

BORDENTOWN REGIONAL SCHOOL DISTRICT

Bordentown Township, New Jersey
County of Burlington

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
OF THE
BORDENTOWN REGIONAL SCHOOL DISTRICT

BORDENTOWN TOWNSHIP, NEW JERSEY
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Prepared by

Bordentown Regional School District
Business Administrator's Office

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INTRODUCTORY SECTION

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Eileen Francisco-Cabus
President

Salvatore Schiano
Vice President

Bordentown Regional School District

318 WARD AVENUE
BORDENTOWN, NJ 08505

Edward Forsthoffer, III, Ed.D.
Superintendent

Chifonda Henry, SBA
Business Administrator

Business Office (609) 298-0025 Extension 1204	FAX (609) 298-2515	Superintendent's Office (609) 298-0025 Extension 1211
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Internet Web Site: www.bordentown.k12.nj.us

Honorable President and Members of the Board of Education
Bordentown Regional School District
Bordentown, NJ 08505

Dear Board Members and Citizens of the Regional District:

The Comprehensive Annual Financial Report of the Bordentown Regional School District ("District") 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 of Education (the Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three major sections; Introductory, Financial, and Statistical. The Introductory section includes this transmittal letter, the District's organizational chart, and a list of principal officials. The Financial section includes, under Governmental Accounting Standard Board Statement No. 34 as amended, the Report of Independent Accountants, the Management's Discussion and Analysis, the Basic Financial Statements, and the combining and individual fund statements. Required Supplementary Information includes Budgetary Comparison Schedules, Special Revenue Fund Schedules, as well as Capital Projects, Enterprise, Fiduciary Fund and Long-Term Debt schedules. The Statistical section includes selected financial; demographic; and operational information.

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

The financial statements include:

1. A Management Discussion and Analysis (MD&A) section providing an analysis of the District's overall financial position and results of operations.
2. Financial statements prepared using full accrual accounting for all of the District's activities, including infrastructure.
3. A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements and notes to financial statements.

1. REPORTING ENTITY AND ITS SERVICES: The Bordentown Regional School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by NCGA Statement No. 3. The District provides a full range of educational services appropriate to regular and special education students in grade levels K through 12. The Bordentown Regional Board of Education and its schools constitute the District's reporting entity. The District's on-roll enrollment as of October 15, 2020 was 2,342, inclusive of some high school students received from the New Hanover Public Schools on a tuition basis.

This Comprehensive Annual Financial Report for the year ended June 30, 2021 is presented in GASB 34 format. The Bordentown Regional Board of Education and all its schools constitute the District's reporting entity. The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. Food Service and Community District Alliance functions are classified as business-type activities. All funds of the district are included in this report.

2. MAJOR ACTIVITIES AND INITIATIVES:

The District continued its focus on preparing students to face the evolving learning environments and expectations before them. This included providing staffing and other resources to meet the needs of diverse student learners in basic skills, special education, English language acquisition, and gifted education. Included therein was continuation of full day kindergarten and preschool programs; before and after school as well as extended school year programs for students "at risk"; support for staff professional development. In addition, we maintained all academic and extra-curricular programs and activities without requiring participation contributions.

The District also maintained a full complement of diverse operational and service resources in support of its educational objectives, including a comprehensive level of transportation services; state-of-the art technology resources; comprehensive facility management systems; Federally/State compliant food service operations; as well as services to its communities in the form of before/after school care services and summer recreation programs.

Pandemic Impact: As was the case with other New Jersey school districts, Bordentown was impacted by COVID-19, whose effects became most fully realized state-wide during the winter of 2020. Impacts on the district included switching from in-district to remote learning for all students, as mandated by government officials, and developing enhanced protocols and resources to address protective safety and instructional needs for all students and staff. Due above stated timing of the COVID-19 in New Jersey, the its overall financial impact was not severe for this school year, but it did require the district to reprioritize spending in unanticipated ways and will modify expected future priorities.

3. INTERNAL ACCOUNTING CONTROLS: Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable, but no 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 require estimates and judgments by management.

As a recipient of federal and state financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. As part of the District's single audit described earlier, auditors conducted tested 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.

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year end are either cancelled or are included as re-appropriations of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance at June 30, 2021.

5. ACCOUNTING SYSTEMS AND REPORTS: The District's accounting records reflect Generally Accepted Accounting Principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds. These funds are explained in "Notes to the Financial Statements", Note 1.
6. CASH MANAGEMENT: The investment policy of the District is guided in substantial part by New Jersey State statute(s) as detailed in "Notes to the Financial Statements", Note 2. 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 in 1970 to protect Governmental units from a loss of funds on deposit with a failed banking institution in New Jersey by requiring such units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the Act.
7. 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.

8. OTHER INFORMATION: Independent Audit – State statutes require an annual audit by independent certified public accountants. The accounting firm of Holt McNally & Associates., Certified Public Accountants, was appointed by the Board of Education. In addition to meeting the requirements set forth in the State statutes, the audit was also designed to meet the requirements of Title 2 U.S. Code of Federal regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit requirements for Federal Awards*, and New Jersey OMB’s Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor’s report on the basic financial statements and combining statements and related major fund supporting statements and schedules is included in the financial section of this report. The auditor’s reports related specifically to the single audit are included in the Single Audit section of this report.
9. ACKNOWLEDGMENTS: We would like to express our appreciation to the Board members of the Bordentown Regional School District for their fiscal stewardship on behalf of the citizens and taxpayers of the school district and as well as to our District’s financial and other staff for their support and dedicated services without whom we would not be able to serve the students entrusted to us by our constituent communities.

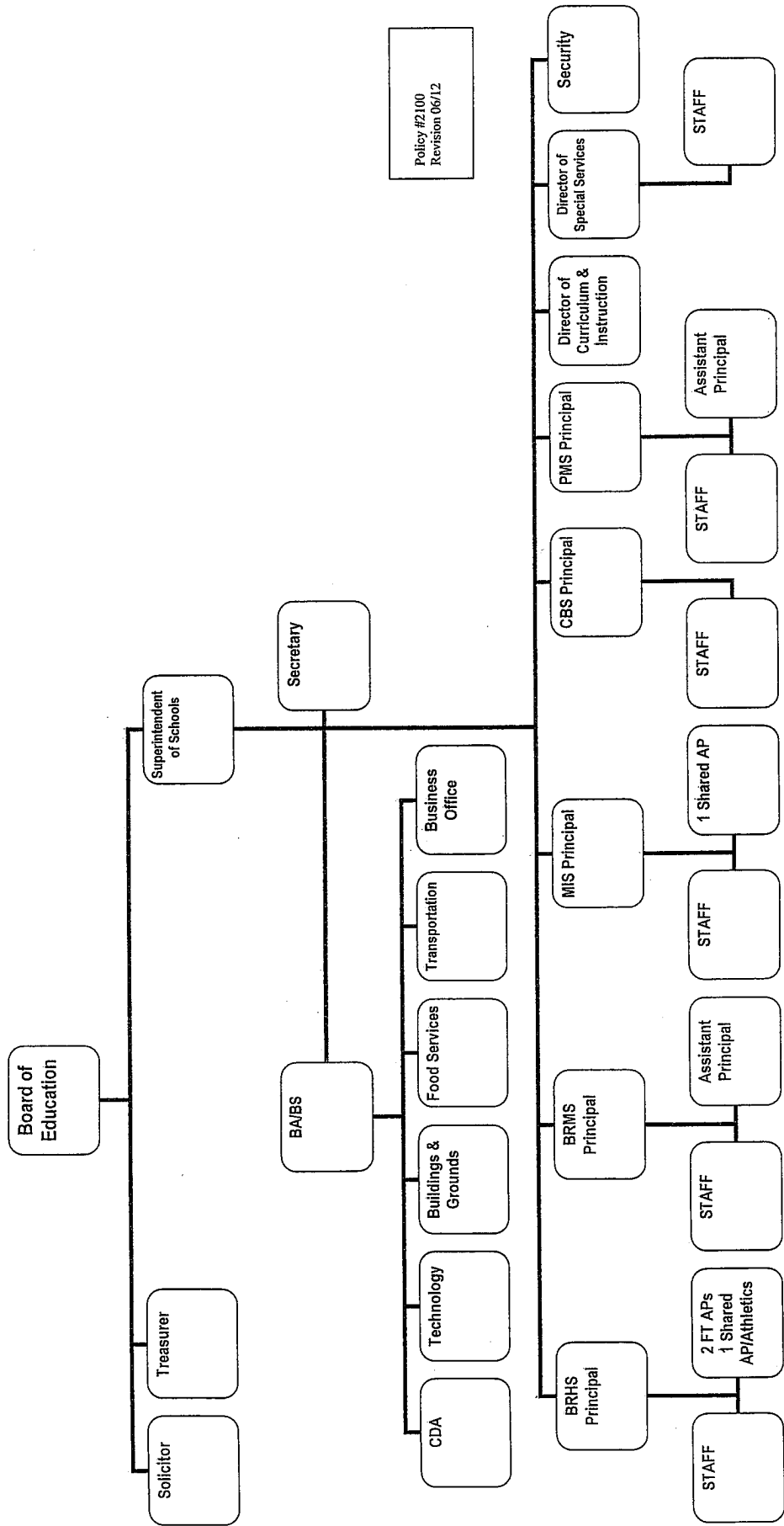
Respectfully submitted,



Dr. Edward Forsthoffer, III
Superintendent of Schools



Chifonda Henry, SBA
School Business Administrator/Board Secretary



Policy #2100
Revision 06/12

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BORDENTOWN REGIONAL SCHOOL DISTRICT

**318 WARD AVENUE
BORDENTOWN, NEW JERSEY 08505**

ROSTER OF OFFICIALS

June 30, 2021

MEMBERS OF THE BOARD OF EDUCATION

TERM EXPIRES

Eileen Francisco-Cabus, President

12/31/2023

Mike James, Vice President

12/31/2021

Richard Carpenter

12/31/2021

Howard Barman

12/31/2022

Joseph Dean

12/31/2023

Katherine Clark

12/31/2021

Janet Nielsen

12/31/2023

Stephen Heberling

12/31/2022

Erika Worthy

12/31/2022

OTHER OFFICIALS

Dr. Edward Fortshoffer, III, Superintendent

Chifonda Henry, Business Administrator/Board Secretary

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BORDENTOWN REGIONAL SCHOOL DISTRICT

CONSULTANTS AND ADVISORS

Audit Firm

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

Attorney

Capehart Scatchard
8000 Midlantic Drive, Suite 3004
P.O. Box 5016
Mount Laurel, New Jersey 08054

OFFICIAL DEPOSITORY

PNC Bank
Bordentown, New Jersey 08505

TD Bank
1006 Astoria Boulevard
Cherry Hill, New Jersey 08034

Wells Fargo Bank
284 Dunns Mill Road
Bordentown, New Jersey 08505

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FINANCIAL SECTION

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Certified Public Accountants & Advisors

INDEPENDENT AUDITOR'S REPORT

Honorable President and Members
of the Board of Education
Bordentown Regional School District
County of Burlington
Bordentown, 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 Bordentown Regional School District, County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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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 Bordentown Regional School District, County of Burlington, State of New Jersey, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principle

As discussed in Note 1 to the financial statements, during the fiscal year ended June 30, 2021 the District adopted Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

Prior Period Restatement

Due to the implementation of GASB Statement No. 84, fund balance as of June 30, 2020 on the statement of activities and the statement of revenues, expenditures, and changes in fund balances has been restated, as discussed in Note 19 to 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, and the schedules related to accounting and reporting for pensions and other post-employment benefits, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Bordentown Regional School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Division of Administration and Finance, Department of Education, State of New Jersey, and are not a required part of the basic financial

statements. The accompanying schedules of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

The accompanying combining statements and related major fund supporting statements and schedules, and the schedules of expenditures of federal awards and state financial assistance are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting 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 accompanying combining statements and related major fund supporting statements and schedules and schedules of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2022 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

Respectfully Submitted,
HOLT MCNALLY & ASSOCIATES, INC.

David T. McNally
Certified Public Accountant
Public School Accountant, No. 20CS00261600

Medford, New Jersey
February 11, 2022

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REQUIRED SUPPLEMENTARY INFORMATION - PART I

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MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the Bordentown Regional School District's annual financial report presents a discussion and analysis of the District's financial performance during the fiscal year that ended on June 30, 2021. Please read it in conjunction with the Transmittal Letter at the beginning of this report and with the District's financial statements and accompanying notes, which immediately follow this section.

FINANCIAL HIGHLIGHTS:

Per Exhibit B-2, District revenues for the major governmental funds were \$54,945,047, with corresponding expenditures of \$50,942,522, which, after adjusting for other financing sources and (uses), generated a net excess/(deficiency) of revenues over/(under) expenditures of \$3,972,049. Last year's reported net excess/(deficiency) of revenues over/(under) expenditures was \$1,447,046. The increase of \$2,525,003 reflects a \$2,211,181 (5.6%) revenue growth, coupled with a corresponding \$329,891 (0.7%) increase in expenditures.

The significant contributors to the revenue growth were increases of \$600,588 in combined general purpose and debt service tax levies and \$1,666,650 from State Sources. The net increase in expenditures reflected various offsetting increases and decreases in operational costs, notably a combined \$244,779 increase in maintenance costs; and a \$865,943 increase in on-behalf payments that essentially offset a like increase in revenues from State Sources.

The reported State and Federal aid funding principally represented annual State aid based on enrollment and other factors, as well as other grant funds. The Individuals with Disabilities Education Act ("IDEA") and Every Student Succeeds Act ("ESSA") grants represented the two significant ongoing Federal funding resources for the District. IDEA helped to offset tuition costs for special education students requiring placement at outside settings best able to meet their needs, while ESSA helped to support Basic Skills Education, staff development, class size reduction, and English as a Second Language ("ESL") programs. Federal aid also included \$85,602 of reimbursements for services to Medicaid eligible special education students from State mandated participation in the Special Education Medicaid Initiative (SEMI) program.

The District has two bond series outstanding, consisting of the ("2016 Refunding Bonds") and the ("2010 School Bonds").

("2016 Refunding Bonds"): In July 2002, the District issued \$37,447,000 in bonds ("2002 School Bonds") to finance the building of a new high school and renovations to its other existing schools. These bonds were subsequently refinanced in 2006 ("2006 School Refunding Bonds"), and once again in 2016 ("2016 Refunding Bonds"). We anticipate saving approximately \$4,417,482 in cumulative debt service repayments (at approximately \$260,000 per year) on these 2016 School Refunding Bonds over their expected 17-year term to maturity at time of the refunding versus the prior required repayments under the predecessor 2006 School Refunding bonds.

("2010 School Bonds"): In March 2010 the District issued bonds, aggregating \$8,499,000, to fund completion of various renovations and improvements at the high school complex. Namely, installation of athletic fields and a photovoltaic (solar energy) system on the high school roof.

The capital improvement projects underlying these bond issues are completed. Currently, we use unexpected bond proceeds to offset annual bond repayments. Similarly, revenues from the sale of excess energy produced by the solar system, in the form of Solar Renewal Energy Certificates ("SREC's"), are used to partially offset ongoing operating costs.

New Accounting Standard(s)

As referenced under Note 1 to the financial statements, (“Summary of Significant Accounting Policies”), these financial statements reflect initial implementation of certain accounting pronouncements promulgated by the Governmental Accounting Standards Board, the body charged with developing generally accepted accounting principles for state and local governments. These new pronouncements, which collectively did not have a significant impact on the District’s financial results, were as follows:

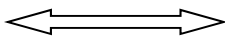
- GASB Statement No. 83, *Certain Asset Retirement Obligations*.
- GASB Statement No. 84, *Fiduciary Activities*
- GASB Statement No. 88, *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Payments*

See Note 1 for additional information on the above statements and on five other statements that will become effective in future fiscal years.

OVERVIEW OF THE FINANCIAL STATEMENTS

The charts below illustrate the relationships of the District’s various reports.

ORGANIZATION OF THE DISTRICT'S ANNUAL FINANCIAL REPORT

<i>Management's Discussion And Analysis</i>	Basic Financial Statements	Required Supplementary Information
District–Wide Financial Statements	Fund Financial Statements	<i>Notes to the Financial Statements</i>
Summary		Detail

This annual report consists of three parts – management's discussion and analysis (this section), the basic financial statements, and required supplementary 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 and report on the District's operations in more detail than the district–wide statements. For example, the District has two Enterprise Funds – Food Service and Community District Alliance (“CDA”). These funds are broken out in detail in the fund financial statements but are combined into the overall District financial statements. The fund financial statements also show the changes in the Capital Projects fund, which is significant in our district.
- The Governmental Funds statements reports how basic services like regular and special education and overall operating expenses were financed for the school year, as well as an analysis of fund balance remaining for future spending or tax relief.
- Proprietary funds statements offer short and long–term financial information about the activities the district operates in a business-like manner, namely our Food Service and Community and District Alliance mentioned above.
- 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. In the Bordentown Regional School District, these include funds held for Unemployment Insurance, Scholarships, Student Activities, and Payroll Agency.
- The financial statements also include notes that further explain some of the information in the statements and provide more detailed data. The financial statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District's budget for the year.

- DISTRICT–WIDE STATEMENTS

MAJOR FEATURES OF DISTRICT–WIDE AND FUND FINANCIAL STATEMENTS

	District–Wide 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 special revenue and building maintenance	Activities the district operates like private businesses – Food Service and CDA	Instances in which the district administers resources on behalf of someone else such as scholarship programs and student activities monies.
Required financial statements	<ul style="list-style-type: none"> • Statement of Net Position • Statement of activities 	<ul style="list-style-type: none"> • Balance sheet • Statement of revenues, expenditures, and changes in fund balances 	<ul style="list-style-type: none"> • Statement of net position • Statement of revenues, expenses, and changes in fund net position • Statement of cash flows 	<ul style="list-style-type: none"> • Statement of fiduciary net position • Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus.	Accrual accounting and economic resources focus	Accrual Accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short–term and long term.	Generally, assets expected to be used up 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.
Type of inflow/outflow information.	All revenues and expenses during the 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 revenues and expenses during the year, regardless of when cash is received or paid.

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

The district–wide statements report the District's net position and how they have changed. Net position – the difference between the District's assets and liabilities – are one way to measure the District's financial

health or position. Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating. However, to more fully assess the overall financial health of the District; a reader should also consider other non-financial factors, such as changes in the District's property tax base; debt levels; and the condition of school buildings and other facilities.

In the district-wide financial statements, activities are divided into two categories:

- Governmental activities – Most of the district's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and state aid finance most of these activities, with property taxes being the largest percentage of the revenue base.
- Business-type activities (“Enterprise Funds”) – This encompasses the District's food service and the Community District Alliance operations.

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 programs. The District's funds are those recognized in Generally Accepted Accounting Practices (GAAP) and are prescribed by law.

The District has three 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 be readily 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 you determine whether there are more or fewer financial resources that can be spent soon to finance the District's programs. Because this information does not encompass the additional long-term focus of the district-wide statements, additional information is provided with the governmental funds statements to explain the relationship (or differences) between them.
- Proprietary funds – Services for which the District charges a fee are reported in proprietary funds. In Bordentown's case, these include the enterprise fund previously mentioned.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

TABLE A-1 shows the comparison of the District's net position (Total Assets less Total Liabilities).

TABLE A-1
Bordentown Regional Net Position
(in 000 of dollars)

	Governmental Type Activities		Business Type Activities		School District Totals		% Change
	2020	2021	2020	2021	2020	2021	2020-2021
Current and other assets	7,553	12,295	681	825	8,234	13,120	59.3%
Capital Assets – Net	42,869	41,432	95	88	42,964	41,520	-3.4%
Deferred Outflows	3,398	2,807	-	-	3,398	2,807	-17.4%
Total Assets and Deferred Outflows	53,820	56,534	776	913	54,596	57,447	5.2%
Long-term debt outstanding	43,401	39,488	-	-	43,401	39,488	-9.0%
Other liabilities	1,248	1,625	119	300	1,367	1,925	40.8%
Deferred Inflows	4,498	4,950			4,498	4,950	10.0%
Total liabilities	49,147	46,063	119	300	49,266	46,363	-5.9%
NET POSITION							
Net Investment in Capital Assets	14,524	15,383	95	88	14,619	15,471	5.8%
Restricted	5,970	8,389			5,970	8,389	40.5%
Unrestricted	(15,821)	(13,301)	562	525	(15,259)	(12,776)	-16.3%
Total net position	4,673	10,471	657	613	5,330	11,084	108.0%

Source: Exhibit A-1

As summarized above, the District's net position at June 30, 2021 improved by \$5,765,966 over June 30, 2020, primarily reflecting operations.

