachers   | 345,284                 | 13,992             | 359,276           | 357,180           | 2,096                  |
| Other Salaries for Instruction                               | 8,087                   | 45,673             | 53,760            | 11,200            | 42,560                 |
| Purchased Professional & Technical Svs.                      | 11,624                  | 80,774             | 92,398            | 45,400            | 46,998                 |
| Purchased Professional & Educational Svc                     | 10,000                  | 1,310              | 11,310            | 8,430             | 2,880                  |
| Tuition  | 253,184                 | 75,744             | 328,928           | 328,928           | -                      |
| Other Purchased Services                                     | 126,853                 | (104,764)          | 22,089            | -                 | 22,089                 |
| General Supplies   | 30,390                  | 432,615            | 463,005           | 462,618           | 387                    |
| Textbooks  | 7,843                   | (7,843)            | -                 | -                 | -                      |
| Co-Curricular Student Activities                             | -                       | 51,402             | 51,402            | 51,402            | -                      |
| Co-Curricular Student Athletics                              | 40,000                  | (15,240)           | 24,760            | 24,760            | -                      |
| Total Instruction  | <u>833,265</u>          | <u>573,663</u>     | <u>1,406,928</u>  | <u>1,289,918</u>  | <u>117,010</u>         |
| Support Services   |                         |                    |                   |                   |                        |
| Salaries of Supervisors of Instruction                       | 85,000                  | 5,044              | 90,044            | 90,044            | -                      |
| Salaries of Other Professional Staff                         | 5,000                   | -                  | 5,000             | 5,000             | -                      |
| Salaries of Community Parent Involvement                     | 5,000                   | -                  | 5,000             | 5,000             | -                      |
| Salaries of Master Teachers                                  | 66,548                  | -                  | 66,548            | 64,940            | 1,608                  |
| Personal Services - Employee Benefits                        | 117,761                 | 62,809             | 180,570           | 163,186           | 17,384                 |
| Purchased Professional & Technical Svc.                      | 16,076                  | 29,908             | 45,984            | 16,691            | 29,293                 |
| Purchased Ed Services - Contracted Pre-K                     | 1,035,528               | -                  | 1,035,528         | 1,022,950         | 12,578                 |
| Purchased Professional Educational Services                  | 11,000                  | 20,000             | 31,000            | 10,225            | 20,775                 |
| Other Purchased Professional Services                        | 159,014                 | -                  | 159,014           | 49,571            | 109,443                |
| Cleaning, Repairs and Maintenance                            | -                       | 16,233             | 16,233            | 16,233            | -                      |
| Rentals  | 10,000                  | (2,000)            | 8,000             | 1,100             | 6,900                  |
| Other Purchased Services                                     | -                       | 35,374             | 35,374            | 29,022            | 6,352                  |
| Contracted Services - Transportation                         | 3,000                   | -                  | 3,000             | 400               | 2,600                  |
| Travel   | 1,000                   | -                  | 1,000             | -                 | 1,000                  |
| Supplies and Materials                                       | 22,820                  | 315,444            | 338,264           | 337,737           | 527                    |
| Total Support Services                                       | <u>1,537,747</u>        | <u>482,812</u>     | <u>2,020,559</u>  | <u>1,812,099</u>  | <u>208,460</u>         |
| Equipment  |                         |                    |                   |                   |                        |
| Buildings  | -                       | 970,064            | 970,064           | -                 | 970,064                |
| Instructional Equipment                                      | 19,700                  | 36,974             | 56,674            | 21,344            | 35,330                 |
| Non-Instructional Equipment                                  | 30,292                  | 120,000            | 150,292           | 123,918           | 26,374                 |
| Total Equipment  | <u>49,992</u>           | <u>1,127,038</u>   | <u>1,177,030</u>  | <u>145,262</u>    | <u>1,031,768</u>       |
| Total Expenditures   | <u>2,421,004</u>        | <u>2,183,513</u>   | <u>4,604,517</u>  | <u>3,247,279</u>  | <u>1,357,238</u>       |
| Excess (Deficiency) of Revenues<br>Over/(Under) Expenditures | (119,656)               | -                  | (119,656)         | (116,975)         | 2,681                  |
| Transfer from General Fund                                   | 129,656                 | (10,000)           | 119,656           | 119,656           | -                      |
| Fund Balances, Beginning of Year (Restated)                  | 128,630                 | -                  | 128,630           | 128,630           | -                      |
| Fund Balances, End of Year                                   | <u>\$ 138,630</u>       | <u>\$ (10,000)</u> | <u>\$ 128,630</u> | <u>\$ 131,311</u> | <u>\$ 2,681</u>        |

**BOGOTA BOARD OF EDUCATION  
BUDGETARY COMPARISON SCHEDULE  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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 Funds 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.

|   | <b>General<br/>Fund</b> | <b>Special<br/>Revenue<br/>Fund</b> |
|---|-------------------------|-------------------------------------|
| <b>Sources/inflows of resources</b>   |                         |                                     |
| Revenues Budgetary Basis  | \$ 26,633,193           | \$ 3,130,304                        |
| Difference - Budget to GAAP:  |                         |                                     |
| State Aid payments recognized for GAAP purpose,<br>not recognized for budgetary statements  | 891,174                 |                                     |
| State Aid payments recognized for budgetary purpose,<br>not recognized for GAAP statements  | <u>(1,005,147)</u>      | <u>-</u>                            |
| Total Revenues as reported on the Statement of Revenues, Expenditures<br>and Changes in Fund Balances - Governmental Funds. (Exhibit B-2) | <u>\$ 26,519,220</u>    | <u>\$ 3,130,304</u>                 |
| <b>Uses/outflows of resources</b>   |                         |                                     |
| Expenditures Budgetary Basis  | \$ 25,499,815           | \$ 3,247,279                        |
| Total Expenditures as Reported on the Statement of Revenues,<br>Expenditures, and Changes in Fund Balances - Governmental Funds           | <u>\$ 25,499,815</u>    | <u>\$ 3,247,279</u>                 |

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**PENSION INFORMATION  
AND  
POST EMPLOYMENT BENEFIT INFORMATION**

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

**PUBLIC EMPLOYEES RETIREMENT SYSTEM**

Last Eight Years \*

|   | <u>2021</u>  | <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)   | 0.01520 %    | 0.01386 %    | 0.01288 %    | 0.00688 %    | 0.00899 %    | 0.00777 %    | 0.00697 %    | 0.00644 %    |
| District's Proportionate Share of the Net Pension Liability (Asset)   | \$ 2,479,209 | \$ 2,497,788 | \$ 2,537,663 | \$ 1,602,739 | \$ 2,661,351 | \$ 1,745,798 | \$ 1,305,164 | \$ 1,231,951 |
| District's Covered-Employee Payroll   | \$ 977,277   | \$ 1,045,904 | \$ 991,974   | \$ 569,530   | \$ 506,402   | \$ 446,689   | \$ 360,784   | \$ 419,103   |
| District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll | 254%         | 239%         | 256%         | 281%         | 526%         | 391%         | 362%         | 294%         |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability  | 58.32%       | 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.

**BOGOTA BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS**

**PUBLIC EMPLOYEES RETIREMENT SYSTEM**  
Last Eight Fiscal Years

|  | <u>2021</u>    | <u>2020</u>    | <u>2019</u>    | <u>2018</u>   | <u>2017</u>   | <u>2016</u>   | <u>2015</u>   | <u>2014</u>   |
|--|----------------|----------------|----------------|---------------|---------------|---------------|---------------|---------------|
| Contractually Required Contribution                                      | \$ 166,313     | \$ 134,841     | \$ 128,198     | \$ 63,783     | \$ 79,829     | \$ 66,862     | \$ 55,225     | \$ 48,569     |
| Contributions in Relation to the<br>Contractually Required Contributions | <u>166,313</u> | <u>134,841</u> | <u>128,198</u> | <u>63,783</u> | <u>79,829</u> | <u>66,862</u> | <u>55,225</u> | <u>48,569</u> |
| Contribution Deficiency (Excess)   | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ -</u>    | <u>\$ -</u>   | <u>\$ -</u>   | <u>\$ -</u>   | <u>\$ -</u>   | <u>\$ -</u>   |
| District's Covered- Employee Payroll                                     | \$ 1,003,770   | \$ 977,277     | \$ 1,045,904   | \$ 991,974    | \$ 569,530    | \$ 506,402    | \$ 446,689    | \$ 360,784    |
| Contributions as a Percentage of<br>Covered-Employee Payroll             | 16.57%         | 13.80%         | 12.26%         | 6.43%         | 14.02%        | 13.20%        | 12.36%        | 13.46%        |

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.

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

**TEACHERS PENSION AND ANNUITY FUND  
Last Eight Fiscal Years**

|   | <u>2021</u>          | <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)   | - %                  | - %                  | - %                  | - %                  | - %                  | - %                  | - %                  | - %                  |
| 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>50,536,587</u> | \$ <u>47,704,877</u> | \$ <u>48,228,475</u> | \$ <u>49,358,834</u> | \$ <u>60,056,703</u> | \$ <u>45,647,790</u> | \$ <u>40,887,852</u> | \$ <u>39,258,327</u> |
| District's Covered-Employee Payroll   | \$ 9,238,537         | \$ 8,756,808         | \$ 8,163,279         | \$ 7,871,204         | \$ 7,337,447         | \$ 7,212,185         | \$ 7,098,027         | \$ 7,081,819         |
| 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%                   | 0%                   |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability  | 24.60%               | 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.



**BOGOTA BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY  
AND SCHEDULE OF DISTRICT CONTRIBUTIONS  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**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 4D.

**BOGOTA BOARD OF EDUCATION  
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>2021</u>          | <u>2020</u>          | <u>2019</u>          | <u>2018</u>          |
|--|----------------------|----------------------|----------------------|----------------------|
| Service Cost   | \$ 1,210,153         | \$ 1,119,797         | \$ 1,150,914         | \$ 1,384,345         |
| Interest on Total OPEB Liability   | 890,360              | 1,095,141            | 1,140,823            | 986,703              |
| Differences Between Expected and Actual Experience   | 8,392,323            | (4,809,760)          | (1,947,260)          | -                    |
| Changes of Assumptions   | 7,679,903            | 366,498              | (3,160,471)          | (4,104,533)          |
| Gross Benefit Payments   | (731,943)            | (754,549)            | (736,437)            | (805,543)            |
| Contribution from the Member   | <u>22,185</u>        | <u>22,367</u>        | <u>25,452</u>        | <u>29,662</u>        |
| Net Change in Total OPEB Liability   | 17,462,981           | (2,960,506)          | (3,526,979)          | (2,509,366)          |
| Total OPEB Liability - Beginning of Year   | <u>24,580,520</u>    | <u>27,541,026</u>    | <u>31,068,005</u>    | <u>33,577,371</u>    |
| Total OPEB Liability - End of Year   | <u>42,043,501</u>    | <u>24,580,520</u>    | <u>27,541,026</u>    | <u>31,068,005</u>    |
| District's Proportionate Share of OPEB Liability   | \$0                  | \$0                  | \$0                  | \$0                  |
| State's Proportionate Share of OPEB Liability  | <u>42,043,501</u>    | <u>24,580,520</u>    | <u>27,541,026</u>    | <u>31,068,005</u>    |
| Total OPEB Liability - Ending  | <u>\$ 42,043,501</u> | <u>\$ 24,580,520</u> | <u>\$ 27,541,026</u> | <u>\$ 31,068,005</u> |
| <b>District's Covered Payroll</b>  | <u>\$ 10,215,814</u> | <u>\$ 9,802,712</u>  | <u>\$ 9,155,253</u>  | <u>\$ 8,440,734</u>  |
| District's Proportionate Share of the<br>Total OPEB Liability as a Percentage of its<br>Covered-Employee Payroll | 0%                   | 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.

**BOGOTA BOARD OF EDUCATION  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN THE DISTRICT'S PROPORTIONATE SHARE OF THE OPEB LIABILITY  
AND SCHEDULE OF DISTRICT PROPORTIONATE SHARE OF THE OPEB LIABILITY  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Changes in Benefit Terms:**

None.

**Changes of Assumptions**

Assumptions used in calculating the OPEB liability are presented in Note 4E.

**OTHER SUPPLEMENTARY INFORMATION**

**SPECIAL REVENUE FUND**

**BOGOTA BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|   | <u>Miscellaneous</u> | <u>(COPS)<br/>School<br/>Violence<br/>Prevention</u> | <u>CARES<br/>ESSER I</u> | <u>CARES<br/>ESSER II<br/>Learning<br/>Acceleration</u> | <u>CARES<br/>ESSER II<br/>Mental<br/>Health</u> | <u>Digital<br/>Divide</u> | <u>(Passed thru<br/>Bergen County)<br/>CARES<br/>Coronavirus<br/>Relief Fund</u> | <u>Coronavirus<br/>Relief Fund</u> | <u>Exhibit E-1a<br/>Totals</u> | <u>Grand<br/>Totals</u> |
|---|----------------------|--|--------------------------|---|---|---------------------------|--|------------------------------------|--------------------------------|-------------------------|
| <b>REVENUES</b>                                 |                      |  |                          |   |   |                           |  |                                    |                                |                         |
| Intergovernmental                               |                      |  |                          |   |   |                           |  |                                    |                                |                         |
| State   |                      |  |                          |   |   |                           |  |                                    | \$ 1,521,260                   | \$ 1,521,260            |
| Federal   |                      | \$ 277,655   | \$ 249,575               | \$ 6,370  | \$ -  | \$ 156,313                | \$ 70,994  | \$ 92,547                          | 705,508                        | 1,558,962               |
| Local Sources                                   |                      |  |                          |   |   |                           |  |                                    |                                |                         |
| Miscellaneous                                   | \$ 11,239            | -  | -                        | -   | -   | -                         | -  | -                                  | 38,843                         | 50,082                  |
| <b>Total Revenues</b>                           | <b>11,239</b>        | <b>277,655</b>                                       | <b>249,575</b>           | <b>6,370</b>  | <b>-</b>  | <b>156,313</b>            | <b>70,994</b>  | <b>92,547</b>                      | <b>2,265,611</b>               | <b>3,130,304</b>        |
| <b>EXPENDITURES</b>                             |                      |  |                          |   |   |                           |  |                                    |                                |                         |
| Instruction                                     |                      |  |                          |   |   |                           |  |                                    |                                |                         |
| Salaries of Teachers                            |                      |  |                          |   |   |                           |  |                                    | 357,180                        | 357,180                 |
| Other Salaries for Instruction                  | 1,600                |  | 9,600                    |   |   |                           |  |                                    |                                | 11,200                  |
| Purchased Professional & Technical Svs.         |                      |  | 45,400                   |   |   |                           |  |                                    |                                | 45,400                  |
| Purchased Professional & Educational Svc        |                      |  |                          |   |   |                           |  |                                    | 8,430                          | 8,430                   |
| Tuition   |                      |  |                          |   |   |                           |  |                                    | 328,928                        | 328,928                 |
| General Supplies                                | 1,030                |  | 178,841                  | 2,770   |   | 156,313                   | 70,994   | 26,492                             | 26,178                         | 462,618                 |
| Co-Curricular Student Activities                |                      |  |                          |   |   |                           |  |                                    | 51,402                         | 51,402                  |
| Co-Curricular Athletics                         | -                    | -  | -                        | -   | -   | -                         | -  | -                                  | 24,760                         | 24,760                  |
| <b>Total Instruction</b>                        | <b>2,630</b>         | <b>-</b>   | <b>233,841</b>           | <b>2,770</b>  | <b>-</b>  | <b>156,313</b>            | <b>70,994</b>  | <b>26,492</b>                      | <b>796,878</b>                 | <b>1,289,918</b>        |
| Support Services                                |                      |  |                          |   |   |                           |  |                                    |                                |                         |
| Salaries of Supervisors of Instruction          |                      |  |                          |   |   |                           |  |                                    | 90,044                         | 90,044                  |
| Salaries of Other Professional Staff            |                      |  |                          |   |   |                           |  |                                    | 5,000                          | 5,000                   |
| Salaries of Community Parent Involvement        |                      |  |                          |   |   |                           |  |                                    | 5,000                          | 5,000                   |
| Salaries of Facilitators/Master Teachers        |                      |  |                          |   |   |                           |  |                                    | 64,940                         | 64,940                  |
| Personal Services - Employee Benefits           | 122                  |  | 734                      |   |   |                           |  |                                    | 162,330                        | 163,186                 |
| Purchased Professional & Technical Svc.         |                      |  |                          |   |   |                           |  |                                    | 16,691                         | 16,691                  |
| Purchased Ed Services - Contracted Pre-K        |                      |  |                          |   |   |                           |  |                                    | 1,022,950                      | 1,022,950               |
| Other Purchased Prof - Ed. Services             |                      |  |                          |   |   |                           |  |                                    | 10,225                         | 10,225                  |
| Other Purchased Professional Services           |                      |  |                          |   |   |                           |  |                                    | 49,571                         | 49,571                  |
| Cleaning, Repairs and Maintenance               |                      |  |                          |   |   |                           |  | 16,233                             |                                | 16,233                  |
| Rentals   |                      |  |                          |   |   |                           |  |                                    | 1,100                          | 1,100                   |
| Other Purchased Services                        |                      | 4,863  | 15,000                   | 3,600   |   |                           |  |                                    | 5,559                          | 29,022                  |
| Contracted Services                             |                      |  |                          |   |   |                           |  |                                    | 400                            | 400                     |
| Supplies and Materials                          | 8,487                | 272,792  | -                        | -   | -   | -                         | -  | 49,822                             | 6,636                          | 337,737                 |
| <b>Total Support Services</b>                   | <b>8,609</b>         | <b>277,655</b>                                       | <b>15,734</b>            | <b>3,600</b>  | <b>-</b>  | <b>-</b>                  | <b>-</b>   | <b>66,055</b>                      | <b>1,440,446</b>               | <b>1,812,099</b>        |
| Equipment                                       |                      |  |                          |   |   |                           |  |                                    |                                |                         |
| Instructional Equipment                         |                      |  |                          |   |   |                           |  |                                    | 21,344                         | 21,344                  |
| Non-Instructional Equipment                     |                      |  |                          |   |   |                           |  |                                    | 123,918                        | 123,918                 |
| <b>Total Facilities Acq. &amp; Construction</b> | <b>-</b>             | <b>-</b>   | <b>-</b>                 | <b>-</b>  | <b>-</b>  | <b>-</b>                  | <b>-</b>   | <b>-</b>                           | <b>145,262</b>                 | <b>145,262</b>          |
| <b>Total Expenditures</b>                       | <b>11,239</b>        | <b>277,655</b>                                       | <b>249,575</b>           | <b>6,370</b>  | <b>-</b>  | <b>156,313</b>            | <b>70,994</b>  | <b>92,547</b>                      | <b>2,382,586</b>               | <b>3,247,279</b>        |
| (Deficiency) of Revenues (Under) Expenditures   | -                    | -  | -                        | -   | -   | -                         | -  | -                                  | (116,975)                      | (116,975)               |
| Budgeted Transfer from General Fund             |                      |  |                          |   |   |                           |  |                                    | 119,656                        | 119,656                 |
| Fund Balances, Beginning of Year (Restated)     | -                    | -  | -                        | -   | -   | -                         | -  | -                                  | 128,630                        | 128,630                 |
| <b>Fund Balances, End of Year</b>               | <b>\$ -</b>          | <b>\$ -</b>  | <b>\$ -</b>              | <b>\$ -</b>   | <b>\$ -</b>                                     | <b>\$ -</b>               | <b>\$ -</b>  | <b>\$ -</b>                        | <b>\$ 131,311</b>              | <b>\$ 131,311</b>       |