TABLE A–2 shows the comparative changes in net position for both revenues and expenses, as well as total dollar and percentage changes.

TABLE A–2
Changes in Bordentown's Net Position
(in 000 of dollars)

	Governmental Activities		Business-Type Activities		School District Totals		% Change
	2020	2021	2020	2021	2020	2021	2020-2021
REVENUES:							
Program revenues:							
Charges for services	-	-	1,018	320	1,018	320	-68.57%
Federal, State and Local Cat. Grants			379	1,015	379	1,015	167.81%
General revenues:					-	-	
Property taxes	33,228	33,828			33,228	33,828	1.81%
Federal or State Aid	19,362	21,027			19,362	21,027	8.60%
Tuition	822	740			822	740	-9.98%
Other	625	1,225			625	1,225	96.00%
Total Revenues	54,037	56,820	1,397	1,335	55,434	58,155	4.91%
EXPENSES							
Instruction Related	16,713	16,549			16,713	16,549	-0.98%
Tuition	1,146	1,237			1,146	1,237	7.94%
Student & Inst. Related Svcs	6,498	6,216			6,498	6,216	-4.34%
Administrative Services	3,082	3,029			3,082	3,029	-1.72%
Maintenance	3,819	4,051			3,819	4,051	6.07%
Transportation	2,286	1,423			2,286	1,423	-37.75%
Transfer to Charter Schools	30	30	-	-	30	30	100.00%
Benefits	14,900	16,046			14,900	16,046	7.69%
Other	2,933	2,877	1,498	1,380	4,431	4,257	-3.93%
Total expenses	51,407	51,458	1,498	1,380	52,905	52,838	-0.13%
Incr (decr) in net position	2,630	5,362	(101)	(45)	2,529	5,317	

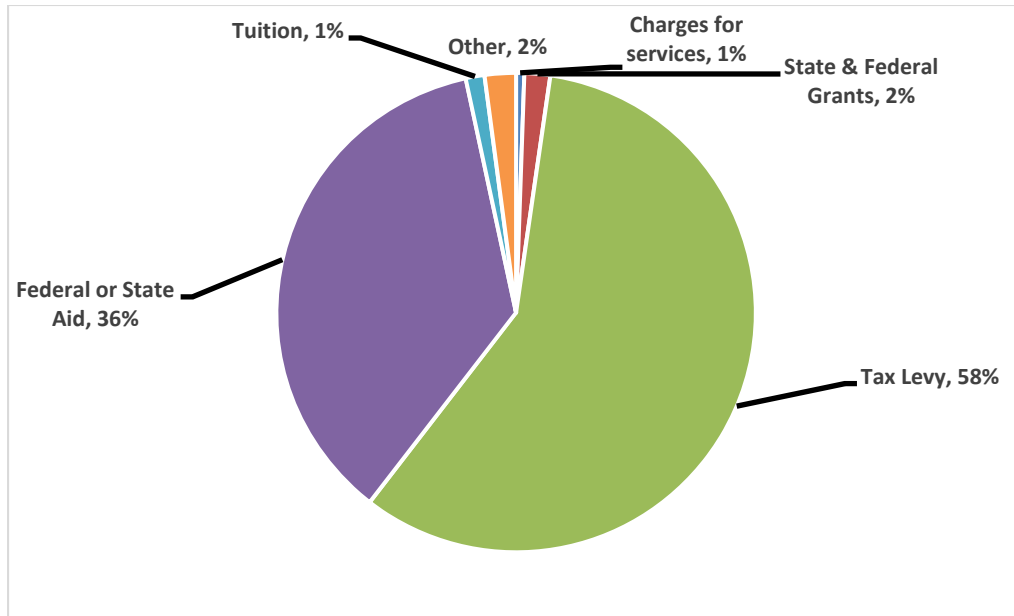
Sources: Exhibits A-2 and B-5 Note: Totals may not add due to rounding

Changes in net position – Governmental Activities: The net position improved by \$5,362,145, from \$5,108,497 to \$10,470,642. Property taxes, at approximately 71% and Federal/State aid, including on-behalf payments, at approximately 22% represented the largest revenue sources. At over half a million, tuition revenue, (primarily from a send-received arrangement with New Hanover to educate its high school students), provided an important alternative revenue resource. The decrease in expenditure is primarily from lower benefits, primarily in the District’s allocable share of the State’s pension and other benefit obligations.

Changes in net position -- Business–Type Activities: The District's business activities are its food service operations that provide breakfast and lunch to students and the Community District Alliance (C.D.A.) which operates before–and–after–school care and summer programs, as well as manages an adult education grant program and operations of the high school’s performance arts center. On a combined basis, these activities reported an increase in net position primarily from improved cost efficiencies in food services.

Charts A–1 and A-2, illustrates total revenues and expenses, respectively, for Fiscal Year 2020 based on information from Table A-2. The distributions of revenue and costs shown are consistent with prior years.

2020-21 SCHOOL DISTRICT TOTAL REVENUES



2020-21 SCHOOL DISTRICT TOTAL EXPENSES

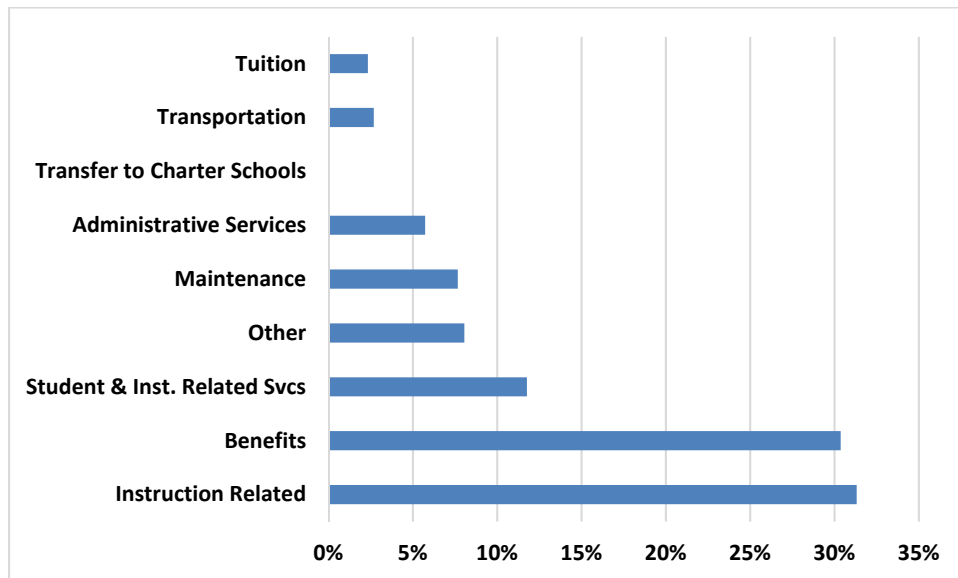


Table A-3 provides a comparative summary of the cost of all governmental activities (net of program revenues) for the school year.

TABLE A-3
Net Cost of Governmental Activities
(in 000 of dollars)

	Total Cost of Services		% Change	Net Cost of Services		% Change
	2020	2021	2020-2021	2020	2021	2020-2021
Instruction Related	16,713	16,549	-0.98%	15,882	15,457	-2.68%
Tuition	1,146	1,237	7.94%	1,089	1,173	7.71%
Stud.& Instr. Rel. Svs	6,498	6,216	-4.34%	6,243	5,889	-5.67%
Administrative Services	3,082	3,029	-1.72%	3,081	3,037	-1.43%
Maintenance	3,819	4,051	6.07%	3,819	4,064	6.42%
Transportation	2,286	1,423	-37.75%	2,287	2,015	-11.89%
Transfer to Charter Schools	30	30	0.00%	30	30	0.00%
Benefits	14,900	16,046	7.69%	6,726	6,418	-4.58%
Other	2,933	2,877	-1.91%	2,933	2,873	-2.05%
Total	51,407	51,458		42,090	40,956	

Sources: Exhibit A-2 Note: Totals may not add due to rounding

As shown in the table above, while total cost of services showed a decline, as explained for Table A-2, net cost of services showed an increase primarily in instructional related costs, with other costs offsetting.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS—BUDGETARY BASIS

As shown in Exhibit C-1, the combined fund balance of the General Fund was \$12,197,742 at June 30, 2021. Of that amount, (a) \$1,726,858 was reserved as encumbrances to be applied in 2022 for purchase orders outstanding at year end; (b) a combined \$850,000 was designated to support the 2021-22 budget; (c) \$4,161,388 was retained in Capital Reserves for use on future capital improvement projects, as applicable, (d) \$2,758,613 was set aside in Maintenance Reserves to help meet more immediate facility maintenance needs, as and if needed; (e) \$103,178 was set aside for future tuition adjustments; (f) \$449,468 was set aside in an Emergency Reserve to finance unanticipated general fund expenditures; (g) \$37,091 was set aside in an Unemployment Reserve; (h) \$267,141 was designated as excess surplus and \$9,765 was designated as excess surplus – designated for subsequent year’s expenditures due to activity in the prior year; (i) leaving a balance of \$933,288, net of the \$900,952 adjustment for the last two State Aid Payments Not Recognized on a GAAP basis, as undesignated for any other unexpected contingencies.

GENERAL FUND BUDGETARY HIGHLIGHTS

After adjusting for “on-behalf payments”¹, the net actual result shown in Exhibit C-1 for 2020-21 was \$6,896,989 favorable to budget. This primarily driven by a net favorable expenditure variance (expenses less than budgeted) of \$6,074,305, with net revenues contributing a favorable net variance of \$822,684.

¹ On-behalf payments represent reimbursements from New Jersey State for pension, FICA, and related benefit costs incurred by the District; the District records both the reimbursements and the offsetting costs in its financial statements.

Major contributors to the overall favorable expense variance included savings of: (a) net \$1,273,290 in various regular instructional program costs; (b) \$382,421 in overall out-of-district tuition costs, mostly from unanticipated favorable student census and/or placements; and (c) \$1,004,867 in employee benefit costs, mostly from actual premium renewal rates for health benefits that were unexpectedly more favorable than the available estimates in developing the budget, coupled with demographic census changes during the year.

CAPITAL ASSET AND DEBT ADMINISTRATION

TABLE A-4 provides comparative information on the District’s capital assets.

TABLE A-4
Bordentown's Capital Assets
(net of depreciation, in 000 of dollars)

	Governmental Activities		Business Type Activities		Total School District		% Change
	2020	2021	2020	2021	2020	2021	2020-2021
Land	1,779	1,779	-	-	1,779	1,779	0.00%
Construction in Progress	509	318	-	-	509	318	-
Site Improvements	2,611	2,435	-	-	2,611	2,435	-6.74%
Buildings	35,967	35,748	-	-	35,967	35,748	-0.61%
Equipment and furniture	2,003	1,152	95	88	2,098	1,240	-40.90%
Total	42,869	41,432	95	88	42,964	41,520	-3.36%

Source: Note 5—“Capital Assets” Note: Totals may not add due to rounding

Capital assets include land and buildings for five schools, plus two other buildings used for transportation and auxiliary administrative services, as well as equipment and related furnishings. The district has undertaken various additions and/or improvements to its facilities over the years. This has included \$4,481,120 in renovations completed in the 2004-05 years; \$31,170,300 to build a new high school, opened in 2006; and \$8,499,000 for additional improvements to the high school, involving installation of athletic fields and a photovoltaic (solar energy) system on the school roof, completed in 2010. The District used bond issues to fund the high school construction and the subsequent high school improvements. All these projects are completed.

LONG TERM DEBT

TABLE A-5 provides comparative information on the District's long-term debt obligations

TABLE A-5
Bordentown's Outstanding Long-Term Debt
(in 000 of dollars)

	Total School District		Total % Change
	2020	2021	2020-2021
General Obligation Bonds	26,754	24,669	-7.79%
Capital Leases	149	54	-63.76%
Unamortized Bond Premium	2,807	2,580	-8.09%
Deferred PERS Pension Payment	53	39	-26.42%
Compensated Absences	2,328	2,490	6.96%
Net Pension Liability	11,309	9,656	-14.62%
Total	43,400	39,488	-9.01%

Source: Note 7—"Long-Term Obligations" (Note: Totals may not add due to rounding)

The District ended the year with \$39,487,818 in outstanding long-term debt obligation, a net reduction of \$3,812,511 from the \$39,487,818 at the start of the year. The outstanding debts include general obligation bonds issued for capital additions and other improvements in prior years, net pension liability representing the District's proportionate share of New Jersey State's pension obligations that the State requires each school district to reflect in their individual financial statements, and other long-term obligations as shown in the above table. The net reduction in outstanding obligations primarily reflect principal repayments in the normal course of the year, as well as, a reduction in the share of the net pension liability allocated to the District. With respect to the general obligation bonds, we utilize available unexpected bond proceeds from previously completed capital projects to offset annual bond debt service repayments, with \$50,000 applied for this purpose during 2018-19. [See the earlier Financial Highlights and subsequent Note 7 for additional information on the District's long-term obligations].

Of note, as a participant under New Jersey's Fund for Support of Free Public Schools, the District's general obligation bonds carry an A rating from Standard & Poor's Rating Service. However, the District received its own AA-1 underlying rating by Standard and Poor's, with an outlook upgrade from "Negative" to "Stable" based on their credit review in December 2015.

FACTORS BEARING ON THE DISTRICT'S FUTURE

At the time these financial statements were prepared and audited, the District was aware of no existing outstanding litigations or other circumstances that could significantly affect the District's financial health in the future. However, existing and/or proposed State and/or Federal legislation(s) are always a concern for their potential impact on New Jersey school districts' budgets in the face of continued increasing cost challenges. Illustrations of such challenges include limitations on school districts' undesignated surplus levels and their general fund tax levy growth, both benchmarked to 2%, as well as, the recent change in New Jersey State's approach for distributing aid to school districts going forward.

Current COVID-19 Pandemic: There remains considerable uncertainty about the overall impact of the COVID 19 pandemic on the district's operations and finances going forward. In the operational area, this could include greater disruptions to the usual in-school learning environment from unintended school quarantines. Examples of the financial impacts could include greater uncertainty with respect to future State Aid funding, coupled with a need for more strategic use of available emergency reserves; additional costs for providing enhanced personal health protections for staff and students, as well as additional instructional resources to accommodate mental health professional development and learning loss.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, vendors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have any questions about this report or desire additional financial information, please contact the School Business Administrator, Bordentown Regional School District, 318 Ward Avenue, Bordentown, New Jersey, 08505, or call 609/298-0025, ext. 1204.

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BASIC FINANCIAL STATEMENTS

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A. Government-Wide Financial Statements

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BORDENTOWN REGIONAL SCHOOL DISTRICT
STATEMENT OF NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	GOVERNMENTAL ACTIVITIES	BUSINESS- TYPE ACTIVITIES	TOTAL
ASSETS			
Cash & Cash Equivalents	\$ 3,381,221	\$ 726,416	\$ 4,107,637
Receivables, Net (Note)	1,252,804	99,207	1,352,011
Restricted Cash & Cash Equivalents	7,659,694	-	7,659,694
Capital Assets, Net (Note 5)	41,432,435	87,764	41,520,199
Total Assets	53,726,154	913,387	54,639,541
DEFERRED OUTFLOW OF RESOURCES			
Deferred Outflows Related to Pensions (Note 8)	1,553,367	-	1,553,367
Unamortized Charge on Refunding of Debt	1,254,212	-	1,254,212
Total Deferred Outflow of Resources	2,807,579	-	2,807,579
Total Assets and Deferred Outflow of Resources	56,533,733	913,387	57,447,120
LIABILITIES			
Accounts Payable	203,977	112,117	316,094
Due to Other Governments (Note 8)	723,137	-	723,137
Unearned Revenue	108,095	188,632	296,727
Accrued Interest Payable	470,111	-	470,111
Payroll Deductions and Withholdings Payable	104,737	-	104,737
Unemployment Trust Liability	15,111	-	15,111
Noncurrent Liabilities (Note 7):			
Due Within One Year	2,457,486	-	2,457,486
Due Beyond One Year	37,030,332	-	37,030,332
Total Liabilities	41,112,986	300,749	41,413,735
DEFERRED INFLOW OF RESOURCES			
Deferred Inflows Related to Pensions (Note 8)	4,950,104	-	4,950,104
Total Deferred Inflows of Resources	4,950,104	-	4,950,104
Total Liabilities and Deferred Inflow of Resources	46,063,090	300,749	46,363,839
NET POSITION			
Net Investment in Capital Assets	15,383,696	87,764	15,471,460
Restricted For:			
Capital Projects	4,311,060	-	4,311,060
Excess Surplus	276,906	-	276,906
Maintenance Reserve	2,758,613	-	2,758,613
Emergency Reserve	449,468	-	449,468
Tuition Reserve	103,178	-	103,178
Unemployment Compensation	37,091	-	37,091
Student Activities	259,824	-	259,824
Scholarship	155,513	-	155,513
Unrestricted	(13,264,706)	524,874	(12,739,832)
Total Net Position	\$ 10,470,643	\$ 612,638	\$ 11,083,281

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS & CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
Governmental Activities:						
Instruction:						
Regular	\$ 11,091,975	\$ -	\$ -	(11,091,975)	\$ -	(11,091,975)
Special Education	3,807,989	-	1,092,524	(2,715,465)	-	(2,715,465)
Other Instructional	902,853	-	-	(902,853)	-	(902,853)
School Sponsored	746,884	-	-	(746,884)	-	(746,884)
Support Services & Undistributed Costs:						
Tuition	1,236,961	-	63,577	(1,173,384)	-	(1,173,384)
Student & Instruction Related Services	5,426,486	-	305,764	(5,120,722)	-	(5,120,722)
Health Services	460,521	-	-	(460,521)	-	(460,521)
Educational Media Services/School Library	306,649	-	-	(306,649)	-	(306,649)
School Administrative Services	1,666,015	-	-	(1,666,015)	-	(1,666,015)
General Administration	564,099	-	-	(564,099)	-	(564,099)
Central Services	400,751	-	-	(400,751)	-	(400,751)
Administrative Information Technology	406,979	-	-	(406,979)	-	(406,979)
Plant Operations & Maintenance	4,064,259	-	-	(4,064,259)	-	(4,064,259)
Pupil Transportation	2,014,968	-	-	(2,014,968)	-	(2,014,968)
Transfer to Charter Schools	30,477	-	-	(30,477)	-	(30,477)
Unallocated Benefits	7,828,385	-	1,410,868	(6,417,517)	-	(6,417,517)
On Behalf PAF Pension and Social Security Contributions	7,629,107	-	7,629,107	-	-	-
Interest on Long-Term Debt and Other Charges	1,111,643	-	-	(1,111,643)	-	(1,111,643)
Unallocated Depreciation	1,761,254	-	-	(1,761,254)	-	(1,761,254)
Total Governmental Activities	51,458,255	-	10,501,841	(40,956,415)	-	(40,956,415)
Business-Type Activities:						
Food Service	889,160	16,648	948,418	-	75,906	75,906
Community District Alliance	491,288	303,842	66,709	-	(120,737)	(120,737)
Total Business-Type Activities	1,380,448	320,490	1,015,127	-	(44,831)	(44,831)
Total Primary Government	\$ 52,838,703	\$ 320,490	\$ 11,516,968	\$ (40,956,415)	\$ (44,831)	\$ (41,001,246)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purposes, Net				30,867,110	-	30,867,110
Taxes Levied for Debt Service				2,961,341	-	2,961,341
Federal & State Aid Not Restricted				10,525,560	-	10,525,560
Tuition Received				739,953	-	739,953
Transportation				61,908	-	61,908
Rents and Royalties				6,356	-	6,356
Miscellaneous Income				1,156,333	-	1,156,333
Total General Revenues, Special Items, Extraordinary Items & Transfers				46,318,561	-	46,318,561
Change In Net Position				5,362,146	(44,831)	5,317,315
Net Position - Beginning (As Restated, Note 20)				5,108,497	657,469	5,765,966
Net Position - Ending				\$ 10,470,643	\$ 612,638	\$ 11,083,281