**BOGOTA BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|   | ESEA           |               |              |                     |              | Individuals with Disabilities Education Act |                   | Preschool Education Expansion | Co-Curricular | Total            |
|---|----------------|---------------|--------------|---------------------|--------------|---|-------------------|-------------------------------|---------------|------------------|
|   | Title I        | Title IIA     | Title III    | Title III Immigrant | Title IV     | Part B, Basic                               | Part B, Preschool | Aid                           | Activities    | Exhibit E-1a     |
| <b>REVENUES</b>                               |                |               |              |                     |              |   |                   |                               |               |                  |
| Intergovernmental                             |                |               |              |                     |              |   |                   |                               |               |                  |
| State   |                |               |              |                     |              |   |                   | \$ 1,521,260                  |               | \$ 1,521,260     |
| Federal                                       | \$ 331,104     | \$ 14,227     | \$ 8,614     | \$ 3,504            | \$ 6,595     | \$ 332,788                                  | \$ 8,676          | -                             |               | 705,508          |
| Local Sources                                 |                |               |              |                     |              |   |                   |                               |               |                  |
| Miscellaneous                                 | -              | -             | -            | -                   | -            | -   | -                 | -                             | \$ 38,843     | 38,843           |
| Total Revenues                                | <u>331,104</u> | <u>14,227</u> | <u>8,614</u> | <u>3,504</u>        | <u>6,595</u> | <u>332,788</u>                              | <u>8,676</u>      | <u>1,521,260</u>              | <u>38,843</u> | <u>2,265,611</u> |
| <b>EXPENDITURES</b>                           |                |               |              |                     |              |   |                   |                               |               |                  |
| Instruction                                   |                |               |              |                     |              |   |                   |                               |               |                  |
| Salaries of Teachers                          | 236,700        |               |              | 2,800               |              |   |                   | 117,680                       |               | 357,180          |
| Purchased Professional and Educational Svc    |                |               |              |                     | 5,660        |   |                   | 2,770                         |               | 8,430            |
| Tuition                                       |                |               |              |                     |              | 328,928                                     |                   |                               |               | 328,928          |
| General Supplies                              | 500            |               | 7,723        | 320                 |              |   |                   | 17,635                        |               | 26,178           |
| Co-Curricular Student Activities              |                |               |              |                     |              |   |                   |                               | 51,402        | 51,402           |
| Co-Curricular Athletics                       |                |               |              |                     |              |   |                   |                               | 24,760        | 24,760           |
| Total Instruction                             | <u>237,200</u> | <u>-</u>      | <u>7,723</u> | <u>3,120</u>        | <u>5,660</u> | <u>328,928</u>                              | <u>-</u>          | <u>138,085</u>                | <u>76,162</u> | <u>796,878</u>   |
| Support Services                              |                |               |              |                     |              |   |                   |                               |               |                  |
| Salaries of Supervisors of Instruction        |                |               |              |                     |              |   |                   | 90,044                        |               | 90,044           |
| Salaries of Other Professional Staff          |                |               |              |                     |              |   |                   | 5,000                         |               | 5,000            |
| Salaries of Community Parent Involvement      |                |               |              |                     |              |   |                   | 5,000                         |               | 5,000            |
| Salaries of Master Teachers                   |                |               |              |                     |              |   |                   | 64,940                        |               | 64,940           |
| Personal Services - Employee Benefits         | 93,904         |               |              | 214                 |              |   |                   | 68,212                        |               | 162,330          |
| Purchased Professional & Technical Svc.       |                | 8,015         |              |                     |              |   |                   | 8,676                         |               | 16,691           |
| Purchased Ed Services - Contracted Pre-K      |                |               |              |                     |              |   |                   | 1,022,950                     |               | 1,022,950        |
| Other Purchased Prof. - Ed. Services          |                |               |              |                     |              |   |                   | 10,225                        |               | 10,225           |
| Other Purchased Professional Services         |                |               |              |                     |              |   |                   | 49,571                        |               | 49,571           |
| Rentals                                       |                |               |              |                     |              |   |                   | 1,100                         |               | 1,100            |
| Other Purchased Services                      |                | 4,325         | 299          |                     | 935          |   |                   |                               |               | 5,559            |
| Contracted Services (Field Trips)             |                |               |              |                     |              |   |                   | 400                           |               | 400              |
| Travel  |                |               |              |                     |              |   |                   |                               |               | -                |
| Supplies and Materials                        |                | 1,887         | 592          | 170                 |              | 3,860                                       |                   | 127                           |               | 6,636            |
| Total Support Services                        | <u>93,904</u>  | <u>14,227</u> | <u>891</u>   | <u>384</u>          | <u>935</u>   | <u>3,860</u>                                | <u>8,676</u>      | <u>1,317,569</u>              | <u>-</u>      | <u>1,440,446</u> |
| Equipment                                     |                |               |              |                     |              |   |                   |                               |               |                  |
| Instructional Equipment                       |                |               |              |                     |              |   |                   | 21,344                        |               | 21,344           |
| Non-Instructional Equipment                   |                |               |              |                     |              |   |                   | 123,918                       |               | 123,918          |
| Total Facilities Acq. & Construction          |                |               |              |                     |              |   |                   | 145,262                       |               | 145,262          |
| Total Expenditures                            | <u>331,104</u> | <u>14,227</u> | <u>8,614</u> | <u>3,504</u>        | <u>6,595</u> | <u>332,788</u>                              | <u>8,676</u>      | <u>1,600,916</u>              | <u>76,162</u> | <u>2,382,586</u> |
| (Deficiency) of Revenues (Under) Expenditures |                |               |              |                     |              |   |                   | (79,656)                      | (37,319)      | (116,975)        |
| Budgeted Transfer from General Fund           |                |               |              |                     |              |   |                   | 79,656                        | 40,000        | 119,656          |
| Fund Balances, Beginning of Year (Restated)   |                |               |              |                     |              |   |                   |                               | 128,650       | 128,650          |
| Fund Balances, End of Year                    | \$ -           | \$ -          | \$ -         | \$ -                | \$ -         | \$ -  | \$ -              | \$ -                          | \$ 131,311    | \$ 131,311       |

**BOGOTA BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
PRESCHOOL EDUCATION EXPANSION AID SCHEDULE OF EXPENDITURES  
PRESCHOOL - ALL PROGRAMS  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

| <b>EXPENDITURES</b>   | <b>Original<br/>Budget</b> | <b>Adjustments</b> | <b>Final<br/>Budget</b> | <b>Actual</b>       | <b>Variance<br/>Final To Actual</b> |
|---|----------------------------|--------------------|-------------------------|---------------------|-------------------------------------|
| <b>Instruction</b>  |                            |                    |                         |                     |                                     |
| Salaries of Teachers  | \$ 119,776                 |                    | \$ 119,776              | \$ 117,680          | \$ 2,096                            |
| Purchased Professional and Educational Services                   | 10,000                     | \$ (7,230)         | 2,770                   | 2,770               |                                     |
| General Supplies  | 8,792                      | 9,230              | 18,022                  | 17,635              | 387                                 |
| <b>Total Instruction</b>  | <b>138,568</b>             | <b>2,000</b>       | <b>140,568</b>          | <b>138,085</b>      | <b>2,483</b>                        |
| <b>Support Services</b>   |                            |                    |                         |                     |                                     |
| Salaries of Supervisors of Instruction                            | 85,000                     | 5,044              | 90,044                  | 90,044              | -                                   |
| Salaries of Other Professional Staff                              | 5,000                      | -                  | 5,000                   | 5,000               | -                                   |
| Salaries of Community Parent Involvement                          | 5,000                      | -                  | 5,000                   | 5,000               | -                                   |
| Salaries of Master Teachers                                       | 66,548                     | -                  | 66,548                  | 64,940              | 1,608                               |
| Personal Services - Employee Benefits                             | 87,384                     | (5,044)            | 82,340                  | 68,212              | 14,128                              |
| Purchased Ed. Services - Contracted Pre-K                         | 1,035,528                  | -                  | 1,035,528               | 1,022,950           | 12,578                              |
| Other Purchased Prof. - Ed. Services                              | 11,000                     | 20,000             | 31,000                  | 10,225              | 20,775                              |
| Other Purchased Professional Services                             | 159,014                    | -                  | 159,014                 | 49,571              | 109,443                             |
| Rentals   | 10,000                     | (2,000)            | 8,000                   | 1,100               | 6,900                               |
| Contracted Services   | 3,000                      | -                  | 3,000                   | 400                 | 2,600                               |
| Travel  | 1,000                      | -                  | 1,000                   | -                   | 1,000                               |
| Supplies and Materials  | 500                        | -                  | 500                     | 127                 | 373                                 |
| <b>Total Support Services</b>                                     | <b>1,468,974</b>           | <b>18,000</b>      | <b>1,486,974</b>        | <b>1,317,569</b>    | <b>169,405</b>                      |
| <b>Facilities Acquisition and Construction Services</b>           |                            |                    |                         |                     |                                     |
| Instructional Equipment   | 19,700                     | 36,974             | 56,674                  | 21,344              | 35,330                              |
| Noninstructional Equipment  | 30,292                     | 120,000            | 150,292                 | 123,918             | 26,374                              |
| <b>Total Facilities Acquisition and Construction<br/>Services</b> | <b>49,992</b>              | <b>156,974</b>     | <b>206,966</b>          | <b>145,262</b>      | <b>61,704</b>                       |
| <b>Total Expenditures</b>   | <b>\$ 1,657,534</b>        | <b>\$ 176,974</b>  | <b>\$ 1,834,508</b>     | <b>\$ 1,600,916</b> | <b>\$ 233,592</b>                   |

**Calculation of Budget Carryover**

|  |              |
|--|--------------|
| Total Revised 2020-2021 Preschool Education Aid Allocation                 | \$ 1,507,878 |
| Add: Budgeted Transfer from the General Fund 2020-2021                     | 79,656       |
| Add: Actual PEA Carryover (June 30, 2020)                                  | 246,974      |
| Total Preschool Ed. Aid Funds Available for 2020-2021 Budget               | 1,834,508    |
| Less: 2020-2021 Budgeted Preschool Education Aid Funds                     | 1,834,508    |
| Available and Unbudgeted Preschool Education Aid Funds As of June 30, 2021 | -            |
| Add: June 30, 2021 Unexpended Preschool Education Aid                      | 233,592      |
| 2020-2021 Carryover - Preschool Education Aid Programs                     | \$ 233,592   |
| 2020-2021 Preschool Education Aid Carryover Budgeted in 2021-2022          | \$ -         |



**BOGOTA BOARD OF EDUCATION  
SPECIAL REVENUE FUND  
SCHEDULE OF STUDENT ACTIVITY RECEIPTS AND DISBURSEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|                           | <b>Balance,<br/>July 1,<br/><u>2020</u></b> | <b>Cash<br/><u>Receipts</u></b> | <b>Cash<br/><u>Disbursements</u></b> | <b>Balance<br/>June 30,<br/><u>2021</u></b> |
|---------------------------|---|---------------------------------|--------------------------------------|---|
| <b>ELEMENTARY SCHOOLS</b> |   |                                 |                                      |   |
| Bixby                     | \$ 6,751                                    | \$ 2,776                        | \$ 3,764                             | \$ 5,763                                    |
| Steen                     | <u>4,567</u>                                | <u>4,929</u>                    | <u>6,133</u>                         | <u>3,363</u>                                |
| Total Elementary Schools  | <u>11,318</u>                               | <u>7,705</u>                    | <u>9,897</u>                         | <u>9,126</u>                                |
| <b>HIGH SCHOOL</b>        |   |                                 |                                      |   |
| Student Activities        | 80,769                                      | 30,751                          | 41,505                               | 70,015                                      |
| Athletic Account          | <u>36,543</u>                               | <u>40,387</u>                   | <u>24,760</u>                        | <u>52,170</u>                               |
| Total High School         | <u>117,312</u>                              | <u>71,138</u>                   | <u>66,265</u>                        | <u>122,185</u>                              |
| Total All Schools         | <u>\$ 128,630</u>                           | <u>\$ 78,843</u>                | <u>\$ 76,162</u>                     | <u>\$ 131,311</u>                           |

**CAPITAL PROJECTS FUND**

**BOGOTA BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF PROJECT EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

| <u>Issue/ Project Title</u>               | <u>Original<br/>Appropriation</u> | <u>Additional<br/>Appropriation</u> | <u>Total<br/>Modified<br/>Appropriation</u> | <u>Expenditures to Date</u> |                     | <u>Balance<br/>June 30, 2020</u> |
|---|-----------------------------------|-------------------------------------|---|-----------------------------|---------------------|----------------------------------|
|   |                                   |                                     |   | <u>Prior Years</u>          | <u>Current Year</u> |                                  |
| Bogota High School Parking Lot Upgrades   | \$ 350,000                        | \$ 1,131,441                        | \$ 1,481,441                                | \$ 1,364,595                | \$ 116,846          | \$ -                             |
| Energy Savings Improvement Program (ESIP) | 1,696,366                         |                                     | 1,696,366                                   | -                           | 759,679             | 936,687                          |
| Total                                     |                                   |                                     |   | <u>\$ 1,364,595</u>         | <u>\$ 876,525</u>   | <u>\$ 936,687</u>                |

|  |                   |
|--|-------------------|
| Unexpended Project Authorizations        | \$ 936,687        |
| Add: Reserve for Payment of Debt Service | <u>24</u>         |
| Fund Balance (Budgetary Basis)           | <u>\$ 936,711</u> |

Analysis of Restricted Fund Balance:

**BOGOTA BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Revenues and Other Financing Sources**

|  |                      |
|--|----------------------|
| Transfer from Capital Reserve                  | \$ 52,041            |
| Proceeds from Lease Purchase                   | 1,696,366            |
| Interest on Lease Purchase                     | <u>24</u>            |
| <br>Total Revenues and Other Financing Sources | <br><u>1,748,431</u> |

**Expenditures and Other Financing Uses**

|   |                    |
|---|--------------------|
| Purchased Professional and Technical Services   | 41,000             |
| Construction Services                           | <u>835,525</u>     |
| <br>Total Expenditures and Other Financing Uses | <br><u>876,525</u> |

|   |                       |
|---|-----------------------|
| Excess (Deficiency) of Revenues and Other Financing Sources over (under)<br>Expenditures and Other Financing Uses | 871,906               |
| <br>Fund Balance, Beginning of Year   | <br><u>64,805</u>     |
| <br>Fund Balance, End of Year   | <br><u>\$ 936,711</u> |

**Reconciliation to GAAP Fund Balance**

|                               |                       |
|-------------------------------|-----------------------|
| Fund Balance, Budgetary Basis | <u>\$ 936,711</u>     |
| <br>Fund Balance, GAAP Basis  | <br><u>\$ 936,711</u> |

**BOGOTA BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
BOGOTA HIGH SCHOOL PARKING LOT UPGRADES  
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2021**

|  | <u>Prior Periods</u> | <u>Current Year</u> | <u>Totals</u>    | <u>Revised<br/>Authorized<br/>Cost</u> |
|--|----------------------|---------------------|------------------|--|
| <b>Revenues and Other Financing Sources</b>      |                      |                     |                  |  |
| Local Share - Transfer from Capital Reserve      | \$ 1,429,400         | \$ 52,041           | \$ 1,481,441     | \$ 1,481,441                           |
| <br>   |                      |                     |                  |  |
| Total Revenues                                   | <u>1,429,400</u>     | <u>52,041</u>       | <u>1,481,441</u> | <u>1,481,441</u>                       |
| <br><b>Expenditures and Other Financing Uses</b> |                      |                     |                  |  |
| Purchased Professional and Technical Services    | 77,814               |                     | 77,814           | 94,050                                 |
| Construction Services                            | 1,174,596            | 116,846             | 1,291,442        | 1,271,041                              |
| Other Objects                                    | <u>112,185</u>       | <u>-</u>            | <u>112,185</u>   | <u>116,350</u>                         |
| <br>   |                      |                     |                  |  |
| Total Expenditures                               | <u>1,364,595</u>     | <u>116,846</u>      | <u>1,481,441</u> | <u>1,481,441</u>                       |
| <br>   |                      |                     |                  |  |
| Excess of Revenues Over Expenditures             | <u>\$ 64,805</u>     | <u>\$ (64,805)</u>  | <u>\$ -</u>      | <u>\$ -</u>                            |

## Additional Project Information:

|                            |            |
|----------------------------|------------|
| Grant Date                 | N/A        |
| Bond Authorization Date    | N/A        |
| Bonds Authorized           | N/A        |
| Bonds Issued               | N/A        |
| Original Authorized Cost   | \$ 350,000 |
| Additional Authorized Cost | 1,131,441  |
| Revised Authorized Cost    | 1,481,441  |

## Percentage Increase Over Original

|                                 |                    |
|---------------------------------|--------------------|
| Authorized Cost                 | 323.27%            |
| Percentage Completion           | 100%               |
| Original Target Completion Date | September 30, 2018 |
| Revised Target Completion Date  | September 30, 2020 |

**BOGOTA BOARD OF EDUCATION  
CAPITAL PROJECTS FUND  
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE  
AND PROJECT STATUS - BUDGETARY BASIS  
ENERGY SAVINGS IMPROVEMENT PROGRAM  
FROM INCEPTION THROUGH THE FISCAL YEAR ENDED JUNE 30, 2021**

|  | <u>Prior Periods</u> | <u>Current Year</u> | <u>Totals</u>     | <u>Revised<br/>Authorized<br/>Cost</u> |
|--|----------------------|---------------------|-------------------|--|
| <b>Revenues and Other Financing Sources</b>  |                      |                     |                   |  |
| Proceeds from Lease Purchase                 | \$ -                 | \$ 1,696,366        | \$ 1,696,366      | \$ 1,696,366                           |
| <br>   |                      |                     |                   |  |
| Total Revenues                               | <u>-</u>             | <u>1,696,366</u>    | <u>1,696,366</u>  | <u>1,696,366</u>                       |
| <b>Expenditures and Other Financing Uses</b> |                      |                     |                   |  |
| Purchased Professional Services              | -                    | 41,000              | 41,000            | 41,000                                 |
| Construction Services                        | <u>-</u>             | <u>718,679</u>      | <u>718,679</u>    | <u>1,655,366</u>                       |
| <br>   |                      |                     |                   |  |
| Total Expenditures                           | <u>-</u>             | <u>759,679</u>      | <u>759,679</u>    | <u>1,696,366</u>                       |
| <br>   |                      |                     |                   |  |
| Excess of Revenues Over Expenditures         | <u>\$ -</u>          | <u>\$ 936,687</u>   | <u>\$ 936,687</u> | <u>\$ -</u>                            |

Additional Project Information:

|                            |              |
|----------------------------|--------------|
| Grant Date                 | N/A          |
| Bond Authorization Date    | N/A          |
| Bonds Authorized           | N/A          |
| Bonds Issued               | N/A          |
| Original Authorized Cost   | \$ 1,696,366 |
| Additional Authorized Cost | -            |
| Revised Authorized Cost    | 1,696,366    |

Percentage Increase Over Original

|                                 |               |
|---------------------------------|---------------|
| Authorized Cost                 | 0.00%         |
| Percentage Completion           | 45%           |
| Original Target Completion Date | June 30, 2022 |
| Revised Target Completion Date  | June 30, 2022 |

**PROPRIETARY FUNDS**

**SCHEDULE G-1**

**BOGOTA BOARD OF EDUCATION  
PROPRIETARY FUND  
COMBINING SCHEDULE OF NET POSITION  
AS OF JUNE 30, 2021**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-4

**SCHEDULE G-2**

**COMBINING SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-5

**SCHEDULE G-3**

**COMBINING SCHEDULE OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

FINANCIAL STATEMENTS ARE PRESENTED ON EXHIBIT B-6



**FIDUCIARY FUNDS**

**NOT APPLICABLE**

**LONG-TERM DEBT**

**BOGOTA BOARD OF EDUCATION  
LONG-TERM DEBT  
SCHEDULE OF SERIAL BONDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

| <u>Issue</u>           | <u>Date of Issue</u> | <u>Amount of Issue</u> | <u>Annual Maturities Date</u> | <u>Amount</u> | <u>Interest Rate</u> | <u>Balance July 1, 2020</u> | <u>Issued</u> | <u>Retired</u>    | <u>Balance, June 30, 2021</u> |
|------------------------|----------------------|------------------------|-------------------------------|---------------|----------------------|-----------------------------|---------------|-------------------|-------------------------------|
| Refunding School Bonds | 9/24/2015            | \$ 4,025,000           | 7/15/2021                     | 500,000       | 4.00%                |                             |               |                   |                               |
|                        |                      |                        | 7/15/2022                     | 520,000       | 4.00%                |                             |               |                   |                               |
|                        |                      |                        | 7/15/2023                     | 515,000       | 4.00%                | \$ 2,040,000                | \$ -          | \$ 505,000        | \$ 1,535,000                  |
|                        |                      |                        |                               |               |                      | <u>\$ 2,040,000</u>         | <u>\$ -</u>   | <u>\$ 505,000</u> | <u>\$ 1,535,000</u>           |

101

**SCHEDULE OF OBLIGATIONS UNDER LEASE-PURCHASE AGREEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

| <u>Year</u> | <u>Description</u>     | <u>Amount of Original Issue</u> | <u>Balance, July 1, 2020</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balance, June 30, 2021</u> |
|-------------|------------------------|---------------------------------|------------------------------|------------------|--------------------|-------------------------------|
| 2016        | Energy Savings Program | \$1,696,366                     | \$ -                         | \$ 1,696,366     | \$ -               | \$ 1,696,366                  |

**BOGOTA BOARD OF EDUCATION  
DEBT SERVICE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

|  | <u>Budgeted Amounts</u> |                    |                | <u>Actual</u>  | <u>Variance<br/>Final to Actual</u> |
|--|-------------------------|--------------------|----------------|----------------|-------------------------------------|
|  | <u>Original</u>         | <u>Adjustments</u> | <u>Final</u>   |                |                                     |
| <b>REVENUES</b>  |                         |                    |                |                |                                     |
| Local Sources  |                         |                    |                |                |                                     |
| Property Tax Levy  | \$ 576,500              | -                  | \$ 576,500     | \$ 576,500     | -                                   |
| Total Revenues   | <u>576,500</u>          | <u>-</u>           | <u>576,500</u> | <u>576,500</u> | <u>-</u>                            |
| <b>EXPENDITURES</b>  |                         |                    |                |                |                                     |
| Debt Service   |                         |                    |                |                |                                     |
| Principal  | 505,000                 |                    | 505,000        | 505,000        | -                                   |
| Interest   | <u>71,500</u>           | <u>-</u>           | <u>71,500</u>  | <u>71,500</u>  | <u>-</u>                            |
| Total Expenditures   | <u>576,500</u>          | <u>-</u>           | <u>576,500</u> | <u>576,500</u> | <u>-</u>                            |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <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 Bogota Board of Education's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

### Contents

### Exhibits

#### **Financial Trends**

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

J-1 to J-5

#### **Revenue Capacity**

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

J-6 to J-9

#### **Debt Capacity**

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

J-10 to J-13

#### **Demographic and Economic Information**

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

J-14 and J-15

#### **Operating Information**

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

J-16 to J-20

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

**BOGOTA BOARD OF EDUCATION**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**  
*(accrual basis of accounting)*

|  | Fiscal Year Ended June 30, |                     |                     |                     |                      |                      |                      |                      |                      |                      |
|--|----------------------------|---------------------|---------------------|---------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|  | 2012                       | 2013                | 2014                | 2015                | 2016                 | 2017                 | 2018                 | 2019                 | 2020                 | 2021                 |
| <b>Governmental Activities</b>                     |                            |                     |                     |                     |                      |                      |                      |                      |                      |                      |
| Investment in Capital Assets                       | \$ 5,366,100               | \$ 5,793,169        | \$ 6,879,437        | \$ 7,465,274        | \$ 7,421,305         | \$ 8,400,116         | \$ 9,798,605         | \$ 10,968,650        | \$ 11,676,914        | \$ 12,478,125        |
| Restricted   | 591,234                    | 1,457,205           | 458,303             | 2,597,010           | 3,854,767            | 3,107,864            | 2,311,852            | 2,458,577            | 3,273,813            | 3,716,631            |
| Unrestricted                                       | 401,885                    | 784,661             | 732,997             | (480,701)           | (153,434)            | (46,125)             | (132,723)            | (943,963)            | (1,356,918)          | (1,400,742)          |
| <b>Total Governmental Activities Net Position</b>  | <b>\$ 6,359,219</b>        | <b>\$ 8,035,035</b> | <b>\$ 8,070,737</b> | <b>\$ 9,581,583</b> | <b>\$ 11,122,638</b> | <b>\$ 11,461,855</b> | <b>\$ 11,977,734</b> | <b>\$ 12,483,264</b> | <b>\$ 13,593,809</b> | <b>\$ 14,794,014</b> |
| <b>Business-Type Activities</b>                    |                            |                     |                     |                     |                      |                      |                      |                      |                      |                      |
| Investment in Capital Assets                       | \$ 48,694                  | \$ 42,873           | \$ 37,290           | \$ 31,839           | \$ 33,862            | \$ 17,343            | \$ 21,039            | \$ 27,487            | \$ 38,699            | \$ 32,976            |
| Unrestricted                                       | 7,541                      | 3,468               | (26,169)            | 17,313              | 34,960               | 60,461               | 79,742               | 98,126               | 62,439               | 94,170               |
| <b>Total Business-Type Activities Net Position</b> | <b>\$ 56,235</b>           | <b>\$ 46,341</b>    | <b>\$ 11,121</b>    | <b>\$ 49,152</b>    | <b>\$ 68,822</b>     | <b>\$ 77,804</b>     | <b>\$ 100,781</b>    | <b>\$ 125,613</b>    | <b>\$ 101,138</b>    | <b>\$ 127,146</b>    |
| <b>District-Wide</b>                               |                            |                     |                     |                     |                      |                      |                      |                      |                      |                      |
| Investment in Capital Assets                       | \$ 5,414,794               | \$ 5,836,042        | \$ 6,916,727        | \$ 7,497,113        | \$ 7,455,167         | \$ 8,417,459         | \$ 9,819,644         | \$ 10,996,137        | \$ 11,715,613        | \$ 12,511,101        |
| Restricted   | 591,234                    | 1,457,205           | 458,303             | 2,597,010           | 3,854,767            | 3,107,864            | 2,311,852            | 2,458,577            | 3,273,813            | 3,716,631            |
| Unrestricted                                       | 409,426                    | 788,129             | 706,828             | (463,388)           | (118,474)            | 14,336               | (52,981)             | (845,837)            | (1,294,479)          | (1,306,572)          |
| <b>Total District Net Position</b>                 | <b>\$ 6,415,454</b>        | <b>\$ 8,081,376</b> | <b>\$ 8,081,858</b> | <b>\$ 9,630,735</b> | <b>\$ 11,191,460</b> | <b>\$ 11,539,659</b> | <b>\$ 12,078,515</b> | <b>\$ 12,608,877</b> | <b>\$ 13,694,947</b> | <b>\$ 14,921,160</b> |

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

Note 2 - Net position at June 30, 2020 is restated to reflect the implementation of GASB Statement No. 84, "Fiduciary Activities".