B. Fund Financial Statements

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Governmental Funds

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**BORDENTOWN REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash & Cash Equivalents	\$ 3,043,316	\$ 337,905	\$ -	\$ -	\$ 3,381,221
Receivables from Other Governments	653,686	266,975	-	-	920,661
Due from Other Funds	47,743	-	-	-	47,743
Receivables, Net	296,788	35,355	-	-	332,143
Restricted Cash & Cash Equivalents	7,509,738	-	149,956	-	7,659,694
Total Assets	\$ 11,551,271	\$ 640,235	\$ 149,956	\$ -	\$ 12,341,462
LIABILITIES & FUND BALANCES					
Liabilities:					
Unearned Revenue	\$ -	\$ 108,095	\$ -	\$ -	\$ 108,095
Accounts Payable	134,633	69,344	-	-	203,977
Payroll Deductions and Withholding Payable	104,737	-	-	-	104,737
Unemployment Trust Liability	15,111	-	-	-	15,111
Due to Other Funds	-	47,459	284	-	47,743
Total Liabilities	254,481	224,898	284	-	479,663
Fund Balances:					
Restricted for:					
Capital Reserve Account	4,161,388	-	-	-	4,161,388
Maintenance Reserve Account	2,758,613	-	-	-	2,758,613
Emergency Reserve	449,468	-	-	-	449,468
Tuition Reserve	103,178	-	-	-	103,178
Excess Surplus - Designated for Subsequent Year's Expenditures	9,765	-	-	-	9,765
Excess Surplus	267,141	-	-	-	267,141
Unemployment Reserve	37,091	-	-	-	37,091
Capital Projects Fund	-	-	149,672	-	149,672
Scholarships	-	155,513	-	-	155,513
Student Activities	-	259,824	-	-	259,824
Assigned to:					
Other Purposes	1,726,858	-	-	-	1,726,858
Designated for Subsequent Year's Expenditures	850,000	-	-	-	850,000
Unassigned	933,288	-	-	-	933,288
Total Fund Balances	11,296,790	415,337	149,672	-	11,861,799
Total Liabilities & Fund Balances	\$ 11,551,271	\$ 640,235	\$ 149,956	\$ -	
Amounts reported for governmental activities in the statement of Net Position (A-1) are different because:					
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$77,076,944 and the accumulated depreciation is \$35,644,509 (See Note 5).					41,432,435
Long-term liabilities, including bonds payable, compensated absences payable and capital leases payable are not due and payable in the current period and, therefore, are not reported as liabilities in the funds (See Note 7).					(27,252,281)
Deferred charge on School Refunding Bonds (amortized as interest expense).					
		Deferred Charge			1,765,815
		Less: Accumulated Amortization			(511,603)
Premium on Bonds (amortized as a credit to interest expense).					
		Deferred Charge			(3,642,105)
		Less: Accumulated Amortization			1,062,282
Accrued interest payable is not due and payable in the current period and, therefore, is not reported as a liability in the funds.					(470,111)
Accrued pension contributions for the June 30, 2021 plan year are not paid with current economic resources and are therefore not reported as a liability in the funds, but are included in accounts payable in the government-wide statement of net position.					(723,137)
Some liabilities, including net pension obligations, are not due and payable in the current period and, therefore, are not reported in the funds.					
		Net pension liability			(9,655,714)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.					
		Deferred outflows			1,553,367
		Deferred inflows			(4,950,104)
Net Position of Governmental Activities					\$ 10,470,643

**BORDENTOWN REGIONAL SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTALS GOVERNMENTAL FUNDS
Revenues:					
Local Sources:					
Local Tax Levy	\$ 30,867,110	\$ -	\$ -	\$ 2,961,341	\$ 33,828,451
Tuition	739,953	-	-	-	739,953
Transportation	61,908	-	-	-	61,908
Rents and Royalties	6,356	-	-	-	6,356
Miscellaneous	959,583	281,657	-	-	1,241,240
Total Local Sources	32,634,910	281,657	-	2,961,341	35,877,908
State Sources	17,339,661	-	-	217,423	17,557,084
Federal Sources	133,097	1,376,959	-	-	1,510,056
Total Revenues	50,107,668	1,658,616	-	3,178,764	54,945,048
Expenditures:					
Current Expense:					
Regular Instruction	11,091,975	-	-	-	11,091,975
Special Education Instruction	2,715,465	1,092,524	-	-	3,807,989
Other Instruction	902,853	-	-	-	902,853
School Sponsored	746,884	-	-	-	746,884
Support Services:					
Tuition	1,236,961	-	-	-	1,236,961
Health Services	460,521	-	-	-	460,521
Student & Instruction Related Services	4,940,970	485,516	-	-	5,426,486
Educational Media Services/School Library	306,649	-	-	-	306,649
General Administration	564,099	-	-	-	564,099
School Administration	1,666,015	-	-	-	1,666,015
Central Services	400,751	-	-	-	400,751
Administrative Information Technology	406,979	-	-	-	406,979
Plant Operations & Maintenance	4,159,162	-	-	-	4,159,162
Pupil Transportation	2,014,968	-	-	-	2,014,968
Unallocated Employee Benefits	6,851,858	63,577	-	-	6,915,435
On Behalf TPAF Pension and Social Security Contributions	7,164,621	-	-	-	7,164,621
Debt Service:					
Principal	-	-	-	2,085,000	2,085,000
Interest & Other Charges	117,685	-	-	1,143,764	1,261,449
Capital Outlay	258,268	-	65,456	-	323,724
Total Expenditures	46,006,684	1,641,618	65,456	3,228,764	50,942,522
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	4,100,984	16,998	(65,456)	(50,000)	4,002,526
Other Financing Sources/(Uses):					
Transfers to Charter Schools	(30,477)	-	-	-	(30,477)
Transfers In/(Out)	-	-	(50,000)	50,000	-
Total Other Financing Sources/(Uses)	(30,477)	-	(50,000)	50,000	(30,477)
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing (Uses)	4,070,507	16,998	(115,456)	-	3,972,049
Fund Balance, July 1 (As Restated, Note 20)	7,226,283	398,339	265,128	-	7,889,750
Fund Balances June 30,	\$ 11,296,790	\$ 415,337	\$ 149,672	\$ -	\$ 11,861,799

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Total Net Change in Fund Balances - Governmental Funds (From B-2) \$ 3,972,049

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

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

Depreciation Expense	\$ (1,761,254)	
Capital Outlay	<u>323,724</u>	(1,437,530)

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

Payment of Bond Principal	2,085,000	
Payment of Capital Leases	94,903	
Payment of Deferred Pension Obligation	<u>14,370</u>	2,194,273

In the statement of net position, amortization of bond premium is capitalized and earned over the life of the bonds. In the governmental funds, bond premium is reported as revenue. 227,632

In the statement of net position, deferred charges associated with refunding bonds are capitalized and amortized over the life of the bonds. In the governmental funds, these deferred charges are not recorded. (110,363)

Interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due.

Prior Year	502,648	
Current Year	<u>(470,111)</u>	32,537

Increase in compensated absences is not an expenditure in the governmental funds, but increases long-term liabilities in the statement of net position and is not reported in the statement of activities.

Prior Year	2,327,608	
Current Year	<u>(2,490,449)</u>	(162,841)

District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

Pension Expense - PERS Contribution - 2021	647,734	
Pension Expense	<u>(1,345)</u>	646,389

Change in Net Position of Governmental Activities \$ 5,362,146

Proprietary Funds

**BORDENTOWN REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	BUSINESS-TYPE ACTIVITIES		
	ENTERPRISE FUNDS		
	FOOD SERVICE FUND	COMMUNITY DISTRICT ALLIANCE	TOTAL
ASSETS			
Current Assets:			
Cash & Cash Equivalents	\$ 443,417	\$ 282,999	\$ 726,416
Accounts Receivable:			
State	6,170	15,341	21,511
Federal	77,696	-	77,696
Total Current Assets	527,283	298,340	825,623
Noncurrent Assets:			
Equipment	538,696	36,288	574,984
Accumulated Depreciation	(479,262)	(7,958)	(487,220)
Total Capital Assets	59,434	28,330	87,764
Total Assets	586,717	326,670	913,387
LIABILITIES			
Current Liabilities:			
Accounts Payable	111,523	594	112,117
Unearned Revenue	13,892	174,740	188,632
Total Current Liabilities	125,415	175,334	300,749
Total Liabilities	125,415	175,334	300,749
NET POSITION			
Net Investment in Capital Assets	59,434	28,330	87,764
Unrestricted Net Position	401,868	123,006	524,874
Total Net Position	\$ 461,302	\$ 151,336	\$ 612,638

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES AND CHANGES
 IN NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	FOOD SERVICE FUND	COMMUNITY DISTRICT ALLIANCE	TOTAL
Operating Revenue:			
Local Sources:			
Daily Sales - Nonreimbursable Programs	\$ 372	\$ -	\$ 372
Program Fees	16,276	303,842	320,118
Total Operating Revenue	16,648	303,842	320,490
Operating Expenses:			
Salaries	-	374,058	374,058
Employee Benefits	-	61,510	61,510
Supplies and Materials	-	18,575	18,575
Other Purchased Services	805,938	33,166	839,104
Depreciation	10,395	3,979	14,374
Miscellaneous Expense	72,827	-	72,827
Total Operating Expenses	889,160	491,288	1,380,448
Operating (Loss)/Gain	(872,512)	(187,446)	(1,059,958)
Nonoperating Revenues:			
State Sources:			
State School Lunch Program	27,914	-	27,914
Adult Basic Skill Program	-	66,709	66,709
Federal Sources:			
National School Lunch Program	517,549	-	517,549
National School Breakfast Program	336,676	-	336,676
Healthy Hunger-Free Kids Act	10,322	-	10,322
Food Distribution Program	55,957	-	55,957
Total Nonoperating Revenues	948,418	66,709	1,015,127
Net Income/(Loss)	75,906	(120,737)	(44,831)
Change in Net Position	75,906	(120,737)	(44,831)
Total Net Position - Beginning	385,396	272,073	657,469
Total Net Position - Ending	\$ 461,302	\$ 151,336	\$ 612,638

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS		
	FOOD SERVICE FUND	COMMUNITY DISTRICT ALLIANCE	TOTAL
Cash Flows From Operating Activities:			
Receipts from Customers	\$ (63,762)	\$ 403,161	\$ 339,399
Payments to Employees	-	(374,058)	(374,058)
Payments for Employee Benefits	-	(61,510)	(61,510)
Payment to Suppliers	(733,789)	(51,189)	(784,978)
Net Cash Provided/(Used) by Operating Activities	(797,551)	(83,596)	(881,147)
Cash Flows From Investing Activities:			
Purchase of Equipment	(7,162)	-	(7,162)
Net Cash Provided by Investing Activities	(7,162)	-	(7,162)
Cash Flows From Noncapital Financing Activities:			
State Sources	27,914	66,709	94,623
Federal Sources	864,547	-	864,547
Net Cash Provided by Noncapital Financing Activities	892,461	66,709	959,170
Net Increase/(Decrease) in Cash & Cash Equivalents	87,748	(16,887)	70,861
Cash and Cash Equivalents, July 1	355,669	299,886	655,555
Cash & Cash Equivalents, June 30	\$ 443,417	\$ 282,999	\$ 726,416
RECONCILIATION OF OPERATING INCOME/(LOSS) TO NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES:			
Cash Provided/(Used) by Operating Activities:			
Operating Income/(Loss)	\$ (872,512)	\$ (187,446)	\$ (1,059,958)
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided/(Used) by Operating Activities:			
Depreciation Expense	10,395	3,979	14,374
Food Distribution Program	55,957	-	55,957
(Increase)/Decrease in Accounts Receivable, Net	(66,489)	(7,428)	(73,917)
Increase/(Decrease) in Accounts Payable	89,019	552	89,571
Increase/(Decrease) in Deferred Revenue	(13,921)	106,747	92,826
Total Adjustments	74,961	103,850	178,811
Net Cash Provided/(Used) by Operating Activities	\$ (797,551)	\$ (83,596)	\$ (881,147)

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

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Fiduciary Fund
Not Applicable

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BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 1. Summary of Significant Accounting Policies

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

Reporting Entity

The Bordentown Regional School District (hereafter referred to as the “District”) is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three members’ terms expire each year. The purpose of the District is to educate students in grades kindergarten through twelfth at its five schools. The District has an approximate enrollment at June 30, 2021 of 2,342 students.

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

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

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

Component Units

GASB Statement No.14, *The Financial Reporting Entity*, provides guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity but also for legally separate organizations that meet the criteria established by GASB Statement No. 14, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No. 14 and No. 34*, GASB Statement No. 80, *Blending Requirements for certain component Units - an Amendment of GASB Statement No. 14* and GASB Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plan- an Amendment of GASB Statements No. 14 and No. 84*. The School District had no component units as of for the year ended June 30, 2021.

Government-Wide Financial Statements

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 1. Summary of Significant Accounting Policies

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

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

Governmental Fund Financial Statements

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

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

Proprietary Fund Financial Statements

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

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

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

Fiduciary Fund Financial Statements

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year in which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

Property taxes, charges for services, licenses, and interest on notes receivable associated with the current fiscal period are all considered to be susceptible to accrual and accordingly have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available when cash is received.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Food Service Fund and C.D.A program are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, employee salaries and benefits, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

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

The District reports the following major governmental funds:

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

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

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

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

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

The District reports the following major proprietary funds:

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

Community District Alliance (C.D.A.) – This fund accounts for the revenues and expenses pertaining to the District’s before-and-after school and summer programs; adult education under a grant; as well as operation of the performing arts center.

The District reports no Fiduciary Funds.

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

Budgets/Budgetary Control

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

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

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

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

Encumbrances

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

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

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

Cash and Cash Equivalents

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

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

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

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

Tuition Payable/Receivable

Tuition rates for the fiscal year end June 30, 2021 were established by the receiving district based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

Inventories

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

Interfund Receivables/Payables

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

Capital Assets

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

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

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

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

Compensated Absences

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

Unearned Revenue

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

Accrued Liabilities and Long-Term Obligations

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

Accounting Estimates

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

Interfund Activity

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

Fund Balance

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

- **Non-spendable** – This classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Non-spendable items are not expected to be converted to cash or are not expected to be converted to cash within the next year.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.
- Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The School Board did not have any committed resources as of June 30, 2021.
- Assigned – This classification includes amounts that are constrained by the School District’s intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board of Education or through the Board of Education delegating this responsibility to the business administrator through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned – This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

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

Net Position

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

Impact of Recently Issued Accounting Principals

Adopted Accounting Pronouncements

The following GASB Statements became effective for the fiscal year ended June 30, 2021:

For the year June 30, 2021 the District implemented GASB Statement No. 84, *Fiduciary Activities*. The Statement intends to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. To that end, Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments and clarifies whether and how business-type activities should report their fiduciary activities.

Statement No. 83, *Certain Asset Retirement Obligations*. This Statement establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations. Management has determined the implementation of certain provisions within this Statement did not have a significant impact on the Districts's financial statements.

Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. This Statement requires that additional essential information related to debt be disclosed in notes to financial statements, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. Management has determined the implementation of certain provisions within this Statement did not have a significant impact on the Districts's financial statements.

Statement 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*. Requirements of this pronouncement related to section 1, paragraph 4 are effective immediately. All other requirements will be effective for reporting periods beginning June 15, 2021. Management has determined the implementation of certain provisions within this Statement did not have a significant impact on the Districts's financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

Statement No. 87, *Leases*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2021.

Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020.

Statement No. 93, *Replacement of Interbank Offered Rates*. The requirements of this Statement, except for paragraphs 11b, 13, and 14 are effective for reporting periods beginning after June 15, 2020. The requirement in paragraph 11b is effective for reporting periods ending after December 31, 2021. The requirements in paragraphs 13 and 14 are effective for fiscal years periods beginning after June 15, 2021.

Management has not yet determined the potential impact on the District's financial statements.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

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

Bond Premiums, Discounts and Issuance Costs

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

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

Deferred Loss on Refunding Debt

Deferred loss on refunding debt arising from the issuance of the refunding bonds is recorded as deferred outflows of resources. It is amortized in a systematic and rational manner over the shorter of the duration of the related debt or the new debt issues as a component of interest expense.

Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future periods and so will not be recognized as an inflow of resources (revenue) until that time.

Pensions

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2021**

Note 2. Cash Deposits and Investments

Cash Deposits

Custodial Credit Risk – Custodial credit risk is the risk that, in the event of a bank failure, the Board’s deposits may not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public fund owned by the Board in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, student activity may pass to the Board relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below. As of June 30, 2021, the District’s bank balance of \$12,199,450 was exposed to custodial credit risk as follows:

Insured under FDIC and GUDPA	\$	11,610,961
Uninsured and Uncollateralized		588,489
		\$ 12,199,450

Investments

The School District has no investments at June 30, 2021.

Note 3. Reserve Accounts

A. Capital Reserve

A capital reserve account was established by the School District by inclusion of \$10,000 on June 30, 2002 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the School District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a School District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year-end (June 1 to June 30) of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A School District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant *N.J.S.A.19:60-2*. Pursuant to *N.J.A.C.6:23A-14.1(g)*, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 3. Reserve Accounts (continued)

A. Capital Reserve (continued)

The activity of the capital reserve for the July 1, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance, July 1, 2020	\$	2,125,199
Increased by:		
Interest Earnings		1,100
Deposits approved by Board		<u>2,574,016</u>
Decreased by:		
Budget Withdrawals		<u>(538,927)</u>
Ending Balance, June 30, 2021	\$	<u><u>4,161,388</u></u>

The June 30, 2021 balance did not exceed the LRFPS balance of local support costs of uncompleted capital projects.

B. Maintenance Reserve Account

The District established a Maintenance Reserve Account for the accumulation of Funds for use as maintenance expenditures in subsequent fiscal years. The Maintenance Reserve Account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the maintenance reserve account are restricted to maintenance projects in the District's approved Maintenance Plan (M-1). A district may increase the balance in the maintenance 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.

The activity of the maintenance reserve for the July 1, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance, July 1, 2020	\$	2,758,613
Increased by:		
Interest Earnings		900
Deposits approved by Board		<u>167,719</u>
Decreased by:		
Budget Withdrawals		<u>(168,619)</u>
Ending Balance, June 30, 2021	\$	<u><u>2,758,613</u></u>

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 3. Reserve Accounts (continued)

C. Tuition Reserve

The District established a Tuition Reserve Account in accordance with N.J.A.C. 6A:23-3.1(f) for tuition between two Boards of Education that are in a formal sending/receiving relationship. The maximum amount that may be restricted at year end is 10% of the estimated contract year. Upon certification of tuition rates in the second year following the contract year, full appropriation of the applicable year's reserve must be liquidated and any remaining balance related to that year must be reserved and budgeted for tax relief. The District's tuition reserve was established by board resolution in June of 2017 and will be used to pay for any tuition adjustments for the fiscal year ending June 30, 2021 and future years.

The activity of the tuition reserve for the July 1, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance, July 1, 2020	\$	97,589
Increased by:		
Deposits approved by Board		51,589
		149,178
Decreased by:		
Budget Withdrawals		(46,000)
Ending Balance, June 30, 2021	\$	103,178

D. Emergency Reserve

The School District established an emergency reserve account in the 2019-2020 school year for the accumulation of funds for use in accordance with N.J.S.A. 18A: 7F-41c(1) to finance unanticipated general fund expenditures.

The activity of the emergency reserve for the July 1, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance, July 1, 2020	\$	150,000
Increased by:		
Deposits approved by Board		299,468
Ending Balance, June 30, 2021	\$	449,468

Note 4. Accounts Receivable

Accounts receivable at June 30, 2021 consisted of accounts and intergovernmental grants. All state and federal receivables are considered collectible in full due to the stable condition of state programs and the current fiscal year guarantee of federal funds. Accounts receivable as of fiscal year end for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 4. Accounts Receivable (continued)

Description	Governmental Funds			Proprietary Funds		
	General Fund	Special Revenue Fund	Total Governmental Activities	Food Service Fund	Community District Alliance Fund	Total Business-Type Activities
Federal Awards	\$ -	\$ 266,975	\$ 266,975	\$ 77,696	\$ -	\$ 77,696
State Awards	643,071	-	643,071	6,170	15,341	21,511
Tuition	10,615	-	10,615	-	-	-
Other	296,788	35,355	332,143	-	-	-
Total	\$ 950,474	\$ 302,330	\$ 1,252,804	\$ 83,866	\$ 15,341	\$ 99,207

Note 5. Capital Assets

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

	Balance July 1, 2020	Additions	Retirements	Adjustments	Balance June 30, 2021
Governmental Activities:					
Capital assets not being depreciated:					
Land	\$ 1,779,651	\$ -	\$ -	\$ -	\$ 1,779,651
Construction in Progress	509,093	318,887	-	(509,093)	318,887
Total Capital Assets not being depreciated	2,288,744	318,887	-	(509,093)	2,098,538
Capital Assets being depreciated:					
Land Improvements	7,441,767	-	-	97,912	7,539,679
Buildings and Improvements	59,844,029	-	-	928,990	60,773,019
Equipment	7,178,680	4,837	-	(517,809)	6,665,708
Total Capital Assets being depreciated	74,464,476	4,837	-	509,093	74,978,406
Less: Accumulated Depreciation:					
Land Improvements	(4,830,454)	(274,796)	-	-	(5,105,250)
Buildings and Improvements	(23,876,397)	(1,148,622)	-	-	(25,025,019)
Equipment	(5,176,405)	(337,835)	-	-	(5,514,240)
Total Accumulated Depreciation	(33,883,256)	(1,761,253)	-	-	(35,644,509)
Total Capital Assets being depreciated, net	40,581,220	(1,756,416)	-	509,093	39,333,897
Total Governmental Activities Capital Assets, net	\$ 42,869,964	\$ (1,437,529)	\$ -	\$ -	\$ 41,432,435

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 5. Capital Assets (continued)

	Balance June 30, <u>2020</u>	<u>Additions</u>	<u>Retirements</u>	<u>Adjustments</u>	Balance June 30, <u>2021</u>
Business-Type Activities:					
Equipment	\$ 567,822	\$ 7,162	\$ -	\$ -	\$ 574,984
	<u>567,822</u>	<u>7,162</u>	<u>-</u>	<u>-</u>	<u>574,984</u>
Less: Accumulated Depreciation:					
Equipment	(472,846)	(14,374)	-	-	(487,220)
	<u>(472,846)</u>	<u>(14,374)</u>	<u>-</u>	<u>-</u>	<u>(487,220)</u>
Total Business-Type Activities Capital Assets, net	<u>\$ 94,976</u>	<u>\$ (7,212)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 87,764</u>

Note 6. Interfund Receivables, Payables and Transfers

Individual fund receivables/payables balances at June 30, 2021 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 47,743	\$ -
Special Revenue Fund	-	47,459
Capital Projects Fund	-	284
	<u>\$ 47,743</u>	<u>\$ 47,743</u>

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

There was interfund transfers for the year ended June 30, 2021. A summary of interfund transfers are as follows:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Capital Projects Fund	\$ -	\$ 50,000
Debt Service Fund	50,000	-
	<u>\$ 50,000</u>	<u>\$ 50,000</u>

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 7. Long-Term Obligations

During the fiscal year-ended June 30, 2021 the following changes occurred in long-term obligations:

	Balance <u>June 30, 2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2021</u>	Balance Due Within <u>One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 26,754,000	\$ -	\$ 2,085,000	\$ 24,669,000	\$ 2,160,000
Capital Leases	149,031	-	94,903	54,128	54,128
Unamortized Bond Premiums	2,807,455	-	227,632	2,579,823	227,632
Compensated Absences	2,327,608	162,841	-	2,490,449	-
Net Pension Liability	11,309,161	-	1,653,447	9,655,714	-
Deferred PERS Pension Obligation	53,074	-	14,370	38,704	15,726
	<u>\$ 43,400,329</u>	<u>\$ 162,841</u>	<u>\$ 4,075,352</u>	<u>\$ 39,487,818</u>	<u>\$ 2,457,486</u>

For governmental activities, the bonds payable are liquidated from the District's debt service fund. Compensated absences and capital leases are liquidated by the general fund.

A. Bonds Payable:

The voters of the municipality through referendums authorize bonds in accordance with State Law. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds. At June 30, 2021, bonds payable consisted of the following individual issues:

<u>Purpose</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
2010 School Bonds	1.50% - 3.50%	3/1/2025	\$ 8,499,000	\$ 2,999,000
2016 Refunding Bonds	3.00% - 5.00%	1/15/2033	27,355,000	<u>21,670,000</u>
				<u>\$ 24,669,000</u>

Principal and Interest due on the outstanding bonds is as follows:

Fiscal Year Ending <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 2,160,000	\$ 1,063,865	\$ 3,223,865
2023	2,220,000	967,115	3,187,115
2024	2,270,000	867,365	3,137,365
2025	2,359,000	765,115	3,124,115
2026	1,710,000	658,400	2,368,400
2027-2031	9,660,000	1,994,450	11,654,450
2032-2033	4,290,000	214,200	4,504,200
	<u>\$ 24,669,000</u>	<u>\$ 6,530,510</u>	<u>\$ 31,199,510</u>

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 7. Long-Term Obligations (continued):

A. Bonds Payable (continued):

Bonds Authorized But Not Issued:

As of June 30, 2021, the District had no authorized but not issued bonds.

B. Deferred PERS Pension Obligation

In accordance with P.L. 2010, c19, districts could elect to defer 50 % of the 2008-09 regular PERS pension liability. The district elected to defer 50%, amounting to \$137,303, by resolution dated May 6, 2009. The district began repaying the deferred amount in April 2012, over 15 years. The total payment for the April 2021 bill amounted to \$38,703.50 with \$14,370.00 attributed to principal. The amount to be paid will fluctuate based on pension system investment earnings. The liability accrues interest at “regular interest” rates as defined by N.J.S.A. 43:15A-24b which is currently 8.25%. Districts are permitted to pay off the obligation at any time.

C. Capital Lease Payable:

The District approved a lease purchase agreement in 2014-15 year in the amount of \$525,000 at a 1.67 interest rate maturing October 1, 2021 to finance the acquisition of a six 54 passenger school buses. The District also approved a lease purchase agreement in 2019-20 year in the amount of \$34,984 at a 6.20% interest rate maturing November 27, 2021 to finance the acquisition of a maintenance truck. The following is a schedule of the remaining future minimum lease payments under these capital leases and the present value of the net minimum lease payments at June 30, 2021:

Fiscal Year Ending <u>June 30,</u>	
2022	\$ 55,172
	<hr/>
Total Minimum Lease Payments	55,172
Less: Amount Representing Interest	(1,044)
	<hr/>
Present Value of Minimum Lease Payments	\$ 54,128
	<hr/> <hr/>

Note 8. Pension Plans

A. Public Employees’ Retirement System (PERS)

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

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

The following represents the membership tiers for PERS:

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

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

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

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

Pension Liability, Pension Expense and Deferred Outflows/Inflows of Resources - At June 30, 2021, the School District reported a liability of \$9,655,714 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2020. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, to the measurement date of June 30, 2020.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

The School District's proportion of the net pension liability was based on the School District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2020. The School District's proportion measured as of June 30, 2020, was .05921%, which was a decrease of .00355% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the School District recognized full accrual pension expense of \$16,451 in the government-wide financial statements. This pension expense was based on the pension plans June 30, 2020 measurement date. At June 30, 2021 the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 175,815	\$ 34,147
Changes of Assumptions	313,242	4,042,939
Net Difference between Projected and Actual Earnings on Pension Plan Investments	330,040	-
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	11,133	873,018
School District contributions subsequent to measurement date	723,137	-
	\$ 1,553,367	\$ 4,950,104

\$723,137 reported as deferred outflows of resources resulting from school district contributions subsequent to the measurement date is estimated based on unadjusted 2020-2021 total salaries for PERS employees multiplied by an employer pension contribution rate of 15.11%. The payable is due on April 1, 2022 and will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. The other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30,	Amount
2022	\$ (1,285,866)
2023	(1,282,362)
2024	(952,326)
2025	(519,303)
2026	(80,017)
	\$ (4,119,874)

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2014	-	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	5.63	-
June 30, 2019	5.21	-
June 30, 2020	5.16	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	-
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2014	6.44	6.44
June 30, 2015	5.72	5.72
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

Actuarial Assumptions – The collective total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2018, which was rolled forward to June 30, 2020. This actuarial valuation used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00 - 6.00% Based on Years of Service
Thereafter	3.00 - 7.00% Based on Years of Service
Investment Rate of Return	7.00%
Mortality Rate Table	
PERS	Pub-2010 General Below-Median Income Employee mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020
Period of Actuarial Experience	
Study upon which Actuarial	
Assumptions were Based	July 1, 2014 - June 30, 2018

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-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. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2020 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Markets Equity	13.50%	8.57%
Emerging Markets Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%
	100.00%	

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 2.21% as of June 30, 2020 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 70% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2062. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2062 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

Sensitivity of the School District's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the School District's proportionate share of the net pension liability as of June 30, 2020, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate.

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
District's Proportionate Share of the Net Pension Liability	<u>\$ 12,250,512</u>	<u>\$ 9,655,714</u>	<u>\$ 7,594,309</u>

Additional Information - The following is a summary of the collective balances of the local group at June 30, 2021 and 2020

	<u>6/30/2021</u>	<u>6/30/2020</u>
Collective Deferred Outflows of Resources	\$ 2,347,583,337	\$ 3,149,522,616
Collective Deferred Inflows of Resources	7,849,949,467	7,645,087,574
Collective Net Pension Liability	16,435,616,426	18,143,832,135
District's portion	0.05921%	0.06276%

B. Teachers' Pension and Annuity Fund (TPAF)

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

The following represents the membership tiers for TPAF:

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

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

Contributions - The contribution policy for TPAF is set by *N.J.S.A 18A:66* and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the active member contribution rate increased from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years beginning in July 2012. The member contribution rate was 7.5% in State fiscal year 2018. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

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

Pension Liability and Pension Expense - The State's proportionate share of the TPAF net pension liability, attributable to the School District as of June 30, 2020 was \$101,851,650. The School District's proportionate share was \$0.

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the net pension liability associated with the District was based on projection of the State's long-term contributions to the pension plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the TPAF net pension liability attributable to the School District was .15467%, which was an increase of .00273% from its proportion measured as of June 30, 2019.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

For the fiscal year ended June 30, 2021, the School District recognized \$6,333,569 in on-behalf pension expense and revenue in the government-wide financial statements, for the State of New Jersey on-behalf TPAF pension contributions. This pension expense and revenue was based on the pension plans June 30, 2020 measurement date.

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	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55% - 4.45% Based on Years of Service
Thereafter	2.75% - 5.65% Based on Years of Service
Investment Rate of Return	7.00%

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

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2020 are summarized in the following table:

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Markets Equity	13.50%	8.57%
Emerging Markets Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 5.40% as of June 30, 2020. The single blended discount rate was based on long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 2.21% as of June 30, 2020, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipals bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the contribution rate in the most recent fiscal year. The State contributed 40% of the actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2062. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2062, and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the of the Net Pension Liability to Changes in the Discount Rate – The following represents the net pension liability of the State as of June 30, 2020 calculated using the discount rate disclosed above as well as what the State's net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1- percentage point higher than the current rate.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

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

	1% Decrease <u>(4.40%)</u>	Current Discount Rate <u>(5.40%)</u>	1% Increase <u>(6.40%)</u>
State of New Jersey's Proportionate Share of Net Pension Liability associated with the School District	<u>\$ 119,636,691.31</u>	<u>\$ 101,851,650.00</u>	<u>\$ 87,084,158.38</u>

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

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2021 and 2020.

	<u>6/30/2021</u>	<u>6/30/2020</u>
Collective Deferred Outflows of Resources	\$ 9,626,548,228	\$ 10,129,162,237
Collective Deferred Inflows of Resources	14,591,988,841	17,736,240,054
Collective Net Pension Liability	65,993,498,688	61,519,112,443
 District's portion	 0.15468%	 0.15194%

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 8. Pension Plans (continued):

C. Defined Contribution Plan (DCRP)

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

Individuals eligible for membership in the DCRP include:

- State or local officials who are elected or appointed on or after July 1, 2007;
- Employees enrolled in the Public Employees' Retirement System (PERS) or Teachers' Pension and Annuity Fund (TPAF) on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits;
- Employees enrolled in the Police and Firemen's Retirement System (PFRS) or State Police Retirement System (SPRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits;
- Employees otherwise eligible to enroll in the PERS or TPAF on or after November 2, 2008, who do not earn the minimum annual salary for PERS or TPAF Tier 3 enrollment but who earn salary of at least \$5,000 annually. The minimum salary in 2017 is \$8,300 and is subject to adjustment in future years.
- Employees otherwise eligible to enroll in the PERS or TPAF after May 21, 2010, who do not work the minimum number of hours per week required for PERS or TPAF Tier 4 or Tier 5 enrollment but who earn salary of at least \$5,000 annually. The minimum number is 35 hours per week for State employees, or 32 hours per week for local government or local education employees

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

For the year ended June 30, 2021 employee contributions total \$17,599 and the District recognized pension expense of \$9,614.

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)

Note 9. Other Post-Retirement Benefits

General Information about the OPEB Plan

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

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

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

Basis of Presentation

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. The total nonemployer OPEB liability as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2019. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.50%			
		<u>TPAF/ABP</u>	<u>PERS</u>	<u>PFRS</u>
Salary Increases:				
Through 2026		1.55 - 4.45% based on years of service	2.00 - 6.00% based on age	3.25 - 15.25% based on age
Thereafter		1.55 - 4.45% based on years of service	3.00 - 7.00% based on years of service	Applied to all future years

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2020. Postretirement mortality rates were based on the PUB-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2020. Disability mortality was based on the PUB-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2020.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 – June 30, 2018, July 1, 2014 – June 30, 2018, and July 1, 2013 – June 30, 2018 for TPAF, PFRS and PERS, respectively.

OPEB Obligation and OPEB Expense - The State's proportionate share of the total Other Post Employment Benefits Obligations, attributable to the School District as of June 30, 2020 was \$116,364,154. The School District's proportionate share was \$0.

The OPEB Obligation was measured as of June 30, 2020, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the OPEB Obligation associated with the District was based on projection of the State's long-term contributions to the OPEB plan associated with the District relative to the projected contributions by the State associated with all participating school districts, actuarially determined. At June 30, 2020, the State proportionate share of the OPEB Obligation attributable to the School District was 0.1716033301%, which was an increase of 0.0002976101% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the State of New Jersey recognized an OPEB expense in the amount of \$5,321,224 for the State's proportionate share of the OPEB expense attributable to the School District. This OPEB expense was based on the OPEB plans June 30, 2020 measurement date.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate 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 through 2022 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 is 5.0%.

Discount Rate

The discount rate for June 30, 2020 was 2.21%, respectively. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Sensitivity of Total Nonemployer OPEB Liability to changes in discount rate:

The following presents the total nonemployer OPEB liability as of June 30, 2020, respectively, calculated using the discount rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2020		
	At 1% Decrease (1.21%)	At Discount Rate (2.21%)	At 1% Increase (3.21%)
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 140,282,994	\$ 116,364,154	\$ 97,661,925
State of New Jersey's Total Nonemployer OPEB Liability	\$ 81,748,410,002	\$ 67,809,962,608	\$ 56,911,439,160

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

The following presents the total nonemployer OPEB liability as of June 30, 2020, respectively, calculated using the healthcare trend rate as disclosed above as well as what the total nonemployer OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

	June 30, 2020		
	1% Decrease	Healthcare Cost Trend Rate *	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with the School District	\$ 93,933,069	\$ 116,364,154	\$ 143,074,590
State of New Jersey's Total Nonemployer OPEB Liability	\$ 54,738,488,540	\$ 67,809,962,608	\$ 83,375,182,975

* See Healthcare Cost Trend Assumptions for details of rates.

Additional Information

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

	Deferred Outflows of	Deferred Inflows of
Differences between Expected & Actual Experience	\$ 10,295,318,750.00	\$ (9,170,703,615)
Change in Assumptions	11,534,251,250	(7,737,500,827)
Contributions Made in Fiscal Year Year Ending 2020 After June 30, 2019 Measurement Date **	TBD	-
	\$ 21,829,570,000	\$ (16,908,204,442)
Fiscal Year Ending June 30,		
2021	\$ 43,440,417	
2022	43,440,417	
2023	43,440,417	
2024	43,440,417	
2025	43,440,417	
Thereafter	4,704,163,473	
	\$ 4,921,365,558	

** Employer Contributions made after June 30, 2021 are reported as a deferred outflow of resources, but are not amortized in expense.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021 (Continued)**

Note 9. Other Post-Retirement Benefits (continued)

Plan Membership

At June 30, 2019, the Program membership consisted of the following:

Active Plan Members	216,804
Inactive Plan Members or Beneficiaries	
Currently Receiving Benefits	149,304
	366,108

Changes in the Total OPEB Liability

The change in the State's Total OPEB liability for the fiscal year ended June 30, 2021 (measurement date June 30, 2020) is as follows:

Total OPEB Liability

Service Cost	\$ 1,790,973,822
Interest Cost	1,503,341,357
Differences Between Expected and Actual Experiences	11,544,750,637
Changes of Assumptions	12,386,549,981
Contributions: Member	35,781,384
Gross Benefit Payments	(1,180,515,618)
Net Change in Total OPEB Liability	26,080,881,563
Total OPEB Liability (Beginning)	41,729,081,045
Total OPEB Liability (Ending)	\$ 67,809,962,608
 Total Covered Employee Payroll	 14,267,738,657
 Net OPEB Liability as a Percentage of Payroll	 475%

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

As previously mentioned, the School District receives on-behalf payments from the State of New Jersey for normal costs and post-retirement medical costs related to the Teachers' Pension and Annuity Fund (TPAF) pension plan. The School District is not legally responsible for these contributions. The on-behalf payments are recorded as revenues and expenditures in the government-wide and general fund financial statements. For the fiscal year ended June 30, 2021, the on-behalf payments for pension, social security, post-retirement medical costs, and long-term disability were \$4,467,019, \$1,295,538, \$1,399,894, and \$2,170, respectively.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 11. Risk Management

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

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

New Jersey Unemployment Compensation Insurance – 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 School District contributions, reimbursements to the State for benefits paid and the ending balance of the School District’s trust fund for the current and previous two years:

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Interest Earned</u>	<u>Ending Balance</u>	
				<u>Unemployment Fund Balance</u>	<u>Unemployment Trust Liability</u>
2020-2021	\$ 41,874	\$ 26,762	\$ 8	\$ 15,111	\$ 37,091
2019-2020	36,689	26,384	91	-	37,083
2018-2019	32,321	39,410	77	-	26,687

Note 12. Contingencies

State and Federal Grantor Agencies - The District participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2021 may be impaired. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provisions have been recorded in the accompanying combined financial statements for such contingencies.

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

Note 13. Economic Dependency

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

Note 14. Deferred Compensation

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

Laurel Financial Group Inc.
The Franklin Life Insurance Company
Siracusa Benefits Programs
UBS Financial Services, Inc.
Lincoln Investment Planning
Equitable
Retirement Annuity Contributions Inc.
Thomas Seeley Agency
Valic Investments

Note 15. Compensated Absences

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

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

The liability for vested compensated absences of the governmental fund types is recorded in the statement of net position under governmental activities. The current portion of the compensated absence balance is not considered material to the applicable funds total liabilities, and is therefore not shown separately from the long-term liability balance of compensated absences. The amount at June 30, 2021 is \$2,490,449.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2021 no liability existed for compensated absences in the proprietary fund types.

Note 16. Tax Abatements

As defined by the Governmental Accounting Standards Board (GASB) Statement No. 77, a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 16. Tax Abatements (continued)

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

Note 17. Calculation of Excess Surplus

The designation for Restricted Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A.18A:7F-7. New Jersey school districts are required to reserve General Fund balance at the fiscal year-end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2021 was \$267,141.

Note 18. Fund Balance

General Fund – Of the \$11,296,790 General Fund balance at June 30, 2021, \$4,161,388 has been reserved in the Capital Reserve Account; \$2,758,613, has been reserved in the Maintenance Reserve Account; \$449,468 has been reserved in the Emergency Reserve Account; \$103,178 has been reserved in the Tuition Reserve Account; \$37,091, has been reserved in the Unemployment Reserve Account; \$267,141 is restricted for excess surplus; \$9,765 is restricted for excess surplus – designated for subsequent year's expenditures; \$850,000 has been assigned as designated for subsequent year's expenditures; \$1,726,858 has been reserved for encumbrance; and \$933,288 is unassigned.

Special Revenue Fund – Of the \$415,337 Special Revenue Fund balance at June 30, 2021, \$155,513 is restricted for Scholarship and \$259,824 is restricted for Student Activities.

Capital Projects Fund – Of the \$149,672 Capital Projects Fund balance at June 30, 2021, \$149,672 is restricted for capital projects.

Note 19. Deficit in Net Position

Unrestricted Net Position – The School District had a deficit in unrestricted net position in the amount of \$(13,264,705) at June 30, 2021. The deficit is caused by the implementation of GASB 68 which requires the School District to report their proportionate share of the net pension liability for the Public Employee's Retirement System (PERS) as of June 30, 2021.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021**

Note 20. Prior Period Adjustment/Restatement of Fund Balance and Net Position

Net Position as of July 1, 2020, has been restated as follows for the implementation of GASB Statement No. 84, *Fiduciary Funds*.

Net Position as previously reported at June 30, 2020		\$	4,673,075
Prior Period Adjustment-			
Implementation of GASB 84:			
Restricted Fund Balance-Unemployment			37,083
Restricted Fund Balance-Student Activities			255,472
Restricted Fund Balance- Scholarship			142,867
Total Prior Period Adjustment			435,422
Net Position as restated, July 1, 2020		\$	5,108,497

Fund Balance in the General Fund and the Special Revenue Fund as of July 1, 2020, has been restated as follows for the implementation of GASB Statement No. 84, *Fiduciary Funds*.