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

|  | Fiscal Year Ended June 30, |                        |                        |                        |                        |                        |                        |                        |                        |                        |
|--|----------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
|  | 2012                       | 2013                   | 2014                   | 2015                   | 2016                   | 2017                   | 2018                   | 2019                   | 2020                   | 2021                   |
| <b>Expenses</b>  |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Governmental Activities                                |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Instruction  |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Regular  | \$ 8,382,081               | \$ 7,798,699           | \$ 9,262,246           | \$ 8,967,657           | \$ 9,477,389           | \$ 10,907,301          | \$ 11,128,013          | \$ 10,961,116          | \$ 11,604,205          | \$ 13,514,435          |
| Special Education                                      | 5,176,543                  | 5,359,694              | 4,551,363              | 5,550,933              | 5,568,650              | 5,877,087              | 6,351,448              | 6,055,181              | 5,899,188              | 5,973,080              |
| Other Instruction                                      | 297,318                    | 380,752                | 263,840                | 375,913                | 346,096                | 412,351                | 419,610                | 423,830                | 469,209                | 516,335                |
| School Sponsored Activities and Athletics              | 323,814                    | 445,029                | 474,035                | 550,991                | 546,839                | 595,774                | 659,709                | 749,335                | 755,918                | 734,193                |
| Support Services:                                      |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Student & Instruction Related Services                 | 1,988,118                  | 1,985,599              | 2,271,056              | 2,678,526              | 2,708,024              | 2,749,843              | 3,082,469              | 3,690,134              | 3,406,230              | 3,948,703              |
| School Administrative Services                         | 661,409                    | 787,239                | 736,590                | 1,224,178              | 1,196,161              | 1,312,161              | 1,246,473              | 1,224,264              | 751,038                | 788,352                |
| General Administrative Services                        | 615,592                    | 614,508                | 660,251                | 902,449                | 1,048,012              | 1,220,821              | 824,765                | 713,911                | 1,278,148              | 1,485,985              |
| Plant Operations and Maintenance                       | 1,236,440                  | 1,650,872              | 1,640,177              | 1,809,925              | 2,038,008              | 2,694,060              | 2,294,023              | 2,529,275              | 2,683,947              | 2,830,223              |
| Pupil Transportation                                   | 659,078                    | 617,377                | 722,488                | 673,795                | 932,164                | 892,247                | 977,671                | 872,381                | 630,790                | 631,418                |
| Central Services                                       | 444,735                    | 529,913                | 578,875                | 374,285                | 431,513                | 466,731                | 700,913                | 811,798                | 842,578                | 983,361                |
| Interest on Long-Term Debt                             | 277,819                    | 247,796                | 226,973                | 206,766                | 119,418                | 97,365                 | 90,630                 | 76,107                 | 60,569                 | 44,571                 |
| <b>Total Governmental Activities Expenses</b>          | <b>20,062,947</b>          | <b>20,417,478</b>      | <b>21,387,894</b>      | <b>23,315,418</b>      | <b>24,412,274</b>      | <b>27,225,741</b>      | <b>27,775,724</b>      | <b>28,107,332</b>      | <b>28,381,820</b>      | <b>31,450,656</b>      |
| Business-Type Activities:                              |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Food Service   | 479,444                    | 444,777                | 417,664                | 440,391                | 481,857                | 477,875                | 451,152                | 480,533                | 402,617                | 337,428                |
| Summer Recovery  | -                          | -                      | -                      | -                      | -                      | 43,742                 | 23,960                 | 30,689                 | 40,063                 | -                      |
| <b>Total business-Type Activities Expense</b>          | <b>479,444</b>             | <b>444,777</b>         | <b>417,664</b>         | <b>440,391</b>         | <b>481,857</b>         | <b>521,617</b>         | <b>475,112</b>         | <b>511,222</b>         | <b>442,680</b>         | <b>337,428</b>         |
| <b>Total District Expenses</b>                         | <b>\$ 20,542,391</b>       | <b>\$ 20,862,255</b>   | <b>\$ 21,805,558</b>   | <b>\$ 23,755,809</b>   | <b>\$ 24,894,131</b>   | <b>\$ 27,747,358</b>   | <b>\$ 28,250,836</b>   | <b>\$ 28,618,554</b>   | <b>\$ 28,824,500</b>   | <b>\$ 31,788,084</b>   |
| <b>Program Revenues</b>                                |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Governmental Activities:                               |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Charges for Services:                                  |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Instruction (Tuition)                                  |                            |                        |                        | \$ 43,191              | \$ 140,080             | \$ 35,648              | \$ 79,483              | \$ 65,857              | \$ 65,110              | \$ 117,447             |
| Operating Grants and Contributions                     | \$ 3,361,184               | \$ 3,416,358           | \$ 3,496,494           | 5,230,099              | 6,064,337              | 7,877,275              | 8,057,872              | 7,823,735              | 7,691,111              | 11,019,697             |
| Capital Grants and Contributions                       | 398,532                    | 64,588                 | 20,840                 | -                      | 26,702                 | -                      | 14,365                 | 37,906                 | -                      | -                      |
| <b>Total Governmental Activities Program Revenues</b>  | <b>3,759,716</b>           | <b>3,480,946</b>       | <b>3,517,334</b>       | <b>5,273,290</b>       | <b>6,231,119</b>       | <b>7,912,923</b>       | <b>8,151,720</b>       | <b>7,927,498</b>       | <b>7,756,221</b>       | <b>11,137,144</b>      |
| Business-Type Activities:                              |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Charges for Services                                   |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Food Service   | 202,355                    | 178,793                | 155,639                | 205,362                | 208,028                | 200,050                | 175,867                | 211,082                | 161,173                | 14,744                 |
| Summer Recovery  |                            |                        |                        |                        |                        | 30,125                 | 30,420                 | 36,575                 | 35,539                 | -                      |
| Operating Grants and Contributions                     | 276,393                    | 255,884                | 226,559                | 273,061                | 293,225                | 297,283                | 289,779                | 286,863                | 220,086                | 348,671                |
| <b>Total Business Type Activities Program Revenues</b> | <b>478,748</b>             | <b>434,677</b>         | <b>382,198</b>         | <b>478,423</b>         | <b>501,253</b>         | <b>527,458</b>         | <b>496,066</b>         | <b>534,520</b>         | <b>416,798</b>         | <b>363,415</b>         |
| <b>Total District Program Revenues</b>                 | <b>\$ 4,238,464</b>        | <b>\$ 3,915,623</b>    | <b>\$ 3,899,532</b>    | <b>\$ 5,751,713</b>    | <b>\$ 6,732,372</b>    | <b>\$ 8,440,381</b>    | <b>\$ 8,647,786</b>    | <b>\$ 8,462,018</b>    | <b>\$ 8,173,019</b>    | <b>\$ 11,500,559</b>   |
| <b>Net (Expense)/Revenue</b>                           |                            |                        |                        |                        |                        |                        |                        |                        |                        |                        |
| Governmental Activities                                | \$ (16,303,231)            | \$ (16,936,532)        | \$ (17,870,560)        | \$ (18,042,128)        | \$ (18,181,155)        | \$ (19,312,818)        | \$ (19,624,004)        | \$ (20,179,834)        | \$ (20,625,599)        | \$ (20,313,512)        |
| Business-Type Activities                               | (696)                      | (10,100)               | (35,466)               | 38,032                 | 19,396                 | 5,841                  | 20,954                 | 23,298                 | (25,882)               | 25,987                 |
| <b>Total District-Wide Net Expense</b>                 | <b>\$ (16,303,927)</b>     | <b>\$ (16,946,632)</b> | <b>\$ (17,906,026)</b> | <b>\$ (18,004,096)</b> | <b>\$ (18,161,759)</b> | <b>\$ (19,306,977)</b> | <b>\$ (19,603,050)</b> | <b>\$ (20,156,536)</b> | <b>\$ (20,651,481)</b> | <b>\$ (20,287,525)</b> |

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

|   | Fiscal Year Ended June 30, |                      |                      |                      |                      |                      |                      |                      |                      |                      |
|---|----------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | 2012                       | 2013                 | 2014                 | 2015                 | 2016                 | 2017                 | 2018                 | 2019                 | 2020                 | 2021                 |
| <b>General Revenues and Other Changes in Net Position</b> |                            |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Governmental Activities:                                  |                            |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Property Taxes, General Purposes                          | \$ 12,939,377              | \$ 13,198,165        | \$ 13,593,934        | \$ 14,026,842        | \$ 14,180,378        | \$ 14,180,378        | \$ 14,463,986        | \$ 15,025,266        | \$ 15,325,771        | \$ 15,325,771        |
| Property Taxes, Debt Service                              | 709,199                    | 709,999              | 707,772              | 645,666              | 644,533              | 631,250              | 633,775              | 565,982              | 581,400              | 576,500              |
| State and Federal Aid - Unrestricted                      | 4,432,253                  | 4,677,324            | 4,705,827            | 4,758,551            | 4,724,773            | 4,773,016            | 4,899,186            | 4,783,497            | 5,314,396            | 5,589,300            |
| State Aid - Restricted for Debt Service                   | 12,410                     | 11,908               | 11,406               |                      |                      |                      |                      |                      |                      |                      |
| Gain (Loss) on Disposal of Capital Assets                 |                            |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Miscellaneous Income                                      | 24,455                     | 14,952               | 119,274              | 121,915              | 172,526              | 80,489               | 142,936              | 310,619              | 109,356              | 22,146               |
| Transfers   |                            |                      |                      |                      |                      | (13,098)             | -                    | -                    | -                    | -                    |
| <b>Total Governmental Activities</b>                      | <b>18,117,694</b>          | <b>18,612,348</b>    | <b>19,138,213</b>    | <b>19,552,974</b>    | <b>19,722,210</b>    | <b>19,652,035</b>    | <b>20,139,883</b>    | <b>20,685,364</b>    | <b>21,330,923</b>    | <b>21,513,717</b>    |
| Business-Type Activities:                                 |                            |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Transfers   |                            |                      |                      |                      |                      | 13,098               | -                    | -                    | -                    | -                    |
| Investment Earnings                                       | 231                        | 206                  | 246                  |                      | 274                  | 894                  | 2,023                | 1,534                | 1,407                | 21                   |
| <b>Total Business-Type Activities</b>                     | <b>231</b>                 | <b>206</b>           | <b>246</b>           | <b>-</b>             | <b>274</b>           | <b>13,992</b>        | <b>2,023</b>         | <b>1,534</b>         | <b>1,407</b>         | <b>21</b>            |
| <b>Total District-Wide</b>                                | <b>\$ 18,117,925</b>       | <b>\$ 18,612,554</b> | <b>\$ 19,138,459</b> | <b>\$ 19,552,974</b> | <b>\$ 19,722,484</b> | <b>\$ 19,666,027</b> | <b>\$ 20,141,906</b> | <b>\$ 20,686,898</b> | <b>\$ 21,332,330</b> | <b>\$ 21,513,738</b> |
| <b>Change in Net Position</b>                             |                            |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Governmental Activities                                   | \$ 1,814,463               | \$ 1,675,816         | \$ 1,267,653         | \$ 1,510,846         | \$ 1,541,055         | \$ 339,217           | \$ 515,879           | \$ 505,530           | \$ 705,324           | \$ 1,200,205         |
| Business-Type Activities                                  | (465)                      | (9,894)              | (35,220)             | 38,032               | 19,670               | 19,833               | 22,977               | 24,832               | (24,475)             | 26,008               |
| <b>Total District</b>                                     | <b>\$ 1,813,998</b>        | <b>\$ 1,665,922</b>  | <b>\$ 1,232,433</b>  | <b>\$ 1,548,878</b>  | <b>\$ 1,560,725</b>  | <b>\$ 359,050</b>    | <b>\$ 538,856</b>    | <b>\$ 530,362</b>    | <b>\$ 680,849</b>    | <b>\$ 1,226,213</b>  |



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

|                                    | Fiscal Year Ended June 30, |                     |                     |                     |                     |                     |                     |                     |                     |                     |
|------------------------------------|----------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
|                                    | 2012                       | 2013                | 2014                | 2015                | 2016                | 2017                | 2018                | 2019                | 2020                | 2021                |
| General Fund                       |                            |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Restricted                         | \$ 754,402                 | \$ 2,366,110        | \$ 2,514,715        | \$ 3,597,202        | \$ 5,097,990        | \$ 4,079,026        | \$ 2,804,173        | \$ 3,754,396        | \$ 4,380,378        | \$ 4,185,320        |
| Committed                          | 92,817                     | 43,722              | 155,832             | 65,000              |                     | 56,388              |                     |                     |                     | 630,000             |
| Assigned                           | 693,662                    | 444,247             | 46,662              | 147,296             | 424,174             | 357,809             | 401,503             |                     | 58,726              | 46,256              |
| Unassigned                         | (217,674)                  | (285,585)           | (241,326)           | (268,668)           | (300,229)           | (221,339)           | (191,072)           | (335,007)           | (357,076)           | 68,160              |
| Total General Fund                 | <u>\$ 1,323,207</u>        | <u>\$ 2,568,494</u> | <u>\$ 2,475,883</u> | <u>\$ 3,540,830</u> | <u>\$ 5,221,935</u> | <u>\$ 4,271,884</u> | <u>\$ 3,014,604</u> | <u>\$ 3,419,389</u> | <u>\$ 4,082,028</u> | <u>\$ 4,929,736</u> |
| All Other Governmental Funds       |                            |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Restricted                         | \$ 65,527                  | \$ 502              | \$ 175,948          | \$ 53,982           | \$ 61,739           | \$ 604,626          | \$ 1,007,680        | \$ 204,181          | \$ 193,435          | \$ 1,068,022        |
| Unreserved                         |                            |                     |                     |                     |                     |                     |                     |                     |                     |                     |
| Total All Other Governmental Funds | <u>\$ 65,527</u>           | <u>\$ 502</u>       | <u>\$ 175,948</u>   | <u>\$ 53,982</u>    | <u>\$ 61,739</u>    | <u>\$ 604,626</u>   | <u>\$ 1,007,680</u> | <u>\$ 204,181</u>   | <u>\$ 193,435</u>   | <u>\$ 1,068,022</u> |

Note 1 - Fund balances in the General and Special Revenue Fund at June 30, 2020 are restated to reflect the implementation of GASB Statement No. 84 "Fiduciary Activities".