			General Fund		Special Revenue Fund
Fund Balance as previously reported at June 30, 2020		\$	7,189,200	\$	-
Prior Period Adjustment-					
Implementation of GASB 84:					
Restricted Fund Balance-Unemployment			37,083		-
Restricted Fund Balance-Student Activities			-		255,472
Restricted Fund Balance- Scholarship			-		142,867
Total Prior Period Adjustment			37,083		398,339
Fund Balance as restated, July 1, 2020		\$	7,226,283	\$	398,339

Note 21. Subsequent Event

During July 2021, the School District issued \$3,085,000 of Refunding Bonds to refund the callable portion of the outstanding 2010 Bond Issue. The Refunding Bonds were issued at an interest rate of .729% and mature on March 1, 2025.

The COVID-19 pandemic is ongoing. Because of the evolving nature of the outbreak and federal, state and local responses, it cannot be predicted 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. To date the School District has not been materially and adversely affected financially due to the virus.

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REQUIRED SUPPLEMENTARY INFORMATION - PART II

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C. Budgetary Comparison Schedules

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**BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021				POSITIVE/ (NEGATIVE)	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	FINAL TO ACTUAL	
Revenues:						
Local Tax Levy	10-1210	\$ 30,867,110	\$ -	\$ 30,867,110	\$ 30,867,110	\$ -
Other Local Governmental Units	10-1990-006	95,000	-	95,000	-	(95,000)
Tuition From Individuals	10-1310	80,000	-	80,000	224,061	144,061
Tuition From Other LEAs Within the State	10-1320	515,892	-	515,892	515,892	-
Transportation Fees from Other LEAs	10-1420	91,386	-	91,386	61,908	(29,478)
Rents and Royalties	10-1910	2,000	-	2,000	6,356	4,356
Unrestricted Miscellaneous Revenues	10-1XXX	403,466	-	403,466	384,551	(18,915)
Advertising Fees - School Buses	10-1992	625	-	625	-	(625)
Interest Earned on Maintenance Reserve	10-1XXX	900	-	900	900	-
Interest Earned on Capital Reserve Funds	10-1XXX	1,100	-	1,100	1,100	-
Total Local Sources		32,057,479	-	32,057,479	32,061,878	4,399
Intermediate Sources:						
PILOT Payments to School District	10-2300	70,000	-	70,000	573,032	503,032
Total Intermediate Sources		70,000	-	70,000	573,032	503,032
State Sources:						
Equalization Aid	10-3176	7,856,483	(505,202)	7,351,281	7,351,281	-
Categorical Special Education Aid	10-3132	1,470,071	-	1,470,071	1,470,071	-
Categorical Security Aid	10-3177	71,779	-	71,779	71,779	-
Categorical Transportation Aid	10-3121	729,374	-	729,374	729,374	-
Extraordinary Aid	10-3131	300,000	-	300,000	550,048	250,048
Non-Public Transportation Aid	10-3190	-	-	-	29,290	29,290
Homeless Tuition Aid	10-3XXX	-	-	-	10,615	10,615
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	4,467,019	4,467,019
On-Behalf TPAF Post Retirement Medical Contribution		-	-	-	1,399,894	1,399,894
On-Behalf TPAF Long-Term Disability Insurance		-	-	-	2,170	2,170
Reimbursed TPAF Social Security Contribution		-	-	-	1,295,538	1,295,538
Total State Sources		10,427,707	(505,202)	9,922,505	17,377,079	7,454,574
Federal Sources:						
Medicaid Reimbursement (SEMI)	10-4200	62,302	-	62,302	85,602	23,300
Other Restricted Grants	10-4500	-	-	-	47,495	47,495
Total Federal Sources		62,302	-	62,302	133,097	70,795
Total Revenues		42,617,488	(505,202)	42,112,286	50,145,086	8,032,800
Expenditures:						
Current Expense:						
Instruction - Regular Programs:						
Salaries of Teachers:						
Preschool	11-105-100-101	57,209	-	57,209	55,840	1,369
Kindergarten	11-110-100-101	634,218	101,784	736,002	685,189	50,813
Grades 1 - 5	11-120-100-101	3,948,410	(228,575)	3,719,835	3,575,935	143,900
Grades 6 - 8	11-130-100-101	2,489,186	(6,031)	2,483,155	2,405,819	77,336
Grades 9 - 12	11-140-100-101	3,802,578	(266,949)	3,535,629	3,510,093	25,536
Home Instruction:						
Salaries of Teachers	11-150-100-101	56,000	(25,000)	31,000	14,555	16,445
Purchased Prof. Ed. Services	11-150-100-320	-	25,000	25,000	9,903	15,097
Regular Programs - Undistributed Instruction:						
Unused Sick Payment to Terminated/Retired Staff	11-XXX-100-199	12,544	(12,544)	-	-	-
Purchased Technical Services	11-190-100-340	186,100	1,855	187,955	187,944	11
Other Purchased Services	11-190-100-500	68,495	1,961	70,456	54,751	15,705
General Supplies	11-190-100-610	658,887	231,611	890,498	497,704	392,794
Textbooks	11-190-100-640	104,701	(4,594)	100,107	94,242	5,865
Total Regular Programs		12,018,328	(181,483)	11,836,845	11,091,975	744,870

**BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Special Education:						
Learning and/or Language Disabilities:						
Salaries of Teachers	11-204-100-101	783,245	-	783,245	695,843	87,402
Other Salaries for Instruction	11-204-100-106	260,170	(19,089)	241,081	221,885	19,196
Unused Sick Payment	11-204-100-299	17,437	(17,437)	-	-	-
Supplies and Materials	11-204-100-610	27,026	(1,629)	25,397	18,807	6,590
Total Behavioral Disabilities		1,087,878	(38,155)	1,049,723	936,535	113,188
Multiple Disabilities:						
Salaries of Teachers	11-212-100-101	64,002	-	64,002	64,002	-
Other Salaries for Instruction	11-212-100-106	21,217	-	21,217	21,217	-
Textbooks	11-212-100-640	400	-	400	-	400
Total Multiple Disabilities		85,619	-	85,619	85,219	400
Resource Room:						
Salaries of Teachers	11-213-100-101	1,184,473	-	1,184,473	1,121,918	62,555
Other Salaries for Instruction	11-213-100-106	182,434	-	182,434	125,431	57,003
General Supplies	11-213-100-610	24,603	(1,500)	23,103	14,627	8,476
Textbooks	11-213-100-640	1,250	-	1,250	403	847
Total Resource Room		1,392,760	(1,500)	1,391,260	1,262,379	128,881
Autism:						
Salaries of Teachers	11-214-100-101	191,033	(5,553)	185,480	141,604	43,876
Other Salaries for Instruction	11-214-100-106	-	16,954	16,954	16,954	-
General Supplies	11-214-100-610	12,829	(267)	12,562	7,935	4,627
Total Autism		203,862	11,134	214,996	166,493	48,503
Preschool Disabilities - Part-time:						
Salaries of Teachers	11-215-100-101	255,508	(14,892)	240,616	240,522	94
Other Salaries for Instruction	11-215-100-106	-	19,089	19,089	19,089	-
General Supplies	11-215-100-600	5,402	-	5,402	5,228	174
Total Preschool Disabilities - Part-time		260,910	4,197	265,107	264,839	268
Total Special Education		3,031,029	(24,324)	3,006,705	2,715,465	291,240
Basic Skills/Remedial:						
Salaries of Teachers	11-230-100-101	742,197	31,840	774,037	752,024	22,013
General Supplies	11-230-100-610	14,141	(682)	13,459	10,566	2,893
Textbooks	11-230-100-640	125	-	125	-	125
Total Basic Skills/Remedial		756,463	31,158	787,621	762,590	25,031
Bilingual Education - Instruction:						
Salaries of Teachers	11-240-100-101	176,834	-	176,834	140,263	36,571
Other Purchased Services	11-240-100-500	1,300	-	1,300	-	1,300
General Supplies	11-240-100-610	2,500	-	2,500	-	2,500
Total Basic Skills/Remedial		180,634	-	180,634	140,263	40,371
School Sponsored Cocurricular Activities:						
Salaries	11-401-100-100	205,076	(24,772)	180,304	138,872	41,432
Supplies and Materials	11-401-100-600	20,250	(650)	19,600	1,372	18,228
Total School Sponsored Cocurricular Activities		225,326	(25,422)	199,904	140,244	59,660
School Sponsored Athletics - Instruction:						
Salaries	11-402-100-100	474,907	(56,204)	418,703	413,634	5,069
Other Purchased Services	11-402-100-500	217,225	1	217,226	145,353	71,873
Supplies and Materials	11-402-100-600	82,827	-	82,827	47,653	35,174
Total School Sponsored Athletics Instruction		774,959	(56,203)	718,756	606,640	112,116
Total Instruction		16,986,739	(256,274)	16,730,465	15,457,177	1,273,288

**BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Undistributed Expenditures:						
Instruction :						
Tuition to Other LEAs Within the State - Regular	11-000-100-561	125,766	-	125,766	104,815	20,951
Tuition to County Vocational School District - Regular	11-000-100-563	86,015	-	86,015	75,039	10,976
Tuition to County Vocational School District - Special	11-000-100-564	7,240	6,829	14,069	14,068	1
Tuition to CSSD & Regional Day School	11-000-100-565	635,055	(45,513)	589,542	240,578	348,964
Tuition to Private School for the Handicapped - State	11-000-100-566	768,306	31,153	799,459	797,961	1,498
Tuition - State Facilities	11-000-100-568	-	4,531	4,531	4,500	31
Tuition - Other	11-000-100-569	47,732	(47,732)	-	-	-
Total Undistributed Expenditures - Instruction		1,670,114	(50,732)	1,619,382	1,236,961	382,421
Attendance & Social Work Services:						
Salaries	11-000-211-100	1,129	-	1,129	-	1,129
Total Attendance & Social Work Services		1,129	-	1,129	-	1,129
Health Services:						
Salaries	11-000-213-100	411,781	1,315	413,096	412,725	371
Purchased Professional & Technical Services	11-000-213-300	51,000	(2,375)	48,625	39,388	9,237
Other Purchased Services	11-000-213-500	5,650	(394)	5,256	1,457	3,799
Supplies and Materials	11-000-213-600	13,986	(901)	13,085	6,951	6,134
Total Health Services		482,417	(2,355)	480,062	460,521	19,541
Other Support Services - Students - Related Services:						
Salaries	11-000-216-100	444,057	-	444,057	416,550	27,507
Purchased Professional - Educational Services	11-000-216-320	35,000	-	35,000	11,792	23,208
Supplies and Materials	11-000-216-600	4,750	-	4,750	2,571	2,179
Total Other Support Services-Students-Related Services		483,807	-	483,807	430,913	52,894
Other Support Services - Students - Extra Services:						
Salaries	11-000-217-100	218,947	(41,990)	176,957	140,098	36,859
Unused Sick Payment to Terminated/Retired Staff	11-000-217-299	3,227	(1,780)	1,447	-	1,447
Total Other Support Services - Students - Extra Services		222,174	(43,770)	178,404	140,098	38,306
Other Support Services - Students - Regular:						
Salaries of Other Professional Staff	11-000-218-104	691,053	-	691,053	647,747	43,306
Salaries of Secretarial & Clerical Assistants	11-000-218-105	64,962	-	64,962	62,665	2,297
Unused Sick Payment to Terminated/Retired Staff	11-000-218-299	2,927	13	2,940	2,940	-
Other Purchased Services	11-000-218-500	850	-	850	-	850
Supplies and Materials	11-000-218-600	6,485	(980)	5,505	2,544	2,961
Other Objects	11-000-218-800	5,500	10,058	15,558	14,055	1,503
Total Other Support Services - Students - Regular		771,777	9,091	780,868	729,951	50,917
Other Support Services - Students - Special Services:						
Salaries of Other Professional Staff	11-000-219-104	1,378,162	95,000	1,473,162	1,410,494	62,668
Salaries of Secretarial & Clerical Assistants	11-000-219-105	179,125	-	179,125	156,929	22,196
Unused Sick Payment to Terminated/Retired Staff	11-000-219-299	2,710	-	2,710	2,510	200
Purchased Professional - Educational Services	11-000-219-320	14,180	-	14,180	11,811	2,369
Other Purchased Professional & Technical Services	11-000-219-390	2,297,440	(95,000)	2,202,440	1,509,141	693,299
Miscellaneous Purchased Services	11-000-219-592	4,000	-	4,000	294	3,706
Supplies and Materials	11-000-219-600	39,530	(1,000)	38,530	14,928	23,602
Total Other Support Services-Students-Special Services		3,915,147	(1,000)	3,914,147	3,106,107	808,040

**BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Improvement of Instruction Services/Other Support Services - Instruction Staff:						
Salaries of Supervisor of Instruction	11-000-221-102	431,352	-	431,352	431,351	1
Salaries of Secretarial & Clerical Assistants	11-000-221-105	63,086	-	63,086	63,086	-
Other Purchased Services	11-000-221-500	50,000	-	50,000	39,361	10,639
Supplies and Materials	11-000-221-600	3,000	-	3,000	103	2,897
Total Improvement of Instruction Services/Other Support Services Instructional Staff		547,438	-	547,438	533,901	13,537
Educational Media Services/School Library:						
Salaries	11-000-222-100	270,004	-	270,004	267,226	2,778
Unused Sick Payment	11-000-222-299	4,390	-	4,390	2,420	1,970
Other Purchased Services	11-000-222-500	3,250	-	3,250	2,291	959
Supplies and Materials	11-000-222-600	37,699	(82)	37,617	34,712	2,905
Total Educational Media Services/School Library		315,343	(82)	315,261	306,649	8,612
Support Services General Administration:						
Salaries	11-000-230-100	241,037	-	241,037	241,037	-
Legal Services	11-000-230-331	60,000	7,362	67,362	67,362	-
Audit Services	11-000-230-332	43,700	(7,100)	36,600	33,000	3,600
Communications/Telephone	11-000-230-530	54,045	(723)	53,322	43,065	10,257
BOE Other Purchased Services	11-000-230-585	6,500	-	6,500	1,149	5,351
Other Purchased Services	11-000-230-590	200,754	(17,871)	182,883	152,689	30,194
General Supplies	11-000-230-610	7,100	-	7,100	2,137	4,963
Miscellaneous Expenditures	11-000-230-890	10,661	7,299	17,960	7,654	10,306
BOE Membership Dues & Fees	11-000-230-895	22,000	(3,000)	19,000	16,006	2,994
Total Support Services General Administration		645,797	(14,032)	631,765	564,099	67,666
Support Services School Administration:						
Salaries of Principals & Assistant Principals	11-000-240-103	1,156,533	-	1,156,533	1,156,532	1
Salaries of Secretarial & Clerical Assistants	11-000-240-105	479,855	(18,676)	461,179	455,454	5,725
Unused Vacation Payment to Terminated/Retired Staff	11-000-240-199	5,000	-	5,000	1,993	3,007
Unused Sick Payment to Terminated/Retired Staff	11-000-240-299	1,400	-	1,400	1,400	-
Other Purchased Services	11-000-240-500	81,215	(31,000)	50,215	45,140	5,075
Supplies and Materials	11-000-240-600	14,790	(4,926)	9,864	5,496	4,368
Total Support Services School Administration		1,738,793	(54,602)	1,684,191	1,666,015	18,176
Central Services:						
Salaries	11-000-251-100	357,908	(2,007)	355,901	354,244	1,657
Unused Sick Payment to Terminated/Retired Staff	11-000-251-299	7,335	-	7,335	7,334	1
Purchased Technical Services	11-000-251-340	7,100	1,381	8,481	6,718	1,763
Miscellaneous Purchased Services	11-000-251-592	5,000	-	5,000	2,657	2,343
Sale/Lease-Back Payments	11-000-251-594	32,996	(18,750)	14,246	12,337	1,909
Supplies & Materials	11-000-251-600	21,468	(2,273)	19,195	17,461	1,734
Total Central Services		431,807	(21,649)	410,159	400,751	9,408
Administrative Information Technology:						
Salaries	11-000-252-100	312,271	(26,148)	286,123	285,587	536
Unused Vacation Payment to Terminated/Retired Staff	11-000-252-199	-	2,200	2,200	2,200	-
Purchased Technical Services	11-000-252-340	112,754	4,628	117,382	117,372	10
Other Purchased Services	11-000-252-500	3,000	-	3,000	1,820	1,180
Total Administrative Information Technology		428,025	(19,319)	408,706	406,979	1,727
Allowance Maintenance for School Facilities:						
Salaries	11-000-261-100	336,289	(13,526)	322,763	321,508	1,255
Unused Vacation Payment to Terminated/Retired Staff	11-000-261-199	5,000	-	5,000	-	5,000
Unused Sick Payment to Terminated/Retired Staff	11-000-261-299	5,000	-	5,000	5,000	-
Maintenance Services	11-000-261-420	663,831	146,499	810,330	676,089	134,241
Lead Testing of Drinking Water	11-000-261-421	25,000	(25,000)	-	-	-
General Supplies	11-000-261-610	121,510	8,000	129,510	123,286	6,224
Total Allowance Maintenance for School Facilities		1,156,630	115,974	1,272,604	1,125,883	146,721

**BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Other Operation & Maintenance of Plant Services:						
Salaries	11-000-262-100	1,764,291	(71,041)	1,693,250	1,618,352	74,898
Salaries of Non-Instructional Aids	11-000-262-107	178,646	-	178,646	168,012	10,634
Unused Vacation Payment to Terminated/Retired Staff	11-000-262-199	5,000	-	5,000	813	4,187
Unused Sick Payment to Terminated/Retired Staff	11-000-262-299	11,200	-	11,200	7,560	3,640
Purchased Professional & Technical Services	11-000-262-300	131,000	23,050	154,050	127,431	26,619
Cleaning, Repair & Maintenance Services	11-000-262-420	38,200	-	38,200	22,010	16,190
Other Purchased Property Services	11-000-262-490	95,000	-	95,000	37,021	57,979
Insurance	11-000-262-520	135,456	-	135,456	129,595	5,861
Miscellaneous Purchased Services	11-000-262-590	22,500	-	22,500	21,579	921
General Supplies	11-000-262-610	175,443	(34,299)	141,144	124,535	16,609
Energy (Natural Gas)	11-000-262-621	194,000	44,673	238,673	238,574	99
Energy (Electricity)	11-000-262-622	748,000	(60,986)	687,014	476,843	210,171
Total Other Operation&Maintenance of Plant Services		3,498,736	(98,604)	3,400,132	2,972,325	427,807
Security						
Salaries	11-000-266-100	60,954	-	60,954	60,954	-
Total Security		60,954	-	60,954	60,954	-
Student Transportation Services:						
Salaries of Non-Instructional Aides	11-000-270-107	148,292	600	148,892	132,949	15,943
Salaries for Pupil Transportation (Between Home & School)-Reg	11-000-270-160	784,462	(87,429)	697,033	666,505	30,528
Salaries for Pupil Transportation (Between Home & School)-Sp.	11-000-270-161	345,595	(105,835)	239,760	178,309	61,451
Salaries for Pupil Transportation (Other Than Between Home & School)	11-000-270-162	80,000	(58,651)	21,349	20,190	1,159
Unused Vacation Payment to Terminated/Retired Staff	11-000-270-199	5,000	-	5,000	-	5,000
Social Security Contributions	11-000-270-220	85,000	-	85,000	77,446	7,554
Workmen's Compensation	11-000-270-260	112,103	(12,103)	100,000	100,000	-
Health Benefits	11-000-270-270	400,000	-	400,000	400,000	-
Unused Vacation Payment to Terminated/Retired Staff	11-000-270-299	13,867	-	13,867	13,867	-
Cleaning, Repair&Maintenance	11-000-270-420	58,550	-	58,550	20,531	38,019
Lease Purchase Payments - School Buses	11-000-270-443	86,000	-	86,000	85,670	330
Aid in Lieu of Payments	11-000-270-503	55,000	30,215	85,215	62,522	22,693
Contracted Services (Special Education) - Vendors	11-000-270-514	75,000	(55,934)	19,066	-	19,066
Contracted Services (Special Education) - - Joint Agreements	11-000-270-515	73,969	(46,243)	27,726	27,725	1
Miscellaneous Purchased Services - Transportation	11-000-270-593	20,472	-	20,472	19,865	607
Supplies and Materials	11-000-270-610	137,270	-	137,270	72,270	65,000
Transportation Supplies	11-000-270-615	220,007	-	220,007	137,119	82,888
Fuel Costs Funded by Advertising Revenue	11-000-270-626	313	-	313	-	313
Total Student Transportation Services		2,700,900	(335,380)	2,365,520	2,014,968	350,552
Unallocated Benefits - Employee Benefits:						
Social Security	11-000-291-220	452,213	-	452,213	439,467	12,746
Other Retirement Contributions - PERS	11-000-291-241	675,000	(1,901)	673,099	669,666	3,433
Other Retirement Contributions - ERIP	11-000-291-242	40,000	-	40,000	23,233	16,767
Unemployment Compensation	11-000-291-250	25,000	-	25,000	-	25,000
Worker's Compensation	11-000-291-260	175,391	(2,153)	173,238	171,439	1,799
Health Benefits	11-000-291-270	6,506,859	(48,549)	6,458,310	5,453,443	1,004,867
Tuition Reimbursement	11-000-291-280	50,000	-	50,000	49,497	503
Unused Sick Payment to Terminated/Retired Staff	11-000-291-299	15,000	31,746	46,746	45,113	1,633
Total Unallocated Benefits - Employee Benefits		7,939,463	(20,857)	7,918,606	6,851,858	1,066,748
Nonbudgeted:						
On-Behalf TPAF Pension Contribution		-	-	-	4,467,019	(4,467,019)
On-Behalf TPAF Post Retirement Medical Contribution		-	-	-	1,399,894	(1,399,894)
On-Behalf TPAF Long-Term Disability Insurance		-	-	-	2,170	(2,170)
Reimbursed TPAF Social Security Contribution		-	-	-	1,295,538	(1,295,538)
Total Undistributed Expenditures		27,010,451	(537,317)	26,473,134	30,173,554	(3,700,420)
Total Expenditures - Current Expense		43,997,190	(793,591)	43,203,599	45,630,731	(2,427,132)

**BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

ACCOUNT NUMBERS	JUNE 30, 2021				POSITIVE/ (NEGATIVE) FINAL TO ACTUAL	
	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL		
Capital Outlay:						
Equipment:						
Security	12-000-266-730	10,000	-	10,000	10,000	-
Non-Instructional Services	12-000-270-732	-	962,063	962,063	-	962,063
School Buses	12-000-270-733	176,895	(176,895)	-	-	-
Total Equipment		186,895	785,168	972,063	10,000	962,063
Facilities Acquisition & Construction Services:						
Construction Services	12-000-400-450	623,020	-	623,020	248,268	374,752
Assessment for Debt Service on SDA Funding	12-000-400-896	117,685	-	117,685	117,685	-
Total Facilities Acquisition & Construction Services		740,705	-	740,705	365,953	374,752
Total Capital Outlay		927,600	785,168	1,712,768	375,953	1,336,815
Transfer of Funds to Charter Schools	10-000-100-561	22,055	8,423	30,478	30,477	1
Total Expenditures		44,946,845	-	44,946,845	46,037,161	(1,090,316)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures		(2,329,357)	(505,202)	(2,834,559)	4,107,925	6,942,484
Excess/(Deficiency) of Revenues & Other Financing Sources Over/(Under) Expenditures & Other Financing Sources/(Uses)		(2,329,357)	(505,202)	(2,834,559)	4,107,925	6,942,484
Fund Balances, July 1 (As Restated)		8,089,817	-	8,089,817	8,089,817	-
Fund Balances, June 30		\$ 5,760,460	\$ (505,202)	\$ 5,255,258	\$ 12,197,742	\$ 6,942,484

RECAPITULATION OF BUDGET TRANSFERS

Reduction in State Aid	\$ 505,202
Total	\$ 505,202

RECAPITULATION OF FUND BALANCE:**Restricted for:**

Maintenance Reserve	\$ 2,758,613
Capital Reserve	4,161,388
Emergency Reserve	449,468
Tuition Reserve - Current Year	103,178
Unemployment Reserve	37,091
Excess Surplus	267,141
Excess Surplus Designated for Subsequent Year's Expenditures	9,765

Assigned to:

Year-End Encumbrances	1,726,858
Designated for Subsequent Year's Expenditures	850,000
Unassigned Fund Balance	1,834,240

Subtotal 12,197,742

Reconciliation to Governmental Fund Statements (GAAP):

Last Two State Aid Payments Not Recognized on GAAP Basis (900,952)

Fund Balance Per Governmental Funds (GAAP) \$ 11,296,790

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SPECIAL REVENUE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	JUNE 30, 2021				POSITIVE/ (NEGATIVE)
	BUDGET			ACTUAL	FINAL TO ACTUAL
	ORIGINAL BUDGET	TRANSFERS/ ADJUSTMENTS	FINAL BUDGET		
Revenues:					
Federal Sources	\$ 1,707,526	\$ -	\$ 1,707,526	\$ 1,321,662	\$ (385,864)
Local Sources	-	-	-	282,656	282,656
Total Revenues	1,707,526	-	1,707,526	1,604,318	(103,208)
Expenditures:					
Instruction:					
Salaries of Teachers	216,227	-	216,227	204,915	11,312
Purchased Professional and Technical Services	2,703	-	2,703	800	1,903
Tuition to Private Schools for the Handicapped	535,376	-	535,376	501,559	33,817
Supplies & Materials	484,716	-	484,716	385,250	99,466
Total Instruction	1,239,022	-	1,239,022	1,092,524	146,498
Support Services:					
Salaries	19,196	-	19,196	11,530	7,666
Personal Services - Employee Benefits	63,577	-	63,577	63,577	-
Purchased Professional and Technical Services	187,168	-	187,168	160,712	26,456
Purchased Professional - Educational Services	31,418	-	31,418	9,470	21,948
Other Purchased Services	7,992	-	7,992	4,378	3,614
Supplies & Materials	64,951	-	64,951	61,376	3,575
Scholarships Awarded	-	-	-	824	(824)
Student Activities	-	-	-	178,928	(178,928)
Other Objects	6,000	-	6,000	4,000	2,000
Total Support Services	380,302	-	380,302	494,795	(114,493)
Facilities Acquisition & Construction Services:					
Non-Instructional Equipment	88,202	-	88,202	-	88,202
Total Facilities Acquisition & Construction Services	88,202	-	88,202	-	88,202
Total Expenditures	1,707,526	-	1,707,526	1,587,320	120,206
Excess/(Deficiency) of Revenues Over/(Under) Expenditures & Other Financing Sources/(Uses)	\$ -	\$ -	\$ -	\$ 16,998	\$ (16,998)
Fund Balance, July 1				-	
Prior Period Adjustment				-	
Fund Balance, July 1 (Restated)				398,339	
Fund Balance, June 30				415,337	
Recapitulation:					
Restricted:					
Scholarships				155,513	
Student Activities				259,824	
Total Fund Balance				415,337	

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NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART II

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**BORDENTOWN REGIONAL SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
NOTE TO RSI
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

	GENERAL FUND	SPECIAL REVENUE FUND
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue"		
From the Budgetary Comparison Schedule (C-Series)	\$ 50,145,086	\$ 1,604,318
Difference - Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year		58,512
Current Year		(4,214)
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	863,534	-
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(900,952)	-
Total Revenues as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 50,107,668	\$ 1,658,616
Uses/outflows of resources:		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 46,037,161	\$ 1,587,320
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Current Year	-	54,298
Total Expenditures as Reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 46,037,161	\$ 1,641,618

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REQUIRED SUPPLEMENTARY INFORMATION - PART III

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

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**BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF THE SCHOOL DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
LAST EIGHT FISCAL YEARS***

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2015</u>	<u>2014</u>
School District's proportion of the net pension liability	0.05921%	0.06276%	0.06299%	0.06396%	0.06556%	0.06408%	0.06439%
School District's proportionate share of the net pension liability	\$ 9,655,714	\$ 11,309,161	\$ 12,402,615	\$ 14,889,115	\$ 19,417,069	\$ 11,997,681	\$ 12,306,906
School District's covered payroll	4,387,525	4,299,496	\$ 4,414,649	\$ 4,521,992	\$ 4,340,188	\$ 4,500,347	\$ 4,522,419
School District's proportionate share of the net pension liability as a percentage of its covered payroll	220.07%	263.03%	280.94%	329.26%	447.38%	266.59%	272.13%
Plan fiduciary net position as a percentage of the total pension liability	58.32%	56.27%	53.60%	48.10%	40.14%	52.08%	48.72%

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
 SCHEDULE OF SCHOOL DISTRICT CONTRIBUTIONS
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS)
 LAST EIGHT FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014
School District's contractually required contribution	\$ 647,735	\$ 610,511	\$ 626,557	\$ 592,831	\$ 582,428	\$ 558,933	\$ 95,436	\$ 85,241
Contributions in relation to the contractually required contribution	(647,735)	(610,511)	(626,557)	(592,831)	(582,428)	(558,933)	(95,436)	(85,241)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
School District's covered payroll	4,208,478	4,387,525	4,299,496	4,414,649	4,521,992	4,340,188	4,483,508	4,500,347
Contributions as a percentage of covered payroll	15.39%	13.91%	14.57%	13.43%	12.88%	12.88%	2.13%	1.89%

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS' PENSION AND ANNUITY FUND (TPAF)
LAST EIGHT FISCAL YEARS***

	2021	2020	2019	2018	2017	2016	2015	2014
State Proportionate Share of the Net Pension Liability associated with the School District	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%	0.000%
State's proportionate share of the net pension liability associated with the School District	101,851,650	93,429,816	96,294,399	107,375,959	119,765,208	93,017,621	79,474,589	76,204,693
	\$ 101,851,650	\$ 93,429,816	\$ 96,294,399	\$ 107,375,959	\$ 119,765,208	\$ 93,017,621	\$ 79,474,589	\$ 76,204,693
School District's covered payroll	\$ 18,099,097	\$ 17,793,721	\$ 16,587,405	\$ 16,441,421	\$ 15,928,224	\$ 15,676,373	\$ 15,920,799	\$ 15,220,543
School District's proportionate share of the net pension liability as a percentage of its covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	24.60%	26.59%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

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

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

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M. Schedules Related to Accounting and Reporting for Other Post
Employment Benefits (GASB 75)

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

	2021	2020	2019	2018
District's Total OPEB Liability				
Service Cost	\$ 2,941,093	\$ 2,935,753	\$ 3,439,120	\$ 4,140,968
Interest Cost	2,570,807	3,126,508	3,463,563	2,988,956
Differences Between Expected and Actual Experiences	20,076,621	(12,421,611)	(11,221,561)	-
Changes of Assumptions	21,255,732	1,065,837	(9,054,987)	(12,487,126)
Contributions: Member	61,402	65,047	72,923	80,443
Gross Benefit Payments	(2,025,804)	(2,194,355)	(2,109,948)	(2,184,605)
Net Change in District's Total OPEB Liability	44,879,851	(7,422,821)	(15,410,890)	(7,461,364)
District's Total OPEB Liability (Beginning)	71,484,303	78,907,124	94,318,014	101,779,378
District's Total OPEB Liability (Ending)	\$ 116,364,154	\$ 71,484,303	\$ 78,907,124	\$ 94,318,014
District's Covered Employee Payroll***	\$ 22,307,575	\$ 22,181,246	\$ 20,886,901	\$ 20,856,070
District's Net OPEB Liability as a Percentage of Payroll	522%	322%	378%	452%

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

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION - PART III
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Teachers Pension and Annuity Fund (TPAF)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 5.60% as of June 30, 2019, to 5.40% as of June 30, 2020.

Public Employees' Retirement System (PERS)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 6.28% as of June 30, 2019, to 7.00% as of June 30, 2020.

State Health Benefit Local Education Retired Employees Plan (OPEB)

Changes in Benefit Terms - None.

Changes in Assumptions - The discount rate changed from 3.50% as of June 30, 2019, to 2.21% as of June 30, 2020.

OTHER SUPPLEMENTARY INFORMATION

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E. Special Revenue Fund

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**Bordentown Regional School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Total Brought Forward (Ex. E-1a)	Title I, Part A		I.D.E.A. Part B		Title II, Part A		Title III, Part A		Title IV	Totals
		2020-2021	2020-2021	2020-2021	2020-2021	2020-2021	2020-2021	2020-2021	2020-2021		
REVENUES											
Local Sources	\$ 282,656	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 282,656
Federal Sources	500,045	257,817	501,559	34,051	10,743	17,446	1,321,662				1,321,662
Total Revenues	782,701	257,817	501,559	34,051	10,743	17,446	1,604,318				1,604,318
EXPENDITURES:											
Instruction:											
Salaries of Teachers	1,426	180,489	-	20,500	2,500	-	204,915				204,915
Purchased Professional and Technical Services	-	-	-	-	-	800	800				800
Tuition for Private Schools for the Handicapped	-	-	501,559	-	-	-	501,559				501,559
General Supplies	360,901	9,360	-	-	5,683	9,306	385,250				385,250
Other Objects	-	-	-	-	-	-	-				-
Total instruction	362,327	189,849	501,559	20,500	8,183	10,106	1,092,524				1,092,524
Support services:											
Salaries	10,030	1,500	-	-	-	-	11,530				11,530
Personal Services - Employee Benefits	-	54,937	-	8,200	440	-	63,577				63,577
Purchased Professional and Technical Services	160,712	-	-	-	-	-	160,712				160,712
Purchased Professional - Educational Services	-	99	-	5,351	500	3,520	9,470				9,470
Other Purchased Services (400-500 series)	1,800	-	-	-	578	2,000	4,378				4,378
Supplies & Materials	51,082	7,432	-	-	1,042	1,820	61,376				61,376
Scholarship	824	-	-	-	-	-	824				824
Student Activates	178,928	-	-	-	-	-	178,928				178,928
Other Objects	-	4,000	-	-	-	-	4,000				4,000
Total support services	403,376	67,968	-	13,551	2,560	7,340	494,795				494,795
Total Expenditures	765,703	257,817	501,559	34,051	10,743	17,446	1,587,320				1,587,320
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	16,998	-	-	-	-	-	16,998				16,998
Fund Balance, July 1 (As Restated, Note 20)	398,339	-	-	-	-	-	398,339				398,339
Fund Balance, June 30	\$ 415,337	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 415,337				\$ 415,337

**Bordertown Regional School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	CARES - ESSER		Digital Divide		Coronavirus Relief Fund		Screening, Brief, Intervention and Referral to Treatment		Burlington County Municipal Alliance (BRAD)		Total Carried Forward
	2020-2021	2020-2021	2020-2021	2020-2021	2020-2021	2020-2021	2020-2021	2020-2021	2020-2021		
REVENUES											
Local Sources	\$ 253,191	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,226	\$ -	\$ 26,239	\$ -	\$ 282,656
Federal Sources	-	213,724	167,809	118,512	-	-	-	-	-	-	500,045
Total Revenues	253,191	213,724	167,809	118,512	3,226	26,239	782,701				
EXPENDITURES:											
Instruction:											
Salaries of Teachers	-	-	-	-	1,426	-	-	-	-	-	1,426
Purchased Professional and Technical Services	-	-	-	-	-	-	-	-	-	-	-
Tuition for Private Schools for the Handicapped	-	-	-	-	-	-	-	-	-	-	-
General Supplies	43,949	149,143	167,809	-	-	-	-	-	-	-	360,901
Other Objects	-	-	-	-	-	-	-	-	-	-	-
Total instruction	43,949	149,143	167,809	-	1,426	-	362,327				
Support services:											
Salaries	-	-	-	-	-	-	-	-	-	-	-
Personal Services - Employee Benefits	-	-	-	-	-	-	-	-	-	-	-
Purchased Professional and Technical Services	-	42,634	-	118,078	-	-	160,712	-	-	-	160,712
Purchased Professional - Educational Services	-	-	-	-	-	-	-	-	-	-	-
Other Purchased Services (400-500 series)	-	-	-	-	1,800	-	1,800	-	-	-	1,800
Supplies & Materials	2,462	21,947	-	434	-	-	-	26,239	-	-	51,082
Scholarship	824	-	-	-	-	-	-	-	-	-	824
Student Activates	178,928	-	-	-	-	-	-	-	-	-	178,928
Other Objects	-	-	-	-	-	-	-	-	-	-	-
Total support services	192,244	64,581	-	118,512	1,800	26,239	403,376				
Total Expenditures	236,193	213,724	167,809	118,512	3,226	26,239	765,703				
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	16,998	-	-	-	-	-	16,998				
Fund Balance, July 1 (As Restated, Note 20)	398,339	-	-	-	-	-	398,339				
Fund Balance, June 30	\$ 415,337	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 415,337				

**Bordentown Regional School District
Special Revenue Fund
Combining Schedule of Program Revenues and Expenditures - Budgetary Basis
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	Mentor Program 2020-2021	Hart Association 2020-2021	Bordentown Regional School District Education Foundation Grant		Student Activities 2020-2021	Scholarship Award 2020-2021	Total Carried Forward
			2020-2021	2020-2021			
REVENUES							
Local Sources	\$ 10,030	\$ 2,462	\$ 43,949	\$ 183,280	\$ 13,470	\$ 253,191	
Federal Sources	-	-	-	-	-	-	
Total Revenues	10,030	2,462	43,949	183,280	13,470	253,191	
EXPENDITURES							
Instruction:							
Salaries of Teachers	-	-	-	-	-	-	
Purchased Professional and Technical Services	-	-	-	-	-	-	
Tuition for Private Schools for the Handicapped	-	-	-	-	-	-	
General Supplies	-	-	43,949	-	-	-	43,949
Other Objects	-	-	-	-	-	-	
Total instruction	-	-	43,949	-	-	-	43,949
Support services:							
Salaries	10,030	-	-	-	-	-	10,030
Personal Services - Employee Benefits	-	-	-	-	-	-	
Purchased Professional and Technical Services	-	-	-	-	-	-	
Purchased Professional - Educational Services	-	-	-	-	-	-	
Other Purchased Services (400-500 series)	-	-	-	-	-	-	
Supplies & Materials	-	2,462	-	-	-	-	2,462
Scholarship	-	-	-	-	824	-	824
Student Activities	-	-	-	178,928	-	-	178,928
Other Objects	-	-	-	-	-	-	
Total support services	10,030	2,462	-	178,928	824	-	192,244
Facilities acquisition and const. serv.:							
Non-instructional Equipment	-	-	-	-	-	-	
Total facilities acquisition and const. serv.	-	-	-	-	-	-	
Total Expenditures	10,030	2,462	43,949	178,928	824	236,193	
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	4,352	12,646	16,998	
Fund Balance, July 1 (As Restated, Note 20)	-	-	-	255,472	142,867	398,339	
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ 259,824	\$ 155,513	\$ 415,337	

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F. Capital Projects Fund

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**BORDENTOWN REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PROJECT EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

PROJECT TITLE	ORIGINAL DATE	BUDGETARY APPROPRIATIONS	EXPENDITURES		TRANSFER TO DEBT SERVICE	UNEXPENDED BALANCE 2021
			PRIOR YEAR	CURRENT YEAR		
Renovations to Clara Barton Elementary School	6/19/2002	\$ 1,831,755	\$ 1,745,118	\$ -	\$ -	\$ 86,637
Renovations to MacFarland Elementary School	6/19/2002	1,613,832	1,546,754	-	-	67,078
Renovations to Peter Muschal Elementary School	6/19/2002	923,063	872,960	-	-	50,103
Renovations to Bordentown Middle School	6/19/2002	2,324,235	2,052,773	-	(260,152)	11,310
Security Upgrades	8/12/2020	140,403	-	65,456	-	74,947
Subtotal - Remaining Project Balance		6,833,288	6,217,605	65,456	(260,152)	290,075
Total		\$ 6,833,288	\$ 6,217,605	\$ 65,456	\$ (260,152)	\$ 290,075
Reconciliation - Unexpended Capital Project Balances to Fund Balance - June 30, 2021:						
Unexpended Project Balances June 30, 2021						\$ 290,075
Total Fund Balance (Budgetary Basis) - June 30, 2021						290,075
Less:						
Unexpended State Aid - Alyssa's Law Grants						140,403
Total Fund Balance (GAAP Basis) - June 30, 2021						\$ 149,672

**BORDENTOWN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SUMMARY SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE-BUDGETARY BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Expenditures and Other Financing Uses:	
Purchased Professional & Technical Services	\$ <u>65,456</u>
Total Expenditures	<u>65,456</u>
Other Financing Sources/(Uses)	
Transfer to Debt Service	\$ <u>(50,000)</u>
Total Other Financing Sources/(Uses)	<u>(50,000)</u>
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	(115,456)
Fund Balance - Beginning	<u>265,128</u>
Fund Balance - Ending	<u><u>\$ 149,672</u></u>