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

|   | Fiscal Year Ended June 30, |                     |                   |                   |                     |                     |                     |                     |                   |                     |
|---|----------------------------|---------------------|-------------------|-------------------|---------------------|---------------------|---------------------|---------------------|-------------------|---------------------|
|   | 2012                       | 2013                | 2014              | 2015              | 2016                | 2017                | 2018                | 2019                | 2020              | 2021                |
| <b>Revenues</b>                             |                            |                     |                   |                   |                     |                     |                     |                     |                   |                     |
| Property Tax Levy                           | \$ 13,648,576              | \$ 13,908,164       | \$ 14,301,706     | \$ 14,672,508     | \$ 14,824,911       | \$ 14,811,628       | \$ 15,097,761       | \$ 15,591,248       | \$ 15,907,171     | \$ 15,902,271       |
| Miscellaneous                               | 71,174                     | 19,858              | 130,482           | 167,009           | 335,549             | 119,042             | 242,047             | 418,476             | 180,014           | 150,832             |
| State Sources                               | 7,295,392                  | 7,553,692           | 7,352,689         | 7,535,389         | 7,846,798           | 8,197,104           | 8,718,427           | 9,949,042           | 11,075,709        | 12,528,589          |
| Federal Sources                             | 862,268                    | 611,580             | 870,670           | 641,670           | 770,098             | 761,291             | 755,299             | 767,275             | 710,706           | 1,644,356           |
| <b>Total Revenue</b>                        | <b>21,877,410</b>          | <b>22,093,294</b>   | <b>22,655,547</b> | <b>23,016,576</b> | <b>23,777,356</b>   | <b>23,889,065</b>   | <b>24,813,534</b>   | <b>26,726,041</b>   | <b>27,873,600</b> | <b>30,226,048</b>   |
| <b>Expenditures</b>                         |                            |                     |                   |                   |                     |                     |                     |                     |                   |                     |
| <b>Instruction</b>                          |                            |                     |                   |                   |                     |                     |                     |                     |                   |                     |
| Regular Instruction                         | 8,078,332                  | 7,836,748           | 9,307,269         | 7,829,252         | 8,097,515           | 8,468,945           | 9,073,278           | 9,793,761           | 10,825,970        | 12,008,594          |
| Special Education Instruction               | 5,167,575                  | 5,378,691           | 4,550,663         | 5,324,086         | 5,210,956           | 5,267,472           | 5,805,646           | 5,684,190           | 5,705,260         | 5,614,897           |
| Other Instruction                           | 297,318                    | 379,143             | 263,630           | 324,088           | 291,346             | 312,507             | 333,982             | 375,199             | 432,211           | 446,727             |
| School Sponsored Activities and Athletics   | 323,814                    | 445,029             | 474,035           | 546,800           | 532,513             | 566,947             | 615,826             | 685,247             | 693,870           | 702,227             |
| <b>Support Services:</b>                    |                            |                     |                   |                   |                     |                     |                     |                     |                   |                     |
| Student & Inst. Related Services            | 1,960,523                  | 1,963,459           | 2,242,814         | 2,420,824         | 2,429,882           | 2,343,957           | 2,659,516           | 3,459,619           | 3,232,483         | 3,630,192           |
| General Administration                      | 608,392                    | 627,671             | 653,051           | 858,432           | 879,590             | 1,155,139           | 764,140             | 663,149             | 711,076           | 703,285             |
| School Administrative Services              | 634,077                    | 775,512             | 711,610           | 1,076,150         | 1,076,469           | 1,093,249           | 1,068,589           | 1,125,096           | 1,186,964         | 1,322,242           |
| Plant Operations and Maintenance            | 1,221,466                  | 1,302,351           | 1,243,550         | 1,376,147         | 1,543,147           | 2,147,412           | 1,714,787           | 1,859,492           | 1,996,414         | 1,898,676           |
| Pupil Transportation                        | 651,298                    | 609,475             | 714,568           | 664,842           | 921,921             | 884,728             | 967,114             | 857,490             | 613,652           | 607,082             |
| Central Services                            | 444,420                    | 529,476             | 579,190           | 347,098           | 393,566             | 439,035             | 618,287             | 740,086             | 779,683           | 853,700             |
| Capital Outlay                              | 811,417                    | 344,571             | 1,081,186         | 659,209           | 112,274             | 972,490             | 1,412,820           | 1,270,226           | 867,945           | 1,835,997           |
| <b>Debt Service:</b>                        |                            |                     |                   |                   |                     |                     |                     |                     |                   |                     |
| Principal                                   | 480,000                    | 495,000             | 541,968           | 455,000           | 470,000             | 490,000             | 505,000             | 500,000             | 490,000           | 505,000             |
| Interest and Other Charges                  | 241,609                    | 225,906             | 209,178           | 191,667           | 129,315             | 141,250             | 128,775             | 111,200             | 91,400            | 71,500              |
| Bond Issuance Costs                         |                            |                     |                   |                   | 100,490             |                     |                     |                     |                   |                     |
| <b>Total Expenditures</b>                   | <b>20,920,241</b>          | <b>20,913,032</b>   | <b>22,572,712</b> | <b>22,073,595</b> | <b>22,188,984</b>   | <b>24,283,131</b>   | <b>25,667,760</b>   | <b>27,124,755</b>   | <b>27,626,928</b> | <b>30,200,119</b>   |
| <b>Excess (Deficiency) of Revenues</b>      |                            |                     |                   |                   |                     |                     |                     |                     |                   |                     |
| Over (Under) Expenditures                   | 957,169                    | 1,180,262           | 82,835            | 942,981           | 1,588,372           | (394,066)           | (854,226)           | (398,714)           | 246,672           | 25,929              |
| <b>Other Financing Sources (Uses)</b>       |                            |                     |                   |                   |                     |                     |                     |                     |                   |                     |
| Refunding Bonds Issued                      |                            |                     |                   |                   | 4,025,000           | -                   | -                   | -                   | -                 | -                   |
| Payments to Refunded Bond Escrow Agent      |                            |                     |                   |                   | (4,260,962)         | -                   | -                   | -                   | -                 | -                   |
| Premium on Issuance of Refunding            |                            |                     |                   |                   | 336,452             | -                   | -                   | -                   | -                 | -                   |
| Capital Lease Proceeds                      | 90,405                     |                     |                   |                   |                     |                     |                     |                     |                   | 1,696,366           |
| Transfers In                                | 434,380                    | 69,519              | 857,606           | 96,278            | -                   | 1,376,195           | 2,157,368           | 113,788             | 20,000            | 171,697             |
| Transfers Out                               | (434,380)                  | (69,519)            | (857,606)         | (96,278)          | -                   | (1,389,293)         | (2,157,368)         | (113,788)           | (20,000)          | (171,697)           |
| <b>Total Other Financing Sources (Uses)</b> | <b>90,405</b>              | <b>-</b>            | <b>-</b>          | <b>-</b>          | <b>100,490</b>      | <b>(13,098)</b>     | <b>-</b>            | <b>-</b>            | <b>-</b>          | <b>1,696,366</b>    |
| <b>Net Change in Fund Balances</b>          | <b>\$ 1,047,574</b>        | <b>\$ 1,180,262</b> | <b>\$ 82,835</b>  | <b>\$ 942,981</b> | <b>\$ 1,688,862</b> | <b>\$ (407,164)</b> | <b>\$ (854,226)</b> | <b>\$ (398,714)</b> | <b>\$ 246,672</b> | <b>\$ 1,722,295</b> |
| <b>Debt Service as a Percentage of</b>      |                            |                     |                   |                   |                     |                     |                     |                     |                   |                     |
| Noncapital Expenditures                     | 3.59%                      | 3.50%               | 3.50%             | 3.02%             | 3.17%               | 2.71%               | 2.61%               | 2.36%               | 2.17%             | 2.03%               |

**BOGOTA BOARD OF EDUCATION  
GENERAL FUND OTHER LOCAL REVENUE BY SOURCE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

| <u>Fiscal Year<br/>Ended<br/>June 30,</u> | <u>Tuition</u> | <u>Interest<br/>on<br/>Investments</u> | <u>Cancelled<br/>Payables</u> | <u>Miscellaneous</u> | <u>Total</u> |
|---|----------------|--|-------------------------------|----------------------|--------------|
| 2012                                      |                | \$ 7,971                               |                               | \$ 16,484            | \$ 24,455    |
| 2013                                      |                | 9,081                                  |                               | 5,863                | 14,944       |
| 2014                                      | \$ 36,271      | 11,294                                 |                               | 71,709               | 119,274      |
| 2015                                      | 43,191         | 10,357                                 |                               | 111,558              | 165,106      |
| 2016                                      | 140,080        | 19,730                                 | 74,472                        | 78,324               | 312,606      |
| 2017                                      | 35,648         | 21,525                                 |                               | 58,964               | 116,137      |
| 2018                                      | 79,483         | 91,343                                 | 16,850                        | 34,743               | 222,419      |
| 2019                                      | 65,857         | 115,490                                |                               | 195,129              | 376,476      |
| 2020                                      | 65,110         | 69,722                                 |                               | 39,634               | 174,466      |
| 2021                                      | 78,604         | 3,334                                  |                               | 18,788               | 100,726      |

**BOGOTA BOARD OF EDUCATION  
 ASSESSED VALUATION AND ACTUAL VALUATION OF TAXABLE PROPERTY  
 LAST TEN YEARS  
 (Unaudited)**

| Fiscal Year Ended June 30, | Vacant Land  | Residential    | Commercial    | Industrial    | Apartment     | Total Assessed Valuation | Public Utilities | Net Valuation Taxable | Estimated Actual (County Equalized) Valuation | Total Direct School Tax Rate <sup>a</sup> |
|----------------------------|--------------|----------------|---------------|---------------|---------------|--------------------------|------------------|-----------------------|---|---|
| 2012                       | \$ 4,174,300 | \$ 687,218,200 | \$ 68,483,700 | \$ 22,919,200 | \$ 43,456,200 | \$ 826,251,600           | \$ 1,266,437     | \$ 827,518,037        | \$ 811,078,125                                | \$ 1.668                                  |
| *** 2013                   | 2,972,900    | 527,461,700    | 56,975,200    | 17,102,700    | 38,959,800    | 643,472,300              |                  | 643,472,300           | 711,789,326                                   | 2.160                                     |
| 2014                       | 2,849,900    | 527,442,600    | 56,651,500    | 17,635,200    | 38,855,500    | 643,434,700              |                  | 643,434,700           | 724,748,577                                   | 2.252                                     |
| 2015                       | 2,849,900    | 527,992,200    | 56,711,800    | 17,265,100    | 38,496,800    | 643,315,800              |                  | 643,315,800           | 710,932,904                                   | 2.303                                     |
| 2016                       | 2,849,900    | 528,603,200    | 56,507,300    | 17,199,200    | 38,496,800    | 643,656,400              |                  | 643,656,400           | 718,635,164                                   | 2.302                                     |
| 2017                       | 2,719,200    | 528,837,500    | 56,079,300    | 17,199,200    | 37,623,200    | 642,458,400              |                  | 642,458,400           | 729,342,969                                   | 2.319                                     |
| 2018                       | 2,719,200    | 530,289,900    | 55,530,800    | 12,723,900    | 36,754,800    | 638,018,600              |                  | 638,018,600           | 732,984,571                                   | 2.405                                     |
| 2019                       | 2,719,200    | 531,148,100    | 56,780,800    | 12,723,900    | 36,562,700    | 639,934,700              |                  | 639,934,700           | 793,633,251                                   | 2.462                                     |
| 2020                       | 2,605,200    | 531,376,900    | 56,657,000    | 16,223,800    | 36,562,700    | 643,425,600              |                  | 643,425,600           | 820,488,342                                   | 2.472                                     |
| 2021                       | 2,576,400    | 532,585,400    | 56,742,000    | 16,224,000    | 35,957,700    | 644,085,500              |                  | 644,085,500           | 938,314,311                                   | 2.491                                     |

a Tax rates are per \$100

\*\*\*- Reassessment effective 2013  
 Source: County Abstract of Ratables

**BOGOTA BOARD OF EDUCATION  
PROPERTY TAX RATES  
PER \$100 OF ASSESSED VALUATION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

| <u>Calendar<br/>Year</u> | <u>Total</u> | <u>Local<br/>School<br/>District</u> | <u>Municipality (1)</u> | <u>County (2)</u> |
|--------------------------|--------------|--------------------------------------|-------------------------|-------------------|
| 2012                     | \$ 2.691     | \$ 1.668                             | \$ 0.808                | \$ 0.215          |
| 2013                     | 3.531        | 2.160                                | 1.119                   | 0.252 **          |
| 2014                     | 3.630        | 2.252                                | 1.122                   | 0.256             |
| 2015                     | 3.729        | 2.303                                | 1.161                   | 0.265             |
| 2016                     | 3.773        | 2.302                                | 1.196                   | 0.275             |
| 2017                     | 3.800        | 2.319                                | 1.196                   | 0.285             |
| 2018                     | 3.920        | 2.405                                | 1.234                   | 0.281             |
| 2019                     | 4.018        | 2.462                                | 1.254                   | 0.302             |
| 2020                     | 4.073        | 2.472                                | 1.280                   | 0.321             |
| 2021                     | 4.138        | 2.491                                | 1.280                   | 0.367             |

\*\*Reassessment Effective 2013

(1) Includes Municipal Library

(2) Includes County Open Space tax

Source: Tax Duplicate, Borough of Bogota

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

| Taxpayer                      | 2021                       |  | 2012                       |  |
|-------------------------------|----------------------------|--|----------------------------|--|
|                               | Taxable Assessed Valuation | % of Total District Net Assessed Valuation | Taxable Assessed Valuation | % of Total District Net Assessed Valuation |
| River Rock Equities           | 5,351,900                  | 0.83%                                      |                            |  |
| Bogota Estates, LLC           | 3,720,000                  | 0.58%                                      |                            |  |
| Rega Bogota LLC               | 3,396,300                  | 0.53%                                      |                            |  |
| Michael Court Apartments      | 3,200,000                  | 0.50%                                      |                            |  |
| BRC Property LLC              | 3,110,500                  | 0.48%                                      |                            |  |
| Bogota Royale Inv.            | 2,645,000                  | 0.41%                                      | \$ 2,944,000               | 0.36%                                      |
| Singh Real Estate De & Inv Co | 2,616,300                  | 0.41%                                      |                            |  |
| Bogota Estates, LLC           | 2,480,000                  | 0.39%                                      |                            |  |
| Evergreen Realty              | 2,400,000                  | 0.37%                                      | 3,200,000                  | 0.39%                                      |
| River Rock Equities           | 2,390,000                  | 0.37%                                      |                            |  |
| Bogota Golf                   |                            |  | 11,658,500                 | 1.41%                                      |
| Stirling Management Corp      |                            |  | 10,788,700                 | 1.30%                                      |
| Hess Oil                      |                            |  | 3,798,600                  | 0.46%                                      |
| P. Feiner                     |                            |  | 4,323,100                  | 0.52%                                      |
| Bogota Tennis                 |                            |  | 4,745,300                  | 0.57%                                      |
| Michael B                     |                            |  | 3,850,000                  | 0.47%                                      |
| Landmark Developers           |                            |  | 3,845,100                  | 0.46%                                      |
| BR Holding                    |                            |  | 2,921,800                  | 0.35%                                      |
|                               | <u>\$ 31,310,000</u>       | <u>4.86%</u>                               | <u>52,075,100</u>          | <u>6.29%</u>                               |

Source: Municipal Tax Assessor

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

| Fiscal<br>Year<br>Ended<br>June 30, | Taxes Levied<br>for the Fiscal<br>Year | Collected within the Fiscal Year<br>of the Levy |                       | Collections in<br>Subsequent<br>Years |
|-------------------------------------|--|---|-----------------------|---------------------------------------|
|                                     |  | Amount  | Percentage<br>of Levy |                                       |
| 2012                                | \$ 13,648,576                          | \$ 13,648,576                                   | 100.00%               |                                       |
| 2013                                | 13,908,164                             | 13,908,164                                      | 100.00%               |                                       |
| 2014                                | 14,301,706                             | 14,301,706                                      | 100.00%               |                                       |
| 2015                                | 14,672,508                             | 14,672,508                                      | 100.00%               |                                       |
| 2016                                | 14,824,911                             | 13,384,446                                      | 90.28%                | \$ 1,440,465                          |
| 2017                                | 14,811,628                             | 14,811,628                                      | 100.00%               |                                       |
| 2018                                | 15,097,761                             | 13,673,010                                      | 90.56%                | 1,424,751                             |
| 2019                                | 15,591,248                             | 15,591,248                                      | 100.00%               |                                       |
| 2020                                | 15,907,171                             | 15,907,171                                      | 100.00%               |                                       |
| 2021                                | 15,902,271                             | 15,902,271                                      | 100.00%               |                                       |

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

| Fiscal Year<br>Ended<br>June 30, | Governmental Activities        |                   | Total District | Estimated<br>Population | Per Capita | Percentage<br>of Personal<br>Income (1) |
|----------------------------------|--------------------------------|-------------------|----------------|-------------------------|------------|---|
|                                  | General<br>Obligation<br>Bonds | Capital<br>Leases |                |                         |            |   |
| 2012                             | \$ 6,135,000                   | \$ 62,066         | \$ 6,197,066   | 8,229                   | \$ 753     | 0.01%                                   |
| 2013                             | 5,640,000                      | 31,968            | 5,671,968      | 8,251                   | 687        | 0.01%                                   |
| 2014                             | 5,130,000                      |                   | 5,130,000      | 8,262                   | 621        | 0.01%                                   |
| 2015                             | 4,675,000                      |                   | 4,675,000      | 8,281                   | 565        | 0.01%                                   |
| 2016                             | 4,025,000                      |                   | 4,025,000      | 8,401                   | 479        | 0.01%                                   |
| 2017                             | 3,535,000                      |                   | 3,535,000      | 8,415                   | 420        | 0.00%                                   |
| 2018                             | 3,030,000                      |                   | 3,030,000      | 8,377                   | 362        | 0.00%                                   |
| 2019                             | 2,530,000                      |                   | 2,530,000      | 8,336                   | 304        | 0.00%                                   |
| 2020                             | 2,040,000                      |                   | 2,040,000      | 8,297                   | 246        | N/A                                     |
| 2021                             | 1,535,000                      | 1,696,366         | 3,231,366      | 8,297 *                 | 389        | N/A                                     |

\*Estimated

N/A - Not Available

(1) Total Personal Income for Bergen County is presented on Exhibit J-14 ("Demographic Statistics")