**BORDENTOWN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
RENOVATIONS TO CLARA BARTON ELEMENTARY SCHOOL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 452,844	\$ -	\$ 452,844	\$ 452,844
Bond Proceeds & Transfers	1,378,911	-	1,378,911	1,378,911
Total Revenues	1,831,755	-	1,831,755	1,831,755
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	211,046	-	211,046	211,046
Construction Services	1,534,072	-	1,534,072	1,534,072
Total Expenditures	1,745,118	-	1,745,118	1,745,118
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ 86,637	\$ -	\$ 86,637	\$ 86,637

ADDITIONAL PROJECT INFORMATION

Project Number	SP#202335
Grant Date	June 19, 2002
Bond Authorization Date	March 12, 2002
Bonds Authorized	\$ 1,378,911
Bonds Issued	\$ 1,378,911
Original Authorized Cost	\$ 1,831,755
Revised Authorized Cost	\$ 1,831,755
Percentage Increase Over Original Authorized Cost	0%
Percentage of Completion	100%
Original Target Completion Date	November 30, 2005
Actual Completion Date	August 1, 2006

**BORDENTOWN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
RENOVATIONS TO MACFARLAND ELEMENTARY SCHOOL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 447,466	\$ -	\$ 447,466	\$ 447,466
Bond Proceeds & Transfers	1,166,366	-	1,166,366	1,166,366
Total Revenues	1,613,832	-	1,613,832	1,613,832
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	173,904	-	173,904	173,904
Construction Services	1,372,850	-	1,372,850	1,372,850
Total Expenditures	1,546,754	-	1,546,754	1,546,754
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ 67,078	\$ -	\$ 67,078	\$ 67,078

ADDITIONAL PROJECT INFORMATION

Project Number	SP#202336
Grant Date	June 19, 2002
Bond Authorization Date	March 12, 2002
Bonds Authorized	\$ 1,166,366
Bonds Issued	\$ 1,166,366
Original Authorized Cost	\$ 1,613,832
Revised Authorized Cost	\$ 1,613,832
Percentage Increase Over Original Authorized Cost	0%
Percentage of Completion	100%
Original Target Completion Date	November 30, 2005
Actual Completion Date	August 1, 2006

**BORDENTOWN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
RENOVATIONS TO PETER MUSCHAL ELEMENTARY SCHOOL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SCC Grant	\$ 120,606	\$ -	\$ 120,606	\$ 120,606
Bond Proceeds & Transfers	802,457	-	802,457	802,457
Total Revenues	923,063	-	923,063	923,063
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	135,713	-	135,713	135,713
Construction Services	737,247	-	737,247	737,247
Total Expenditures	872,960	-	872,960	872,960
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ 50,103	\$ -	\$ 50,103	\$ 50,103

ADDITIONAL PROJECT INFORMATION

Project Number	SP#202337
Grant Date	June 19, 2002
Bond Authorization Date	March 12, 2002
Bonds Authorized	\$ 802,457
Bonds Issued	\$ 802,457
Original Authorized Cost	\$ 923,063
Revised Authorized Cost	\$ 923,063
Percentage Increase Over Original Authorized Cost	0%
Percentage of Completion	100%
Original Target Completion Date	November 30, 2005
Revised Target Completion Date	August 1, 2006

**BORDENTOWN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
RENOVATIONS TO BORDENTOWN MIDDLE SCHOOL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - SDA Grant	\$ 669,693	\$ -	\$ 669,693	\$ 669,693
Bond Proceeds & Transfers	1,654,542	-	1,654,542	1,654,542
Total Revenues	2,324,235	-	2,324,235	2,324,235
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	185,264	-	185,264	185,264
Construction Services	1,862,980	-	1,862,980	1,862,980
Other Objects	4,529	-	4,529	4,529
Total Expenditures	2,052,773	-	2,052,773	2,052,773
Other Financing Sources/(Uses)				
Transfer to Debt Service	(210,152)	(50,000)	(260,152)	(260,152)
Total Other Financing Sources/(Uses)	(210,152)	(50,000)	(260,152)	(260,152)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ 61,310	\$ (50,000)	\$ 11,310	\$ 11,310

ADDITIONAL PROJECT INFORMATION

Project Number	SP#202338
Grant Date	June 19, 2002
Bond Authorization Date	March 12, 2002
Bonds Authorized	\$ 1,654,542
Bonds Issued	\$ 1,654,542
Original Authorized Cost	\$ 2,324,235
Revised Authorized Cost	\$ 2,324,235
Percentage Increase Over Original Authorized Cost	0%
Percentage of Completion	100%
Original Target Completion Date	November 30, 2005
Revised Target Completion Date	August 1, 2006

**BORDENTOWN REGIONAL SCHOOL DISTRICT
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, PROJECT BALANCE AND
PROJECT STATUS - BUDGETARY BASIS
SECURITY UPGRADES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	PRIOR PERIODS	CURRENT YEAR	TOTALS	REVISED AUTHORIZED COST
Revenues & Other Financing Sources:				
State Sources - Alyssa's Law Grant	\$ -	\$ -	\$ -	\$ 140,403
Total Revenues	-	-	-	140,403
Expenditures & Other Financing Uses:				
Purchased Professional & Technical Services	-	65,456	65,456	65,456
Total Expenditures	-	65,456	65,456	65,456
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	\$ -	\$ (65,456)	\$ (65,456)	\$ 74,947

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I. Long-Term Debt

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**BORDENTOWN REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF SERIAL BONDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

ISSUE	DATE OF ISSUE	AMOUNT OF ISSUE	ANNUAL MATURITY	INTEREST RATE	BALANCE JUNE 30, 2020	REDEEMED	BALANCE JUNE 30, 2021
2016 School Refunding Bonds	11/10/2016	\$ 27,355,000	1/15/2022	5.000%	\$ 23,055,000	\$ 1,385,000	\$ 21,670,000
			1/15/2023	5.000%			
			1/15/2024	5.000%			
			1/15/2025	5.000%			
			1/15/2026	5.000%			
			1/15/2027	5.000%			
			1/15/2028	5.000%			
			1/15/2029	4.000%			
			1/15/2030	4.000%			
			1/15/2031	4.000%			
			1/15/2032	4.000%			
			1/15/2033	3.000%			
2010 School Bonds for Renovations and Improvements at the High School Complex to Include Solar Energy and Athletic Fields	3/12/2010	8,499,000	3/1/2022	3.500%	3,699,000	700,000	2,999,000
			3/1/2023	3.500%			
			3/1/2024	3.500%			
			3/1/2025	3.500%			
Total					\$ 26,754,000	\$ 2,085,000	\$ 24,669,000

**BORDENTOWN REGIONAL SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

SERIES	DATE OF LEASE	TERM OF LEASE	INTEREST RATE PAYABLE	AMOUNT OF ORIGINAL ISSUE	AMOUNT OUTSTANDING JUNE 30, 2020	RETIRED CURRENT YEAR	AMOUNT OUTSTANDING JUNE 30, 2021
6 54 Passenger School Buses	3/6/2015	7 Years	1.67%	525,000	\$ 126,384	\$ 83,905	\$ 42,479
2019 Ford F-350	11/27/2019	36 Months	6.20%	34,984	22,647	10,998	11,649
TOTAL					\$ 149,031	\$ 94,903	\$ 54,128

**BORDENTOWN REGIONAL SCHOOL DISTRICT
DEBT SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	ORIGINAL BUDGET	BUDGET TRANSFERS	FINAL BUDGET	ACTUAL	VARIANCE POSITIVE (NEGATIVE FINAL TO ACTUAL)
Revenues:					
Local Sources:					
Local Tax Levy	\$ 2,961,341	\$ -	\$ 2,961,341	\$ 2,961,341	\$ -
State Sources:					
Debt Service Aid Type II	217,423	-	217,423	217,423	-
Total Revenues	3,178,764	-	3,178,764	3,178,764	-
Expenditures:					
Regular Debt Service:					
Interest on Bonds	1,143,764	-	1,143,764	1,143,764	-
Redemption of Principal	2,085,000	-	2,085,000	2,085,000	-
Total Expenditures	3,228,764	-	3,228,764	3,228,764	-
Other Financing Sources/(Uses):					
Transfer From Capital Projects Fund	50,000	-	50,000	50,000	-
Total Other Financial Sources/(Uses)	50,000	-	50,000	50,000	-
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	-	-	-	-	-
Fund Balance July 1, 2020	-	-	-	-	-
Fund Balance June 30, 2021	\$ -	\$ -	\$ -	\$ -	\$ -

STATISTICAL SECTION (Unaudited)

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Governmental Activities:										
Net Investment in Capital Assets	\$ 15,383,696	\$ 14,524,053	\$ 13,512,598	\$ 12,472,045	\$ 11,784,533	\$ 10,577,418	\$ 11,311,755	\$ 11,513,485	\$ 12,122,145	\$ 12,214,431
Restricted	8,351,653	5,970,023	4,533,093	3,644,809	2,564,705	1,388,244	842,219	1,109,192	1,857,760	2,111,689
Unrestricted	(13,264,706)	(15,821,001)	(1,600,233)	(15,908,415)	(15,061,536)	(13,209,537)	(14,581,412)	(1,039,381)	(1,230,770)	(977,100)
Total Governmental Activities	10,470,643	4,673,075	2,043,258	208,439	(712,298)	(1,243,875)	(2,427,438)	11,583,296	12,749,135	13,349,020
Business-Type Activities:										
Net Investment in Capital Assets	87,764	94,976	70,411	90,787	94,049	92,380	112,580	132,455	156,353	183,596
Unrestricted	524,874	562,493	666,603	558,889	577,540	525,030	497,158	482,860	397,382	309,183
Total Business-Type Activities	612,638	657,469	737,044	649,676	671,589	617,410	609,738	615,315	553,735	492,779
District-Wide:										
Net Investment in Capital Assets	15,471,460	14,619,029	13,583,039	12,562,832	11,878,582	10,669,798	11,424,335	11,645,940	12,278,498	12,398,027
Restricted	8,351,653	5,970,023	4,533,093	3,644,809	2,564,705	1,388,244	842,219	1,109,192	1,857,760	2,111,689
Unrestricted	(12,739,832)	(15,258,508)	(15,335,830)	(15,349,526)	(14,483,996)	(12,684,507)	(14,084,254)	(556,521)	(833,388)	(667,917)
Total District Net Position	\$ 11,083,281	\$ 5,330,544	\$ 2,780,302	\$ 858,115	\$ (40,709)	\$ (626,465)	\$ (1,817,700)	\$ 12,198,611	\$ 13,302,870	\$ 13,841,799

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

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Expenses:										
Governmental Activities										
Instruction:										
Regular	\$ 11,091,975	\$ 11,249,003	\$ 10,969,909	\$ 10,535,966	\$ 10,480,471	\$ 9,965,239	\$ 12,720,994	\$ 12,885,266	\$ 12,270,882	\$ 11,782,331
Special Education	3,807,989	3,716,823	3,559,909	3,469,473	3,377,838	3,139,589	3,781,151	4,064,402	4,200,979	4,393,784
Other Instruction	902,853	855,949	771,580	739,484	828,427	858,422	1,026,179	1,035,910	949,973	909,103
School Sponsored	746,884	891,595	826,011	796,478	817,591	809,589	903,586	896,352	877,030	813,316
Support Services:										
Tuition	1,236,961	1,145,831	1,249,325	1,403,336	1,614,797	1,808,883	1,888,122	1,516,554	1,206,520	1,204,106
Student & Instruction Related Services	6,193,656	6,497,374	5,956,952	5,772,075	5,807,888	5,606,567	6,458,910	5,867,320	5,492,798	4,705,990
School Administrative Services	1,666,015	1,656,965	1,625,720	1,582,254	1,552,632	1,486,937	513,428	584,012	720,066	506,363
General & Business Administrative Services	564,099	601,789	586,391	637,961	522,019	496,433	1,878,967	1,771,923	1,837,361	1,829,094
Central Office & Technology Services	807,730	822,106	722,295	704,166	717,657	664,378	801,699	755,325	709,560	724,576
Plant Operations & Maintenance	4,064,259	3,819,478	4,017,460	3,778,797	3,807,687	3,576,440	4,371,506	4,342,287	4,053,655	4,128,597
Pupil Transportation	2,014,968	2,286,504	2,385,180	2,283,414	2,586,046	1,927,589	2,550,631	2,530,435	2,542,987	2,421,515
Allocated Benefits	-	-	-	-	-	-	6,714,526	2,811,542	3,183,332	2,474,537
Unallocated Benefits	7,828,385	8,136,550	9,944,553	12,745,811	7,310,413	17,766,768	-	-	-	-
Special Schools	-	-	-	-	-	-	4,477	-	-	-
Charter Schools	30,477	29,960	-	-	-	-	-	-	-	-
Interest on Long-Term Debt	1,111,643	1,188,361	1,261,494	1,325,162	1,256,569	1,783,349	1,874,615	1,941,677	1,973,098	2,001,334
On-Behalf/TPAF Pension & Social Security Contributions	7,629,107	6,763,164	6,829,273	8,662,050	4,464,162	-	-	-	-	-
Adjustment to Capital Assets	-	-	-	37,392	20,590	-	-	-	-	-
Unallocated Depreciation	1,761,254	1,745,061	1,851,971	1,852,521	1,635,975	1,708,492	1,702,526	1,724,580	1,865,929	2,056,443
Amortization of Debt Issuance Costs	-	-	-	-	-	-	-	-	23,478	-
Unallocated Compensated Absences	-	-	-	-	-	145,112	-	-	-	-
Total Governmental Activities Expenses	51,458,255	51,406,514	52,558,023	56,326,340	46,800,762	51,743,787	47,193,317	42,727,585	41,907,648	39,974,567
Business-Type Activities:										
Community District Alliance	491,288	933,083	1,053,771	1,056,716	1,058,297	1,018,752	992,079	904,975	814,073	701,470
Food Service	889,160	564,697	687,181	821,766	795,927	792,625	751,901	731,614	696,724	784,264
Total Business-Type Activities Expense	1,380,448	1,497,780	1,740,952	1,878,482	1,854,224	1,811,377	1,743,980	1,636,589	1,510,797	1,485,734
Total District Expenses	52,838,703	52,904,294	54,298,975	58,204,822	48,654,986	53,555,164	48,937,297	44,364,174	43,418,445	41,460,301
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Instruction (Tuition)	10,501,841	9,316,352	11,141,187	15,422,930	5,440,043	11,709,591	881,361	722,944	899,221	881,504
Operating Grants & Contributions	-	-	-	-	-	-	7,817,957	3,975,830	4,403,431	3,761,352
Total Governmental Activities Program Revenues	10,501,841	9,316,352	11,141,187	15,422,930	5,440,043	11,709,591	8,699,318	4,698,774	5,302,652	4,642,856
Business-Type Activities:										
Charges for Services:										
Food Service	16,648	300,405	427,511	452,041	448,143	408,372	412,591	414,681	399,383	426,936
Community District Alliance	303,842	717,414	1,015,065	1,028,710	1,045,617	986,957	943,985	946,733	815,745	857,343
Operating Grants & Contributions	1,015,127	378,737	407,593	412,773	424,494	434,585	413,459	381,865	356,625	364,096
Total Business Type Activities Program Revenues	1,335,617	1,396,556	1,849,969	1,893,524	1,918,254	1,829,914	1,770,035	1,743,279	1,571,753	1,648,375
Total District Program Revenues	11,837,458	10,712,908	12,991,156	17,316,454	7,358,297	13,539,505	10,469,353	6,442,053	6,874,405	6,291,231

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

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Net/(Expense)/Revenue:										
Governmental Activities	(40,956,415)	(42,090,162)	(41,416,836)	(40,903,410)	(41,360,719)	(40,034,196)	(38,493,999)	(38,028,811)	(36,604,996)	(35,331,711)
Business-Type Activities	(44,831)	(101,224)	109,017	15,042	64,030	18,537	26,055	106,690	60,956	162,641
Total District-Wide Net Expense	(41,001,246)	(42,191,386)	(41,307,819)	(40,888,368)	(41,296,689)	(40,015,659)	(38,467,944)	(37,922,121)	(36,544,040)	(35,169,070)
General Revenues & Other Changes in Net Position:										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	30,867,110	30,261,873	29,668,503	28,841,670	27,980,272	27,203,066	26,630,061	25,579,178	24,613,704	24,131,082
Taxes Levied for Debt Service	2,961,341	2,965,990	2,989,824	2,874,360	3,256,422	3,260,409	3,043,674	2,712,127	2,712,124	2,680,506
Unrestricted Grants & Contributions	10,525,560	9,957,602	9,362,820	8,897,162	8,988,893	8,580,348	8,566,014	8,317,443	8,167,105	7,762,512
Restricted Grants & Contributions	-	88,087	90,164	-	-	-	-	-	-	-
EDA Grant not restricted to specific functions	-	-	-	-	-	-	-	-	-	-
Tuition Received	739,953	821,650	496,408	527,883	833,054	1,047,875	-	-	-	-
Rents and Royalties	6,356	1,175	1,369	2,287	2,025	3,287	-	-	-	-
Investment Earnings	-	-	-	-	-	-	457	676	2,122	5,014
Miscellaneous Income	1,156,333	762,090	573,067	471,234	694,432	695,517	783,395	488,150	510,056	479,398
Transportation Fees from Other LEA's Within State	61,908	54,557	78,648	172,596	138,367	113,504	-	-	-	-
Transfers	-	-	-	36,955	(1,142)	(26,407)	30,592	45,110	-	-
Extraordinary Item - Insurance Proceeds for Fire Loss- Buses	-	-	-	-	-	-	-	-	-	450,022
Adjustment to Capital Assets	-	-	-	-	-	-	-	-	-	-
Cancellation of Account Receivables/ Payables	-	(193,045)	-	-	-	-	-	-	-	-
Prior Year Write-Offs (net)	-	-	675	-	(27)	20	-	-	-	-
Total Governmental Activities	46,318,561	44,719,979	43,261,478	41,824,147	41,892,296	40,877,619	38,854,955	37,142,684	36,005,111	35,508,534
Business-Type Activities:										
Transfers	-	-	(21,649)	(36,955)	(9,851)	(10,865)	(30,592)	(45,110)	-	-
Net (Increase)/Decrease in Capital Assets	-	-	-	-	-	-	(1,040)	-	-	-
Total Business-Type Activities	-	-	(21,649)	(36,955)	(9,851)	(10,865)	(31,632)	(45,110)	-	-
Total District-Wide	46,318,561	44,719,979	43,239,829	41,787,192	41,882,445	40,866,754	38,823,323	37,097,574	36,005,111	35,508,534
Change in Net Position:										
Governmental Activities	5,362,146	2,629,817	1,844,642	920,737	531,577	843,423	360,956	(886,127)	(599,885)	176,823
Business-Type Activities	(44,831)	(101,224)	87,368	(21,913)	54,179	7,672	(5,577)	61,580	60,956	162,641
Total District	\$ 5,317,315	\$ 2,528,593	\$ 1,932,010	\$ 898,824	\$ 585,756	\$ 851,095	\$ 355,379	\$ (824,547)	\$ (538,929)	\$ 339,464

**BORDENTOWN REGIONAL SCHOOL DISTRICT
FUND BALANCES AND GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)**

	FISCAL YEAR ENDING JUNE 30,									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
General Fund:										
Restricted	\$ 7,786,644	\$ 5,704,895	\$ 4,217,965	\$ 3,279,681	\$ 2,030,232	\$ 716,311	\$ 842,219	\$ 1,109,192	\$ 1,608,911	\$ 1,729,906
Assigned	2,576,858	1,484,305	1,425,659	1,357,185	1,569,650	1,975,437	1,331,249	559,498	761,457	569,552
Unassigned	933,288	-	48,530	70,352	132,684	98,700	(245,081)	(448,346)	(298,121)	(248,268)
Total General Fund	11,296,790	7,189,200	5,692,154	4,707,218	3,732,566	2,790,448	1,928,387	1,220,344	2,072,247	2,051,190
All Other Governmental Funds:										
Restricted	565,009	265,128	315,128	365,128	402,899	1,074,832	-	-	-	-
Assigned, Reported in:										
Capital Projects Fund	-	-	-	-	-	-	452,899	708,844	957,697	1,339,484
Debt Service Fund	-	-	-	-	-	-	-	-	(4)	(4)
Unassigned, Reported in:										
Debt Service Fund	-	-	-	-	131,574	-	-	-	-	-
Total All Other Governmental Funds	\$ 565,009	\$ 315,128	\$ 315,128	\$ 365,128	\$ 534,473	\$ 1,074,832	\$ 452,899	\$ 708,844	\$ 957,693	\$ 1,339,480