**BOGOTA BOARD OF EDUCATION**  
**RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**  
**(Unaudited)**

| Fiscal Year<br>Ended June 30, | General Bonded Debt Outstanding |            |   | Percentage of<br>Actual Taxable<br>Valuation of<br>Property | Per Capita |
|-------------------------------|---------------------------------|------------|---|---|------------|
|                               | General<br>Obligation<br>Bonds  | Deductions | Net General<br>Bonded Debt<br>Outstanding |   |            |
| 2012                          | \$ 6,135,000                    |            | \$ 6,135,000                              | 0.74%   | \$ 746     |
| 2013                          | 5,640,000                       |            | 5,640,000                                 | 0.88%   | 684        |
| 2014                          | 5,130,000                       |            | 5,130,000                                 | 0.80%   | 621        |
| 2015                          | 4,675,000                       |            | 4,675,000                                 | 0.73%   | 565        |
| 2016                          | 4,025,000                       |            | 4,025,000                                 | 0.63%   | 479        |
| 2017                          | 3,535,000                       | \$ 45,218  | 3,489,782                                 | 0.54%   | 415        |
| 2018                          | 3,030,000                       | 45,218     | 2,984,782                                 | 0.47%   | 356        |
| 2019                          | 2,530,000                       |            | 2,530,000                                 | 0.40%   | 304        |
| 2020                          | 2,040,000                       |            | 2,040,000                                 | 0.32%   | 246        |
| 2021                          | 1,535,000                       |            | 1,535,000                                 | 0.24%   | 185        |

**BOGOTA BOARD OF EDUCATION  
COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2020  
(UNAUDITED)**

|   | <u>Debt<br/>Outstanding</u> | <u>Estimated<br/>Percentage<br/>Applicable</u> | <u>Amount<br/>Applicable<br/>to Board</u> |
|---|-----------------------------|--|---|
| Municipal Debt: (1)                                     |                             |  |   |
| Bogota Board of Education                               | \$ 1,535,000                | 100.00%  | \$ 1,535,000                              |
| Borough of Bogota                                       | 15,248,492                  | 100.00%  | <u>15,248,492</u>                         |
|   |                             |  | 16,783,492                                |
| Overlapping Debt Apportioned to the Municipality:       |                             |  |   |
| Bergen County (2);(A):                                  |                             |  |   |
| County of Bergen (A)                                    |                             |  | 6,697,747                                 |
| Bergen County Utilities Authority - Water Pollution (B) |                             |  | <u>1,158,195</u>                          |
| Total Direct and Overlapping Debt                       |                             |  | <u>\$ 24,639,434</u>                      |

Sources:

- (1) Borough of Bogota 2020 Annual Debt Statement
- (2) Bergen County 2020 Annual Debt Statement
  
- (A) The debt for this entity was apportioned by dividing the Municipality's 2020 equalized value by the total 2020 equalized value for Bergen County.
  
- (B) Overlapping debt was computed based upon municipal flow to the Authority.

**BOGOTA BOARD OF EDUCATION  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

|   | 2012          | 2013          | 2014          | 2015          | 2016          | 2017          | 2018          | 2019          | 2020          | 2021          |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Debt limit  | \$ 34,090,368 | \$ 32,248,624 | \$ 30,484,239 | \$ 29,138,530 | \$ 28,405,140 | \$ 28,489,483 | \$ 28,852,972 | \$ 29,827,635 | \$ 30,961,681 | \$ 33,614,392 |
| Total Net Debt Applicable to Limit                                      | 6,135,000     | -             | 2,014         | 4,675,000     | 4,025,000     | 3,535,000     | 3,030,000     | 2,530,000     | 2,040,000     | 1,535,000     |
| Legal Debt Margin   | \$ 27,955,368 | \$ 32,248,624 | \$ 30,482,225 | \$ 24,463,530 | \$ 24,380,140 | \$ 24,954,483 | \$ 25,822,972 | \$ 27,297,635 | \$ 28,921,681 | \$ 32,079,392 |
| Total Net Debt Applicable to the Limit<br>as a Percentage of Debt Limit | 18.00%        | 0.00%         | 0.01%         | 16.04%        | 14.17%        | 12.41%        | 10.50%        | 8.48%         | 6.59%         | 4.57%         |

**Legal Debt Margin Calculation for Fiscal Year 2021**

|   |                         |
|---|-------------------------|
| Equalized Valuation Basis                       |                         |
| 2018  | \$ 783,710,355          |
| 2019  | 808,100,391             |
| 2020  | 929,268,631             |
|   | <u>\$ 2,521,079,377</u> |
| Average Equalized Valuation of Taxable Property | <u>\$ 840,359,792</u>   |
| Debt Limit (4 % of average equalization value)  | \$ 33,614,392           |
| Total Net Debt Applicable to Limit              | <u>1,535,000</u>        |
| Legal Debt Margin                               | <u>\$ 32,079,392</u>    |

Source: Department of Treasury, Division of Taxation

**BOGOTA BOARD OF EDUCATION  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(UNAUDITED)**

| <u>Year Ended<br/>December 31,</u> | <u>Population</u> | <u>County<br/>Per Capita<br/>Income</u> | <u>Unemployment<br/>Rate</u> | <u>Total Personal<br/>Income -<br/>County (A)</u> |
|------------------------------------|-------------------|---|------------------------------|---|
| 2012                               | 8,229             | \$ 72,164                               | 14.2%                        | 66,119,775  |
| 2013                               | 8,251             | 71,699                                  | 8.0%                         | 65,924,420  |
| 2014                               | 8,262             | 74,480                                  | 5.8%                         | 62,728,654  |
| 2015                               | 8,281             | 77,767                                  | 5.0%                         | 72,078,116  |
| 2016                               | 8,401             | 79,407                                  | 4.7%                         | 73,412,467  |
| 2017                               | 8,415             | 81,676                                  | 4.0%                         | 77,013,135  |
| 2018                               | 8,377             | 86,404                                  | 4.3%                         | 80,509,209  |
| 2019                               | 8,336             | 89,456                                  | 3.0%                         | 83,391,284  |
| 2020                               | 8,297             | N/A                                     | 11.3%                        | N/A   |
| 2021                               | 8,297             | * N/A                                   | 11.3%                        | * N/A   |

(A) In thousands of dollars

N/A - Not Available

\*Estimated

Source: New Jersey Department of Education  
New Jersey Department of Labor

**BOGOTA BOARD OF EDUCATION  
PRINCIPAL EMPLOYERS,  
CURRENT YEAR AND NINE YEARS AGO  
(Unaudited)**

| <u>Employer</u> | <u>2021</u>      |   | <u>2012</u>      |   |
|-----------------|------------------|---|------------------|---|
|                 | <u>Employees</u> | <u>Percentage of<br/>Total Municipal<br/>Employment</u> | <u>Employees</u> | <u>Percentage of<br/>Total Municipal<br/>Employment</u> |

INFORMATION NOT AVAILABLE

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

| <u>Function/Program</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> | <u>2021</u> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Instruction                            |             |             |             |             |             |             |             |             |             |             |
| Regular                                | 101         | 101         | 101         | 103         | 107         | 99          | 90          | 84          | 80          | 81          |
| Special Education                      | 15          | 15          | 15          | 15          | 16          | 18          | 18          | 18          | 19          | 19          |
| Other Special Education                | 3           | 3           | 6           | 6           | 7           | 11          | 18          | 18          | -           | -           |
| Support Services:                      |             |             |             |             |             |             |             |             |             |             |
| Student & Instruction Related Services | 15          | 15          | 15          | 16          | 22          | 18          | 15          | 14          | 15          | 15          |
| General Administration                 | 3           | 3           | 3           | 3           | 5           | 3           | 3           | 3           | 3           | 3           |
| School Administrative Services         | -           | -           | -           |             |             | 4           | 4           | 4           | 4           | 4           |
| Other Administrative Services          | 2           | 2           | 2           | 2           | 2           | 2           | 1           | 1           | 1           | 2           |
| Central Services                       | 3           | 3           | 3           | 3           | 4           | 4           | 5           | 5           | 7           | 7           |
| Plant Operations and Maintenance       | 1           | 1           | 3           | 13          | 13          | 15          | 16          | 16          | 15          | 15          |
| <b>Total</b>                           | <u>143</u>  | <u>143</u>  | <u>148</u>  | <u>161</u>  | <u>176</u>  | <u>174</u>  | <u>170</u>  | <u>163</u>  | <u>144</u>  | <u>146</u>  |

**Source:** Annual School Budget Statement

**BOGOTA BOARD OF EDUCATION  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
(Unaudited)**

| Fiscal Year | Enrollment <sup>a</sup> | Operating Expenditures <sup>b</sup> | Cost Per Pupil <sup>c</sup> | Percentage Change | Teaching Staff | Pupil/Teacher Ratio |                    | Average Daily Enrollment (ADE) | Average Daily Attendance (ADA) | % Change in Average Daily Enrollment | Student Attendance Percentage |
|-------------|-------------------------|-------------------------------------|-----------------------------|-------------------|----------------|---------------------|--------------------|--------------------------------|--------------------------------|--------------------------------------|-------------------------------|
|             |                         |                                     |                             |                   |                | Elementary          | Senior High School |                                |                                |                                      |                               |
| 2012        | 1,194                   | \$ 19,387,215                       | \$ 16,237                   | 0.62%             | 103            | 9:01                | 9:01               | 1163                           | 1141                           | -0.43%                               | 98.11%                        |
| 2013        | 1,171                   | 19,847,555                          | 16,949                      | 4.39%             | 108            | 9:01                | 9:01               | 1158                           | 1136                           | -0.43%                               | 98.10%                        |
| 2014        | 1,166                   | 20,740,380                          | 17,788                      | 4.95%             | 108            | 9:01                | 9:01               | 1106                           | 1043                           | -4.49%                               | 94.30%                        |
| 2015        | 1,130                   | 20,767,719                          | 18,379                      | 3.32%             | 104            | 9:01                | 9:01               | 1090                           | 1043                           | -1.45%                               | 95.69%                        |
| 2016        | 1,144                   | 21,376,905                          | 18,686                      | 1.67%             | 107            | 9:01                | 9:01               | 1143                           | 1069                           | 4.86%                                | 93.53%                        |
| 2017        | 1,118                   | 22,679,391                          | 20,286                      | 8.56%             | 107            | 9:01                | 9:01               | 1097                           | 1047                           | -4.02%                               | 95.44%                        |
| 2018        | 1,155                   | 23,621,165                          | 20,451                      | 0.82%             | 107            | 9:01                | 9:01               | 1116                           | 1065                           | 1.73%                                | 95.43%                        |
| 2019        | 1,109                   | 25,243,329                          | 22,762                      | 11.30%            | 108            | 9:01                | 9:01               | 1114                           | 1063                           | -0.18%                               | 95.42%                        |
| 2020        | 1,123                   | 26,177,583                          | 23,310                      | 2.41%             | 99             | 11:01               | 10:01              | 1136                           | 1103                           | 1.97%                                | 97.10%                        |
| 2021        | 1,170                   | 27,787,622                          | 23,750                      | 1.89%             | 100            | 11:01               | 10:01              | 1162                           | 1109                           | 2.29%                                | 95.44%                        |

Sources: District records

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

**BOGOTA BOARD OF EDUCATION  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
(Unaudited)**

|   | <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> | <u>2021</u> |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <b><u>District Building</u></b>           |             |             |             |             |             |             |             |             |             |             |
| <b><u>E. Roy Bixby</u></b>                |             |             |             |             |             |             |             |             |             |             |
| Square Feet                               | 31,458      | 31,458      | 31,458      | 31,458      | 40,475      | 40,475      | 40,475      | 40,475      | 40,475      | 40,475      |
| Capacity (students)                       | 292         | 292         | 292         | 292         | 292         | 292         | 292         | 292         | 292         | 292         |
| Enrollment                                | 294         | 294         | 294         | 308         | 294         | 280         | 284         | 290         | 297         | 309         |
| <b><u>Lillian M Steen</u></b>             |             |             |             |             |             |             |             |             |             |             |
| Square Feet                               | 47,456      | 47,456      | 47,456      | 47,456      | 47,456      | 47,456      | 47,456      | 47,456      | 47,456      | 47,456      |
| Capacity (students)                       | 296         | 296         | 296         | 296         | 296         | 296         | 296         | 296         | 296         | 296         |
| Enrollment                                | 302         | 302         | 302         | 294         | 308         | 302         | 305         | 301         | 308         | 329         |
| <b><u>Jr./Sr. High School</u></b>         |             |             |             |             |             |             |             |             |             |             |
| Square Feet                               | 86,104      | 86,104      | 86,104      | 86,104      | 86,104      | 86,104      | 86,104      | 86,104      | 86,104      | 86,104      |
| Capacity (students)                       | 575         | 575         | 575         | 575         | 575         | 575         | 575         | 575         | 575         | 575         |
| Enrollment                                | 554         | 554         | 554         | 493         | 503         | 515         | 527         | 524         | 518         | 532         |
| <b><u>Other</u></b>                       |             |             |             |             |             |             |             |             |             |             |
| <b><u>Board of Education Offices</u></b>  |             |             |             |             |             |             |             |             |             |             |
| Square Feet                               | 1,500       | 1,500       | 1,500       | 1,500       | 1,500       | 1,500       | 1,500       | 1,500       | 1,500       | 1,500       |
| <b><u>Feigel Field House</u></b>          |             |             |             |             |             |             |             |             |             |             |
| Square Feet                               | 7,640       | 7,640       | 7,640       | 7,640       | 7,640       | 7,640       | 7,640       | 7,640       | 7,640       | 7,640       |
| <b>Number of Schools at June 30, 2020</b> |             |             |             |             |             |             |             |             |             |             |
| Elementary =                              | 2           | 2           | 2           | 2           | 2           | 2           | 2           | 2           | 2           | 2           |
| Junior/Senior High School =               | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |

Source: Long Range Facilities Plan 2007-2016



**BOGOTA BOARD OF EDUCATION  
GENERAL FUND  
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
(Unaudited)**

|                         | <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>       | <u>2021</u>       |
|-------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|---------------------|-------------------|-------------------|-------------------|-------------------|
| School Facilities       |                   |                   |                   |                   |                   |                     |                   |                   |                   |                   |
| Bixby Elementary School | \$ 66,979         | \$ 73,287         | \$ 57,440         | \$ 88,388         | \$ 106,601        | \$ 233,465          | \$ 122,274        | \$ 132,884        | \$ 142,827        | \$ 134,777        |
| Steen Elementary School | 85,247            | 85,927            | 67,371            | 103,663           | 125,140           | 273,732             | 143,364           | 155,995           | 167,666           | 158,216           |
| Bogota High School      | <u>152,227</u>    | <u>155,906</u>    | <u>122,242</u>    | <u>188,111</u>    | <u>231,742</u>    | <u>496,659</u>      | <u>260,119</u>    | <u>288,879</u>    | <u>310,493</u>    | <u>292,994</u>    |
| Grand Total             | <u>\$ 304,453</u> | <u>\$ 315,120</u> | <u>\$ 247,053</u> | <u>\$ 380,162</u> | <u>\$ 463,483</u> | <u>\$ 1,003,856</u> | <u>\$ 525,757</u> | <u>\$ 577,758</u> | <u>\$ 620,986</u> | <u>\$ 585,987</u> |

Source: School District's Financial Statements

**BOGOTA BOARD OF EDUCATION**  
**SCHEDULE OF INSURANCE**  
**JUNE 30, 2021**  
**(Unaudited)**

|  | <u>Coverage</u> | <u>Deductible</u> |
|--|-----------------|-------------------|
| Commercial Property Coverage - NJSIG                   |                 |                   |
| Property - Blanket Building & Contents                 | \$ 60,717,475   | \$ 5,000          |
| Electronic Data Processing                             | 500,000         | 1,000             |
| Equipment Breakdown                                    | 100,000,000     |                   |
| <br>   |                 |                   |
| General Liability - NJSIG                              |                 |                   |
| General Aggregate                                      | 31,000,000      |                   |
| <br>   |                 |                   |
| Public Official Bonds - Selective                      |                 |                   |
| School Business Administrator                          | 430,000         | 1,000             |
| Treasurer  | 430,000         | 1,000             |
| <br>   |                 |                   |
| Boiler and Machinery - NJSIG                           |                 |                   |
| Direct Damage  | 100,000,000     | 1,000             |
| <br>   |                 |                   |
| Commercial Automobile - NJSIG                          |                 |                   |
| Liability  | 31,000,000      | 1,000             |
| <br>   |                 |                   |
| School Board Legal Liability - NJSIG                   | 31,000,000      | 15,000            |
| <br>   |                 |                   |
| Excess/Umbrella Liability - NJSIG                      |                 |                   |
| Firemen's Fund   | 25,000,000      |                   |
| <br>   |                 |                   |
| Workers Compensation - NJSIG                           |                 |                   |
| Employer Liability - Each Accident/Each Employee/Limit | 3,000,000       |                   |
| <br>   |                 |                   |
| Student/Athletic Accident - United States              | 5,000,000       | 10,000            |
| <br>   |                 |                   |
| Flood Policy - Voyager                                 | 829,028         | 1,500             |
| <br>   |                 |                   |
| Polution Policy - Lloyds                               | 1,000,000       |                   |
| <br>   |                 |                   |
| Cyber Liability - NJSIG                                | 2,000,000       |                   |

Source: School District's records

**SINGLE AUDIT SECTION**



# LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-1

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

ELIZABETH A. SHICK, CPA, RMA, PSA  
ROBERT W. HAAG, CPA, PSA  
RALPH M. PICONE, III, CPA, RMA, PSA  
DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA

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

**INDEPENDENT AUDITOR'S REPORT**

Honorable President and Members  
of the Board of Trustees  
Bogota Board of Education  
One Henry C. Luthin Place  
Bogota, 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 Bogota Board of Education as of and for the fiscal year ended June 30, 2021 and the related Notes to the Basic Financial Statements, which collectively comprise the Bogota Board of Education's basic financial statements and have issued our report thereon dated February 3, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Bogota Board of Education's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Bogota Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Bogota Board of Education's internal control.

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

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

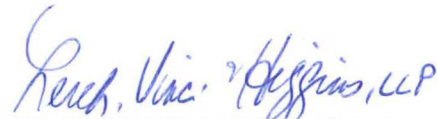
### **Compliance and Other Matters**

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

However, we noted certain matters that are not required to be reported under Government Auditing Standards that we reported to management of the Bogota Board of Education in a separate report entitled, "Auditor's Management Report on Administrative Findings – Financial, Compliance and Performed" dated February 3, 2022.

### **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 Bogota Board of Education's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Bogota Board of Education's 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 J. Vinci  
Public School Accountant  
PSA Number CS00829

Fair Lawn, New Jersey  
February 3, 2022



# LERCH, VINCI & HIGGINS, LLP

CERTIFIED PUBLIC ACCOUNTANTS  
REGISTERED MUNICIPAL ACCOUNTANTS

EXHIBIT K-2

DIETER P. LERCH, CPA, RMA, PSA  
GARY J. VINCI, CPA, RMA, PSA  
GARY W. HIGGINS, CPA, RMA, PSA  
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  
DEBRA GOLLE, CPA  
MARK SACO, CPA  
ROBERT LERCH, CPA  
CHRISTOPHER M. VINCI, CPA, PSA  
CHRISTINA CUIFFO, CPA

**REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL AND STATE PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT  
ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE  
U.S. UNIFORM GUIDANCE AND 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  
Bogota Board of Education  
One Henry C. Luthin Place  
Bogota, New Jersey

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

We have audited the Bogota Board of Education's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement and the New Jersey OMB Circular 15-08 State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the Bogota Board of Education's major federal and state programs for the fiscal year ended June 30, 2021. The Bogota Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

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

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

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

In our opinion, the Bogota Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2021.

### **Report on Internal Control Over Compliance**

Management of the Bogota Board of Education is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Bogota Board of Education's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the U.S. Uniform Guidance and 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 Bogota Board of Education's internal control over compliance.

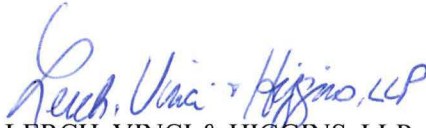
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

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 U.S. Uniform Guidance and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of Expenditures of Federal Awards Required by the U.S. Uniform Guidance and Schedule of Expenditures of State Financial Assistance Required by New Jersey OMB Circular 15-08**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Bogota Board of Education, as of and for the fiscal year ended June 30, 2021, and the related Notes to the Basic Financial Statements, which collectively comprise the Board of Education's basic financial statements. We have issued our report thereon dated February 3, 2022, 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 federal awards as required by the U.S. Uniform Guidance and schedule of expenditures of state financial assistance as required by New Jersey OMB Circular 15-08 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and schedule of expenditures of state financial assistance are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

  
Gary J. Vinci  
Public School Accountant  
PSA Number CS00829

Fair Lawn, New Jersey  
February 3, 2022



**BOGOTA BOARD OF EDUCATION  
SCHEDULE OF EXPENDITURE OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

| Federal/Grantor/Pass-Through Grantor/<br>Program Title                                     | Federal<br>CFDA<br>Number | FAIN<br>Number | Grant<br>Period  | Award<br>Amount | Balance July 1, 2020     |                     |                   |                            |                                 | Balance June 30, 2021 |                           |                          |                     |                   | MEMO<br>GAAP<br>Receivable |
|--|---------------------------|----------------|------------------|-----------------|--------------------------|---------------------|-------------------|----------------------------|---------------------------------|-----------------------|---------------------------|--------------------------|---------------------|-------------------|----------------------------|
|  |                           |                |                  |                 | (Accounts<br>Receivable) | Unearned<br>Revenue | Due to<br>Grantor | A/R<br>Carryover<br>Amount | Def. Rev<br>Carryover<br>Amount | Cash<br>Received      | Budgetary<br>Expenditures | (Accounts<br>Receivable) | Unearned<br>Revenue | Due to<br>Grantor |                            |
| <b>U.S. Department of Education</b>  |                           |                |                  |                 |                          |                     |                   |                            |                                 |                       |                           |                          |                     |                   |                            |
| SEMI Medicaid Assistance Program (MAC)   | 93.778                    | 2105NJ5MAP     | 7/1/20-6/30/21   | \$ 67,212       |                          |                     |                   |                            |                                 | \$ 67,211             | \$ 67,211                 |                          |                     |                   | *                          |
| SEMI Medicaid Assistance Program (MAC - Admin.)  | 93.778                    | 2105NJ5MAP     | 7/1/20-6/30/21   | 12,759          |                          |                     |                   |                            |                                 | 12,759                | 12,759                    |                          |                     |                   | *                          |
| SEMI CARES   | 93.778                    | 2105NJ5MAP     | 7/1/20-6/30/21   | 5,424           | -                        | -                   | -                 | -                          | -                               | 5,424                 | 5,424                     | -                        | -                   | -                 | *                          |
| Total U.S. Department of Education - General Fund  |                           |                |                  |                 | -                        | -                   | -                 | -                          | -                               | 85,394                | 85,394                    | -                        | -                   | -                 | *                          |
| <b>U.S. Department of Agriculture<br/>Passed-Through State Department<br/>of Education</b> |                           |                |                  |                 |                          |                     |                   |                            |                                 |                       |                           |                          |                     |                   |                            |
| Food Distribution Program- Non Cash Assistance   | 10.555                    | 211NJ304N1099  | 7/1/20-6/30/21   | 24,616          |                          |                     |                   |                            |                                 | 24,616                | 24,616                    |                          |                     |                   | *                          |
| National School Breakfast Program  | 10.553                    | 201NJ304N1099  | 7/1/19-6/30/20   | 30,178          | \$ (2,728)               |                     |                   |                            |                                 | 2,728                 |                           |                          |                     |                   | *                          |
| National School Breakfast Program  | 10.553                    | 211NJ304N1099  | 7/1/20-6/30/21   | 120,876         |                          |                     |                   |                            |                                 | 106,426               | 120,876                   | \$ (14,450)              |                     |                   | \$ (14,450)                |
| National School Lunch Program  | 10.555                    | 201NJ304N1099  | 7/1/19-6/30/20   | 160,188         | (4,340)                  |                     |                   |                            |                                 | 4,340                 |                           |                          |                     |                   | *                          |
| National School Lunch Program  | 10.555                    | 211NJ304N1099  | 7/1/20-6/30/21   | 192,546         | -                        | -                   | -                 | -                          | -                               | 129,391               | 192,546                   | (63,155)                 | -                   | -                 | (63,155)                   |
| Total Child Nutrition Cluster/U.S. Department of Agriculture                               |                           |                |                  |                 | (7,068)                  | -                   | -                 | -                          | -                               | 267,501               | 338,038                   | (77,605)                 | -                   | -                 | (77,605)                   |
| <b>U.S. Department of Education<br/>Passed-Through State Department<br/>of Education</b>   |                           |                |                  |                 |                          |                     |                   |                            |                                 |                       |                           |                          |                     |                   |                            |
| Title III  | 84.365                    | S365A200030    | 7/1/20-9/30/21   | 10,155          |                          |                     |                   |                            |                                 | 8,614                 | 8,614                     |                          |                     |                   | *                          |
| Title III Immigrant  | 84.365                    | S365A180030    | 7/1/20-9/30/21   | 3,504           | -                        | -                   | -                 | -                          | -                               | 3,504                 | 3,504                     | -                        | -                   | -                 | *                          |
| Total Title III Cluster  |                           |                |                  |                 | -                        | -                   | -                 | -                          | -                               | 12,118                | 12,118                    | -                        | -                   | -                 | *                          |
| I.D.E.A. Part B,   | 84.027                    | H027A190100    | 7/1/19-9/30/20   | 310,950         | (25,721)                 | \$ 18,634           |                   | \$ (18,634)                | \$ 18,634                       | 7,087                 |                           |                          |                     |                   | *                          |
| I.D.E.A. Part B  | 84.027                    | H027A200100    | 7/1/20-9/30/21   | 332,788         |                          |                     |                   | 18,634                     | (18,634)                        | 332,788               | 332,788                   | 18,634                   | \$ (18,634)         |                   | *                          |
| I.D.E.A. Preschool   | 84.173                    | H173A200114    | 7/1/20-9/30/21   | 8,676           | -                        | -                   | -                 | -                          | -                               | 8,676                 | 8,676                     | -                        | -                   | -                 | *                          |
| Total IDEA Cluster   |                           |                |                  |                 | (25,721)                 | 18,634              | -                 | -                          | -                               | 348,551               | 341,464                   | 18,634                   | (18,634)            | -                 | *                          |
| Title I  | 84.010                    | S010A200030    | 7/1/20-9/30/21   | 331,104         | -                        | -                   | -                 | -                          | -                               | 331,104               | 331,104                   | -                        | -                   | -                 | *                          |
| Total Title I Cluster  |                           |                |                  |                 | -                        | -                   | -                 | -                          | -                               | 331,104               | 331,104                   | -                        | -                   | -                 | *                          |
| Title II Part A  | 84.367A                   | S367A200029    | 7/1/20-9/30/21   | 16,797          |                          |                     |                   | 1,183                      | (1,183)                         | 13,398                | 14,227                    | (4,582)                  | 3,753               |                   | (829)                      |
| Title II Part A  | 84.367A                   | S367A190029    | 7/1/19-9/30/20   | 7,938           | (4,183)                  | 1,183               | -                 | (1,183)                    | 1,183                           | 3,000                 | -                         | -                        | -                   | -                 | *                          |
| Total Title II Cluster   |                           |                |                  |                 | (4,183)                  | 1,183               | -                 | -                          | -                               | 16,398                | 14,227                    | (4,582)                  | 3,753               | -                 | (829)                      |
| Title IV Part A  | 84.424                    | S424A190031    | 7/1/19-9/30/20   | 13,500          | (10,887)                 | 8,540               |                   | (8,540)                    | 8,540                           | 2,347                 | -                         |                          |                     |                   | *                          |
| Title IV Part A  | 84.424                    | S424A200031    | 7/1/20-9/30/21   | 6,195           | -                        | -                   | -                 | 8,540                      | (8,540)                         | 935                   | 6,595                     | (13,800)                 | 8,140               | -                 | (5,660)                    |
| Total Title IV Cluster   |                           |                |                  |                 | (10,887)                 | 8,540               | -                 | -                          | -                               | 3,282                 | 6,595                     | (13,800)                 | 8,140               | -                 | (5,660)                    |
| CARES Act - ESSER I  | 84.425D                   | S425D200027    | 3/13/20-9/30/22  | 236,647         | (236,647)                | 236,647             |                   |                            |                                 | 249,575               | 249,575                   |                          |                     |                   | *                          |
| CARES - ESSER II   | 84.425D                   | S425D200027    | 3/13/20-9/30/23  | 970,064         |                          |                     |                   |                            |                                 |                       |                           | (970,064)                | 970,064             |                   | *                          |
| Learning Acceleration  | 84.425D                   | S425D200027    | 3/13/20-9/30/23  | 62,254          |                          |                     |                   |                            |                                 |                       | 6,370                     | (62,254)                 | 55,884              |                   | (6,370)                    |
| Mental Health  | 84.425D                   | S425D200027    | 3/13/20-9/30/23  | 45,000          |                          |                     |                   |                            |                                 |                       |                           | (45,000)                 | 45,000              |                   | *                          |
| Digital Divide   | 84.425D                   | S425D200027    | 7/16/20-10/31/20 | 156,313         | -                        | -                   | -                 | -                          | -                               | 156,313               | 156,313                   | -                        | -                   | -                 | *                          |
| Total CARES/ESSER Cluster  |                           |                |                  |                 | (236,647)                | 236,647             | -                 | -                          | -                               | 405,888               | 412,258                   | (1,077,318)              | 1,070,948           | -                 | (6,370)                    |
| CARES Emergency Relief (Passed Through Bergen County)                                      | 21.019                    | N/A            | 3/1/20-12/31/20  | 70,994          |                          |                     |                   |                            |                                 | 70,994                | 70,994                    |                          |                     |                   | *                          |
| Coronavirus Relief Fund  | 21.019                    | N/A            | 3/1/20-12/31/20  | 92,547          | -                        | -                   | -                 | -                          | -                               | 92,547                | 92,547                    | -                        | -                   | -                 | *                          |
| Total Coronavirus Relief Cluster   |                           |                |                  |                 | -                        | -                   | -                 | -                          | -                               | 163,541               | 163,541                   | -                        | -                   | -                 | *                          |
| COPS School Violence Prevention (SVPP)   | 16.710                    | N/A            | 9/1/20-8/31/23   | 277,655         | -                        | -                   | -                 | -                          | -                               | 81,190                | 277,655                   | (196,465)                | -                   | -                 | (196,465)                  |
| Total U.S. Department of Education - Special Revenue Fund                                  |                           |                |                  |                 | (277,438)                | 265,004             | -                 | -                          | -                               | 1,362,072             | 1,558,962                 | (1,273,531)              | 1,064,207           | -                 | (209,324)                  |
| <b>Total</b>   |                           |                |                  |                 | \$ (284,506)             | \$ 265,004          | \$ -              | \$ -                       | \$ -                            | \$ 1,714,967          | \$ 1,982,394              | \$ (1,351,136)           | \$ 1,064,207        | \$ -              | \$ (286,929)               |

See Accompanying Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance

**BOGOTA BOARD OF EDUCATION  
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

| State Grantor/Program Title  | Grant or State Project Number | Grant Period   | Award Amount | Balance, July 1, 2020 |                   |                  |                       | Carryover Amount     | Cash Received        | Budgetary Expenditures | Transfer from General Fund | Repayment of Prior Years' Balances | Balance June 30, 2021 |                  |                    | MEMO                    |                  |                   |
|--|-------------------------------|----------------|--------------|-----------------------|-------------------|------------------|-----------------------|----------------------|----------------------|------------------------|----------------------------|------------------------------------|-----------------------|------------------|--------------------|-------------------------|------------------|-------------------|
|  |                               |                |              | (Accounts Receivable) | Unearned Revenue  | Due to Grantor   | (Accounts Receivable) |                      |                      |                        |                            |                                    | Unearned Revenue      | Due to Grantor   | GAAP Receivable    | Cumulative Expenditures |                  |                   |
| <b>State Department of Education</b>   |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>General Fund</b>  |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| Equalization Aid   | 21-495-034-5120-078           | 7/1/20-6/30/21 | \$ 5,603,398 |                       |                   |                  |                       | \$ 5,107,175         | \$ 5,603,398         |                        |                            |                                    |                       |                  |                    |                         | \$ 5,603,398     |                   |
| Equalization Aid   | 20-495-034-5120-078           | 7/1/19-6/30/20 | 5,353,466    | \$ (482,125)          |                   |                  |                       | 482,125              |                      |                        |                            |                                    | \$ (496,223)          |                  |                    |                         |                  |                   |
| Special Education Aid  | 21-495-034-5120-089           | 7/1/20-6/30/21 | 764,979      |                       |                   |                  |                       | 697,235              | 764,979              |                        |                            |                                    | (67,744)              |                  |                    |                         | 764,979          |                   |
| Special Education Aid  | 20-495-034-5120-089           | 7/1/19-6/30/20 | 764,979      | (68,893)              |                   |                  |                       | 68,893               |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| Security Aid   | 21-495-034-5120-084           | 7/1/20-6/30/21 | 328,102      |                       |                   |                  |                       | 299,046              | 328,102              |                        |                            |                                    | (29,056)              |                  |                    |                         | 328,102          |                   |
| Security Aid   | 20-495-034-5120-084           | 7/1/19-6/30/20 | 328,102      | (29,548)              |                   |                  |                       | 29,548               |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>Total State Aid - Public Cluster</b>  |                               |                |              | <b>(580,566)</b>      | <b>-</b>          | <b>-</b>         | <b>-</b>              | <b>6,684,022</b>     | <b>6,696,479</b>     | <b>-</b>               | <b>-</b>                   | <b>-</b>                           | <b>(593,023)</b>      | <b>-</b>         | <b>-</b>           | <b>-</b>                | <b>6,696,479</b> |                   |
| Extraordinary Aid  | 21-495-034-5120-044           | 7/1/20-6/30/21 | 394,117      |                       |                   |                  |                       |                      | 394,117              |                        |                            |                                    | (394,117)             |                  |                    |                         | 394,117          |                   |
| Extraordinary Aid  | 20-495-034-5120-044           | 7/1/19-6/30/20 | 292,296      | (292,296)             |                   |                  |                       | 292,296              |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| Transportation Aid   | 21-495-034-5120-014           | 7/1/20-6/30/21 | 203,338      |                       |                   |                  |                       | 185,331              | 203,338              |                        |                            |                                    | (18,007)              |                  |                    |                         | 203,338          |                   |
| Transportation Aid   | 20-495-034-5120-014           | 7/1/19-6/30/20 | 203,338      | (18,312)              |                   |                  |                       | 18,312               |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>On-Behalf TPAF Payments</b>   |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| Normal Costs   | 21-495-034-5094-002           | 7/1/20-6/30/21 | 2,347,513    |                       |                   |                  |                       | 2,347,513            | 2,347,513            |                        |                            |                                    |                       |                  |                    |                         | 2,347,513        |                   |
| NCGI Premium   | 21-495-034-5094-004           | 7/1/20-6/30/21 | 44,665       |                       |                   |                  |                       | 44,665               | 44,665               |                        |                            |                                    |                       |                  |                    |                         | 44,665           |                   |
| Long-Term Disability Insurance Contributions                                   | 21-495-034-5094-004           | 7/1/20-6/30/21 | 1,740        |                       |                   |                  |                       | 1,740                | 1,740                |                        |                            |                                    |                       |                  |                    |                         | 1,740            |                   |
| Post Retirement Medical Contribution   | 21-495-034-5094-001           | 7/1/20-6/30/21 | 749,671      |                       |                   |                  |                       | 749,671              | 749,671              |                        |                            |                                    |                       |                  |                    |                         | 749,671          |                   |
| Social Security Aid-Non-Budget   | 21-495-034-5094-003           | 7/1/20-6/30/21 | 683,779      |                       |                   |                  |                       | 650,396              | 683,779              |                        |                            |                                    | (33,383)              |                  |                    | \$ (33,383)             | 683,779          |                   |
| Social Security Aid-Non-Budget   | 20-495-034-5094-003           | 7/1/19-6/30/20 | 658,488      | (32,282)              |                   |                  |                       | 32,282               |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>Total General Fund</b>  |                               |                |              | <b>(923,456)</b>      | <b>-</b>          | <b>-</b>         | <b>-</b>              | <b>11,006,228</b>    | <b>11,121,302</b>    | <b>-</b>               | <b>-</b>                   | <b>-</b>                           | <b>(1,038,530)</b>    | <b>-</b>         | <b>-</b>           | <b>-</b>                | <b>(33,383)</b>  | <b>11,121,302</b> |
| <b>Special Revenue Fund</b>  |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| Preschool Education Aid  | 21-495-034-5120-086           | 7/1/20-6/30/21 | 1,507,878    |                       |                   |                  | \$ 246,974            | 1,357,090            | 1,600,916            | 79,656                 |                            |                                    | (150,788)             | \$ 233,592       |                    |                         | 1,600,916        |                   |
| Preschool Education Aid  | 20-495-034-5120-086           | 7/1/19-6/30/20 | 1,054,752    | (105,475)             | 246,974           |                  | (246,974)             | 105,475              |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>New Jersey Nonpublic Aid:</b>   |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>Auxiliary Services:</b>   |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| Compensatory Education   | 20-100-034-5120-067           | 7/1/19-6/30/20 | 59,866       | (6,293)               | \$ 2,109          |                  |                       | 6,293                |                      |                        | \$ 2,109                   |                                    |                       |                  |                    |                         |                  |                   |
| English as a Second Language   | 20-100-034-5120-067           | 7/1/19-6/30/20 | 3,806        | (464)                 | 2,979             |                  |                       | 464                  |                      |                        | 2,979                      |                                    |                       |                  |                    |                         |                  |                   |
| Transportation   | 21-100-034-5120-067           | 7/1/20-6/30/21 | 17,894       |                       |                   |                  |                       | 17,894               |                      |                        |                            |                                    |                       | \$ 17,894        |                    |                         |                  |                   |
| Transportation   | 20-100-034-5120-067           | 7/1/19-6/30/20 | 16,137       | (1,613)               |                   |                  |                       | 1,613                |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>Total Nonpublic Auxiliary Services Aid (Chapter 192) Cluster</b>            |                               |                |              | <b>(8,370)</b>        | <b>-</b>          | <b>5,088</b>     | <b>-</b>              | <b>26,264</b>        | <b>-</b>             | <b>-</b>               | <b>5,088</b>               | <b>-</b>                           | <b>-</b>              | <b>17,894</b>    | <b>-</b>           | <b>-</b>                | <b>-</b>         | <b>-</b>          |
| <b>Handicapped Services:</b>   |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| Examination & Classification   | 20-100-034-5120-066           | 7/1/19-6/30/20 | 19,700       | (4,312)               | 5,571             |                  |                       | 4,312                |                      |                        | 5,571                      |                                    |                       |                  |                    |                         |                  |                   |
| Supplemental Instruction   | 20-100-034-5120-066           | 7/1/19-6/30/20 | 19,428       | (1,941)               | 4,614             |                  |                       | 1,941                |                      |                        | 4,614                      |                                    |                       |                  |                    |                         |                  |                   |
| Corrective Speech  | 21-100-034-5120-066           | 7/1/20-6/30/21 | 2,734        |                       |                   |                  |                       | 2,734                |                      |                        |                            |                                    |                       |                  |                    | 2,734                   |                  |                   |
| Corrective Speech  | 20-100-034-5120-066           | 7/1/19-6/30/20 | 33,175       | (3,665)               | 10,208            |                  |                       | 3,665                |                      |                        | 10,208                     |                                    |                       |                  |                    |                         |                  |                   |
| <b>Total Nonpublic Handicapped Aid (Chapter 193) Cluster</b>                   |                               |                |              | <b>(9,918)</b>        | <b>-</b>          | <b>20,393</b>    | <b>-</b>              | <b>12,652</b>        | <b>-</b>             | <b>-</b>               | <b>20,393</b>              | <b>-</b>                           | <b>-</b>              | <b>2,734</b>     | <b>-</b>           | <b>-</b>                | <b>-</b>         | <b>-</b>          |
| Textbook Aid   | 21-100-034-5120-064           | 7/1/20-6/30/21 | 9,897        |                       |                   |                  |                       | 9,897                |                      |                        | 9,897                      |                                    |                       |                  |                    |                         |                  |                   |
| Technology Aid   | 20-100-034-5120-373           | 7/1/19-6/30/20 | 6,696        |                       | \$ 3,492          |                  |                       |                      |                      |                        | 3,492                      |                                    |                       |                  |                    |                         |                  |                   |
| Security Aid   | 20-100-034-5120-509           | 7/1/19-6/30/20 | 27,900       |                       | 2                 |                  |                       |                      |                      |                        | 2                          |                                    |                       |                  |                    |                         |                  |                   |
| <b>Total Special Revenue Fund</b>  |                               |                |              | <b>(123,763)</b>      | <b>246,974</b>    | <b>28,975</b>    | <b>-</b>              | <b>1,511,378</b>     | <b>1,600,916</b>     | <b>79,656</b>          | <b>38,872</b>              | <b>(150,788)</b>                   | <b>233,592</b>        | <b>20,628</b>    | <b>-</b>           | <b>-</b>                | <b>1,600,916</b> |                   |
| <b>State Department of Agriculture</b>   |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>Enterprise Fund</b>   |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| State School Lunch Program   | 21-100-010-3350-023           | 7/1/20-6/30/21 | \$ 10,633    |                       |                   |                  |                       | \$ 8,207             | \$ 10,633            |                        |                            |                                    | \$ (2,426)            |                  |                    | \$ (2,426)              | \$ 10,633        |                   |
| State School Lunch Program   | 20-100-010-3350-023           | 7/1/19-6/30/20 | 4,892        | (1,322)               |                   |                  |                       | 1,322                |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| <b>Total Food Service Fund</b>   |                               |                |              | <b>(1,322)</b>        | <b>-</b>          | <b>-</b>         | <b>-</b>              | <b>9,529</b>         | <b>10,633</b>        | <b>-</b>               | <b>-</b>                   | <b>-</b>                           | <b>(2,426)</b>        | <b>-</b>         | <b>-</b>           | <b>-</b>                | <b>(2,426)</b>   | <b>10,633</b>     |
| <b>Total State Financial Assistance Subject to Single Audit Determination</b>  |                               |                |              | <b>(1,048,541)</b>    | <b>\$ 246,974</b> | <b>\$ 28,975</b> | <b>-</b>              | <b>\$ 12,527,155</b> | <b>\$ 12,732,851</b> | <b>\$ 79,656</b>       | <b>\$ 38,872</b>           | <b>(1,191,744)</b>                 | <b>\$ 233,592</b>     | <b>\$ 20,628</b> | <b>-</b>           | <b>-</b>                | <b>(35,809)</b>  | <b>12,732,851</b> |
| <b>Less On-Behalf TPAF Pension and Annuity Aid</b>                             |                               |                |              |                       |                   |                  |                       |                      |                      |                        |                            |                                    |                       |                  |                    |                         |                  |                   |
| Normal Costs   |                               |                |              |                       |                   |                  |                       | (2,347,513)          | (2,347,513)          |                        |                            |                                    |                       |                  |                    |                         | (2,347,513)      |                   |
| NCGI Premium   |                               |                |              |                       |                   |                  |                       | (44,665)             | (44,665)             |                        |                            |                                    |                       |                  |                    |                         | (44,665)         |                   |
| Long-Term Disability Insurance Contributions                                   |                               |                |              |                       |                   |                  |                       | (1,740)              | (1,740)              |                        |                            |                                    |                       |                  |                    |                         | (1,740)          |                   |
| Post Retirement Medical Contribution   |                               |                |              |                       |                   |                  |                       | (749,671)            | (749,671)            |                        |                            |                                    |                       |                  |                    |                         | (749,671)        |                   |
| <b>Total State Financial Assistance Subject to Major Program Determination</b> |                               |                |              | <b>\$ (1,048,541)</b> | <b>\$ 246,974</b> | <b>\$ 28,975</b> | <b>\$ -</b>           | <b>\$ 9,383,546</b>  | <b>\$ 9,589,262</b>  | <b>\$ 79,656</b>       | <b>\$ 38,872</b>           | <b>(1,191,744)</b>                 | <b>\$ 233,592</b>     | <b>\$ 20,628</b> | <b>\$ (35,809)</b> | <b>\$ 9,589,262</b>     |                  |                   |

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 1 GENERAL**

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

**NOTE 2 BASIS OF ACCOUNTING**

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

**NOTE 3 RELATIONSHIP TO FINANCIAL STATEMENTS**

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is a decrease of \$113,973 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               | \$ 85,394           | \$ 11,007,329        | \$ 11,092,723        |
| Special Revenue Fund       | 1,558,962           | 1,521,260            | 3,080,222            |
| Food Service Fund          | <u>338,038</u>      | <u>10,633</u>        | <u>348,671</u>       |
| Total Financial Assistance | <u>\$ 1,982,394</u> | <u>\$ 12,539,222</u> | <u>\$ 14,521,616</u> |

**BOGOTA BOARD OF EDUCATION  
NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**NOTE 4 RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS**

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

**NOTE 5 OTHER INFORMATION**

Revenues and expenditures reported under the Food Distribution Program as non-cash assistance represent current year value received and current year distributions, respectively. TPAF Social Security contributions in the amount of \$683,779 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, 2021. The amount reported as TPAF Pension System Contributions in the amount of \$2,392,178, TPAF Post-Retirement Medical Benefits Contributions in the amount of \$749,671 and TPAF Long-Term Disability Insurance in the amount of \$1,740 represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2021.

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

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

**NOTE 7 DE MINIMIS INDIRECT COST RATE**

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

**BOGOTA BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

*Part I – Summary of Auditor’s Results*

**Financial Statement Section**

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

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

2) Significant deficiencies identified?                    yes       X       none reported

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

**Federal Awards Section**

Internal Control over major programs:

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

2) Significant deficiencies identified?                    yes       X       none reported

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

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?                    yes       X       no

Identification of major programs:

| <u>CFDA Number(s)</u>     | <u>FAIN Number(s)</u>     | <u>Name of Federal Program or Cluster</u> |
|---------------------------|---------------------------|---|
| <u>84.425</u>             | <u>S425D200027</u>        | <u>CARES/ESSER</u>                        |
| <u>                  </u> | <u>                  </u> | <u>                  </u>                 |
| <u>                  </u> | <u>                  </u> | <u>                  </u>                 |
| <u>                  </u> | <u>                  </u> | <u>                  </u>                 |

Dollar threshold used to distinguish between determine Type A and Type B Programs \$750,000

Auditee qualified as low-risk auditee?       X       yes                    no

BOGOTA BOARD OF EDUCATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Part I - Summary of Auditor's Results

State Awards Section

Dollar threshold used to distinguish between Type A and Type B programs: \$750,000
Auditee qualified as low-risk auditee? X yes no
Internal control over major programs:
1) Material weaknesses identified? yes X none reported
2) Significant deficiencies that are not considered to be material weaknesses? yes X no
Type of auditor's report issued on compliance for major programs Unmodified
Any audit findings disclosed that are required to be reported in accordance with N.J. Circular Letter 15-08? yes X no
Identification of major state programs:

Table with 2 columns: GMIS Number(s) and Name of State Program or Cluster. Rows include: 21-495-034-5120-078 Equalization Aid, 21-495-034-5120-089 Special Education Aid, 21-495-034-5120-084 Security Aid, 21-495-034-5120-014 Transportation Aid, 21-495-034-5094-003 TPAF Fica Reimbursement.

**BOGOTA BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

*Part 2 – Schedule of Financial Statement Findings*

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

There are none.

**BOGOTA BOARD OF EDUCATION  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

*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**

There are none.

**CURRENT YEAR STATE AWARDS**

There are none.



**BOGOTA BOARD OF EDUCATION  
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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 U.S. Uniform Guidance and New Jersey OMB's Circular 15-08.

**STATUS OF PRIOR YEAR FINDINGS**

There were none.