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Revenues:										
Taxes Local	\$ 33,828,451	\$ 33,227,863	\$ 32,658,327	\$ 31,716,030	\$ 31,236,694	\$ 30,463,475	\$ 29,673,735	\$ 28,291,305	\$ 27,325,828	\$ 26,811,588
Tuition Charges	739,953	821,650	496,408	527,883	833,054	1,047,875	881,361	722,944	899,221	881,504
Transportation	61,908	54,557	78,648	172,596	138,567	113,504	-	-	-	-
Interest Earnings	-	-	-	-	-	457	457	676	2,122	5,014
Miscellaneous	1,247,596	1,171,784	922,312	473,521	696,457	698,804	656,405	417,481	445,099	419,237
Local Sources	-	-	-	-	-	-	206,035	152,826	147,054	134,377
State Sources	17,557,084	15,876,099	14,937,117	13,802,223	13,427,684	12,347,288	11,736,072	11,350,455	11,627,980	10,342,697
Federal Sources	1,510,056	903,217	751,177	977,525	1,001,252	1,044,160	967,074	942,818	942,556	1,181,167
Total Revenue	54,945,048	52,055,170	49,843,989	47,669,778	47,333,508	45,715,106	44,121,139	41,878,505	41,389,860	39,775,584
Expenditures:										
Instruction:										
Regular Instruction	11,091,975	11,249,003	10,969,909	10,535,966	10,480,471	9,965,239	10,257,059	10,130,247	10,019,740	9,577,867
Special Education Instruction	3,807,989	3,716,823	3,559,909	3,469,473	3,377,838	3,139,589	3,186,798	3,288,128	3,425,294	3,608,899
Other Special Instruction	-	-	-	-	-	-	816,252	801,629	781,318	735,627
Other Instructional	902,853	855,949	771,580	739,484	828,427	858,422	761,321	737,922	733,924	706,974
School Sponsored	746,884	891,595	826,011	796,478	817,591	809,589	-	-	-	-
Support Services:										
Tuition	1,236,961	1,145,831	1,249,325	1,403,336	1,614,797	1,808,883	1,888,122	1,516,554	1,206,520	1,204,106
Student & Instruction Related Services	6,193,656	6,497,374	5,956,952	5,772,075	5,807,888	5,606,567	5,449,824	4,772,649	4,662,160	3,982,886
School Administrative Services	1,666,015	1,656,965	1,625,720	1,582,254	1,552,632	1,486,937	1,504,693	1,524,861	1,491,828	1,439,956
General & Business Administration Services	1,371,829	1,423,895	1,308,686	1,342,127	1,239,676	1,160,811	1,174,904	1,178,899	1,117,063	1,093,738
Plant Operations & Maintenance	4,159,162	3,923,518	4,111,760	3,874,172	3,891,616	3,720,150	3,822,782	3,689,763	3,573,345	3,603,386
Pupil Transportation	2,014,968	2,286,504	2,385,180	2,283,414	2,372,456	1,715,380	1,770,620	1,762,287	1,704,136	1,647,528
Allocated Benefits	-	-	-	-	-	594,917	-	-	-	-
Unallocated Benefits	6,915,435	6,865,864	6,392,100	6,333,256	6,078,790	9,861,969	9,309,738	9,634,426	9,246,000	8,232,012
On-Behalf TPAF Pension and Social Security Contributions	7,164,621	5,999,826	5,653,054	4,938,998	4,464,162	-	-	-	-	-
Expenditures (continued):										
Special Schools	-	-	-	-	-	-	4,477	-	-	-
Capital outlay	323,724	763,237	730,956	550,511	1,121,324	312,122	840,747	778,737	444,597	608,882
Debt service:										
Principal	2,085,000	2,000,000	1,950,000	1,895,000	2,216,381	1,880,000	1,775,000	1,455,000	1,540,000	1,465,000
Interest & Other Charges	1,261,449	1,336,763	1,408,763	1,347,927	1,279,150	1,624,290	1,701,790	1,753,265	1,804,665	1,855,180
Total Expenditures	50,942,522	50,613,148	48,899,905	46,864,471	47,143,199	44,544,865	44,264,127	43,024,367	41,750,590	39,762,041
Excess (Deficiency) of Revenues Over/(Under) Expenditures	4,002,526	1,442,022	944,084	805,307	190,309	1,170,241	(142,988)	(1,145,862)	(360,730)	13,543

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

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Other Financing Sources/(Uses):										
Prior Year Receivable	-	-	-	-	-	-	(28)	-	-	-
Proceeds of Refunding Bonds	-	-	-	-	30,997,105	-	-	-	-	-
Payment to Refunded Debt Escrow Agent	-	-	-	-	(30,823,415)	-	-	-	-	-
Capital Leases										
(Nonbudgeted)	-	34,984	-	-	38,929	-	563,731	-	-	-
Cancellation of Account Payable	-	-	675	-	-	20	-	-	-	-
Cancellation of Account Receivable	-	-	-	-	(27)	-	-	-	-	-
Other	-	-	-	-	-	-	790	-	-	(9,911)
Transfers in	-	-	-	-	-	(17)	286,807	294,436	764,670	326,407
Transfers Out	(30,477)	(29,960)	(9,823)	-	(1,142)	(26,390)	(256,214)	(249,326)	(764,670)	(326,407)
Total Other Financing Sources/ (Uses)	(30,477)	5,024	(9,148)	(9,148)	211,450	(26,387)	595,086	45,110	-	(9,911)
Special & Extraordinary Items (Uses):										
Copier Lease Buyout	-	-	-	-	-	-	-	-	-	(696,690)
Insurance Proceeds from Fire Loss - Buses	-	-	-	-	-	-	-	-	-	450,022
Total Other Financing Sources/(Uses)	(60,954)	10,048	(18,296)	(18,296)	249,210	(52,774)	-	-	-	(246,668)
Net Change in Fund Balances	\$ 3,972,049	\$ 1,447,046	\$ 934,936	\$ 805,307	\$ 401,759	\$ 1,143,854	\$ 452,098	\$ (1,100,752)	\$ (360,730)	\$ (243,036)
Debt Service as a Percentage of Noncapital Expenditures	6.61%	6.69%	6.97%	7.00%	7.60%	7.92%	8.01%	7.59%	8.10%	8.48%

Source: District Records

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

FISCAL YEAR ENDING JUNE 30,	INTEREST ON INVESTMENTS	TUITION REVENUE	RENTALS	RESTRICTED			P.I.L.O.T.	MISCELLANEOUS	TOTAL
				FUEL CO-OP	SOLAR SREC'S				
2021	\$ 5,053	\$ 739,953	\$ 6,356	\$ 60,686	\$ 105,207	\$ 573,032	\$ 277,513	1,767,800	
2020	53,870	821,650	1,175	61,123	100,057	380,533	221,065	1,639,472	
2019	71,065	496,409	1,369	72,167	99,025	191,398	230,685	1,162,118	
2018	10,812	412,196	1,219	93,896	85,150	-	414,900	1,018,173	
2017	2,810	833,054	2,025	147,686	105,373	66,695	310,278	1,667,777	
2016	2,515	1,038,395	3,288	153,468	114,275	60,038	295,798	1,557,063	
2015	1,852	881,361	2,257	206,035	91,823	31,935	341,800	1,257,345	
2013	2,386	805,876	14,733	152,826	69,318	-	212,206	1,447,155	
2012	1,026	899,221	10,284	147,054	65,095	-	324,475	1,192,982	
2011	2,845	886,704	-	-	120,764	-	182,669	1,592,040	

Source: District records

**BORDENTOWN REGIONAL SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	VACANT LAND	RESIDENTIAL	FARM REG.	QFARM	COMMERCIAL	INDUSTRIAL	APARTMENT	TOTAL ASSESSED VALUE	PUBLIC UTILITIES	NET VALUATION TAXABLE	TOTAL DIRECT SCHOOL TAX RATE	ACTUAL (COUNTY EQUALIZED) VALUE
Bordentown Township												
2021	\$ 33,495,410	\$ 857,742,973	\$ 1,584,400	\$ 98,800	\$ 228,196,855	\$ 50,171,389	\$ 34,707,800	\$ 1,205,997,627	\$ 3,194,770	\$ 1,209,192,397	2.196%	\$ 1,613,562,065
2020	28,265,401	858,252,073	3,009,400	122,540	210,549,855	51,021,389	34,707,800	1,185,928,458	3,082,928	1,189,011,386	2.176%	1,446,213,680
2019	25,637,901	858,462,573	1,814,600	188,400	212,348,055	37,127,789	34,707,800	1,170,287,118	3,196,272	1,173,483,390	2.147%	1,356,868,043
2018	38,222,725	858,120,773	1,814,600	201,200	190,043,430	31,303,789	34,707,800	1,154,414,317	3,192,718	1,157,607,035	2.128%	1,346,288,715
2017	42,441,925	857,230,173	1,938,200	243,100	188,835,830	30,786,689	34,707,800	1,156,183,717	3,138,486	1,159,322,203	2.090%	1,336,837,548
2016	34,563,000	856,370,143	3,275,200	217,800	195,968,230	31,785,689	34,707,800	1,156,887,862	3,215,382	1,160,103,244	1.905%	1,281,120,896
2015	30,989,400	856,847,870	3,282,200	217,800	197,933,630	32,639,389	34,707,800	1,156,618,089	3,036,590	1,159,654,679	1.875%	1,280,644,111
2013	31,600,800	851,703,725	1,789,600	257,500	219,945,806	34,548,800	34,707,800	1,174,554,031	3,159,995	1,177,714,026	1.873%	1,300,579,669
2012	37,400,800	841,210,500	2,017,200	269,200	205,437,900	34,952,500	34,707,800	1,155,995,900	3,603,878	1,159,599,778	1.826%	1,280,524,125
2011	48,400,900	839,651,800	2,098,900	269,200	205,987,000	35,082,500	34,707,800	1,166,198,100	4,683,360	1,170,881,460	1.767%	1,307,261,379
Bordentown City												
2021	\$ 5,214,000	\$ 245,553,400	-	-	\$ 44,155,700	\$ 14,735,600	\$ 24,936,300	\$ 334,595,000	\$ 542,825	\$ 335,137,825	1.943%	\$ 361,688,629
2020	5,237,300	244,697,800	-	-	44,076,300	14,735,600	24,936,300	333,683,300	529,919	334,213,219	1.977%	362,925,967
2019	4,026,800	242,879,000	-	-	44,486,300	14,735,600	25,051,300	331,179,000	546,057	331,725,057	2.026%	352,748,902
2018	5,074,900	241,903,400	-	-	46,189,600	14,635,600	25,036,300	332,839,800	500,198	333,339,998	1.969%	368,888,259
2017	4,888,100	241,501,000	-	-	45,814,100	12,335,600	25,016,300	329,555,100	464,447	330,019,547	1.915%	344,467,683
2016	4,990,900	242,244,200	-	-	46,255,100	12,650,600	25,016,300	331,157,100	483,323	331,640,423	2.039%	337,951,070
2015	4,812,700	243,789,600	-	-	46,689,200	12,902,700	25,016,300	333,210,500	446,106	333,656,606	1.978%	340,006,383
2014	4,853,700	244,895,500	-	-	46,988,000	16,502,700	25,181,300	338,421,200	450,733	338,871,933	1.784%	345,321,007
2013	4,806,700	245,552,200	-	-	50,460,900	16,552,600	25,985,000	343,357,400	512,096	343,869,496	1.676%	350,412,636
2012	5,908,300	292,188,050	-	-	53,331,700	16,517,600	26,575,300	394,520,950	556,037	395,076,987	1.399%	358,885,692
Borough of Fieldsboro												
2021	\$ 1,328,000	\$ 42,796,200	-	-	\$ 1,901,800	\$ 65,861,000	\$ -	\$ 111,887,000	\$ 51,299	\$ 111,938,299	2.017%	\$ 57,620,568
2020	1,190,300	42,448,000	-	-	1,901,800	10,300,000	-	55,840,100	47,867	55,887,967	1.876%	59,124,018
2019	1,421,000	41,280,800	-	-	1,901,800	10,300,000	-	54,903,600	49,777	54,953,377	1.877%	54,466,290
2018	1,908,100	38,704,900	-	-	1,901,800	10,300,000	-	52,814,800	46,094	52,860,894	1.874%	56,275,519
2017	1,908,100	38,838,800	-	-	1,901,800	10,300,000	-	52,948,700	48,801	52,997,501	1.744%	51,852,636
2016	1,908,100	38,611,200	-	-	1,901,800	10,300,000	-	52,721,100	48,577	52,769,677	1.677%	46,507,072
2015	1,788,600	39,044,400	-	-	1,901,800	10,300,000	-	53,034,800	49,127	53,083,927	1.637%	46,784,058
2014	1,788,600	42,093,200	-	-	1,901,800	10,300,000	-	56,083,600	48,871	56,132,471	1.556%	49,470,443
2013	1,775,300	41,982,000	-	-	1,901,800	10,300,000	-	55,959,100	54,353	56,013,453	1.545%	49,366,214
2012	1,775,300	41,872,600	-	-	2,083,600	10,300,000	-	56,031,500	44,879	56,076,379	1.446%	53,210,739

Source: District records Tax list summary & Municipal Tax Assessor

**BORDENTOWN REGIONAL SCHOOL DISTRICT
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years**

(rate per \$100 of assessed value)

TOWNSHIP OF BORDENTOWN

Fiscal Year Ended June 30,	BORDENTOWN REG. SCHOOL DIST.			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt		Township of Bordentown	Farmland/ Municipal		Burlington County	
		Service ^b	Total Direct		Open Space	County Library/Other		
2011	1.590	0.176	1.766	0.522	0.030	0.081	0.355	2.754
2012	1.648	0.178	1.826	0.549	0.045	0.034	0.365	2.819 R
2013	1.687	0.186	1.873	0.544	0.046	0.034	0.366	2.863
2014	1.771	0.207	1.978	0.540	0.075	0.035	0.370	2.998
2015	1.823	0.215	2.039	0.540	0.074	0.035	0.370	3.058
2016	1.872	0.218	2.090	0.541	0.076	0.082	0.384	3.173
2018	1.934	0.194	2.128	0.541	0.076	0.082	0.384	3.211
2019	1.953	0.194	2.147	0.557	0.067	0.039	0.416	3.226
2020	1.984	0.192	2.176	0.557	0.028	0.042	0.466	3.269
2021	2.004	0.192	2.196	0.558	0.026	0.041	0.452	3.273

CITY OF BORDENTOWN

Fiscal Year Ended June 30,	BORDENTOWN REG. SCHOOL DIST.			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt		City of Bordentown	County		Burlington County	
		Service ^b	Total Direct		Open Space	County Library/Other		
2012	1.260	0.140	1.400	0.811	0.000	0.067	0.290	2.568
2013	1.513	0.164	1.677	0.954	0.015	0.032	0.348	3.026
2014	1.607	0.177	1.784	0.973	0.016	0.032	0.344	3.149 R
2015	1.678	0.197	1.875	0.992	0.043	0.034	0.363	3.307
2016	1.704	0.201	1.905	1.012	0.041	0.032	0.341	3.331
2017	1.715	0.200	1.915	1.021	0.042	0.033	0.352	3.363
2018	1.790	0.179	1.969	1.021	0.042	0.033	0.352	3.417
2019	1.843	0.183	2.026	1.065	0.032	0.034	0.359	3.516
2020	1.802	0.175	1.977	1.064	0.022	0.034	0.379	3.476
2021	1.768	0.175	1.943	1.084	0.022	0.033	0.368	3.450

BOROUGH OF FIELDSBORO

Fiscal Year Ended June 30,	BORDENTOWN REG. SCHOOL DIST.			Overlapping Rates				Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt		Borough of Fieldsboro	County		Burlington County	
		Service ^b	Total Direct		Open Space	County Library/Other		
2012	1.301	0.144	1.445	0.669	0.000	0.075	0.329	2.518
2013	1.394	0.151	1.545	0.569	0.014	0.031	0.332	2.491
2014	1.402	0.154	1.556	0.569	0.014	0.029	0.311	2.479
2015	1.465	0.172	1.637	0.569	0.037	0.030	0.313	2.586
2016	1.500	0.177	1.677	0.569	0.039	0.03	0.322	2.637
2017	1.562	0.182	1.744	0.568	0.041	0.032	0.343	2.728
2018	1.703	0.171	1.874	0.568	0.041	0.032	0.343	2.858
2019	1.708	0.170	1.878	0.567	0.033	0.034	0.362	2.874
2020	1.709	0.166	1.875	0.567	0.022	0.035	0.385	2.884
2021	1.851	0.166	2.017	0.567	0.022	0.034	0.373	3.013

Source: District Records and Municipal Tax Collector and/or Abstract of Ratables

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy to namely a 2% increase above the prior year, plus certain permitted adjustments.

R Reassessment year

^a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable

^b Rates for debt service are based on each year's requirements.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
PRINCIPAL PROPERTY TAX PAYERS,
CURRENT YEAR AND NINE YEARS AGO**

		2021		2012	
		TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUE	TAXABLE ASSESSED VALUE	% OF TOTAL DISTRICT NET ASSESSED VALUE
		RANK		RANK	
BORDENTOWN TOWNSHIP					

DATA NOT AVAILABLE

Total		\$ -	0.00%	\$ -	0.00%
	Total Municipal Assessment	\$ -		\$ -	

BORDENTOWN CITY

DATA NOT AVAILABLE

Total		\$ -	0.00%	\$ -	0.00%
	Total Municipal Assessment	\$ -		\$ -	

BOROUGH OF FIELDSBORO

DATA NOT AVAILABLE

Total		\$ -	0.00%	\$ -	0.00%
	Total Municipal Assessment	\$ -		\$ -	

Source: Municipal Tax Assessor

**BORDENTOWN REGIONAL SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED FOR THE FISCAL YEAR	COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY	
		AMOUNT	PERCENTAGE OF LEVY
Bordentown Township			
2021	43,614,217	42,214,013	96.79%
2020	41,847,394	41,358,056	98.83%
2019	41,066,052	32,510,498	79.17%
2018	41,393,070	39,826,137	96.21%
2017	39,109,133	38,536,811	98.54%
2016	38,234,984	37,817,282	98.91%
2015	37,418,378	36,517,398	97.59%
2014	35,228,117	34,879,814	99.01%
2013	35,560,199	34,442,130	96.86%
2012	34,378,206	33,903,048	98.62%
Bordentown City			
2021	11,709,913	11,305,202	96.54%
2020	11,709,913	11,305,202	96.54%
2019	11,701,604	11,184,580	95.58%
2018	11,568,494	11,130,870	96.22%
2017	11,184,464	10,902,874	97.48%
2016	11,061,946	10,732,562	97.02%
2015	11,034,024	10,693,230	96.91%
2014	10,693,203	10,267,168	96.02%
2013	10,436,703	10,033,759	96.14%
2012	10,051,489	9,580,737	95.32%
Borough of Fieldsboro			
2021	1,611,422	1,549,062	96.13%
2020	1,578,349	1,549,062	98.14%
2019	1,031,702	1,006,219	97.53%
2018	1,563,243	1,515,632	96.95%
2017	1,445,772	1,392,301	96.30%
2016	1,391,536	1,344,482	96.62%
2015	1,373,802	1,297,264	94.43%
2014	1,392,299	1,312,349	94.26%
2013	1,400,857	1,343,514	95.91%
2012	1,412,586	1,331,565	94.26%

Source: Municipal records.

Note: School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the school district the entire property tax balance, in the amount amount voted on or certified prior to the end of the school year.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 20,	GOVERNMENTAL ACTIVITIES					TOTAL DISTRICT	PERCENTAGE OF PERSONAL INCOME PER CAPITA	
	GENERAL		BOND ANTICIPATION					
	OBLIGATION BONDS	CERTIFICATES OF PARTICIPATION	NOTES (BANs)	CAPITAL LEASES				
2021	\$ 24,669,000	\$ -	\$ -	\$ 54,128		\$ 24,723,128	N/A	N/A
2020	26,754,000	-	-	149,031		26,903,031	N/A	N/A
2019	28,754,000	-	-	218,087		28,972,087	N/A	N/A
2018	30,704,000	-	-	312,387		31,016,387	N/A	N/A
2017	32,599,000	-	-	413,607		33,012,607	3.50%	1,993
2016	37,664,000	-	-	470,375		38,134,375	4.42%	2,314
2015	39,544,000	-	-	559,538		40,103,538	4.44%	2,453
2014	41,319,000	-	-	-		41,319,000	4.79%	2,572
2013	42,774,000	-	-	96,170		42,870,170	5.23%	2,703
2012	44,314,000	-	-	188,954		44,502,954	5.48%	2,801
2011	45,779,000	-	-	357,098		46,136,098	5.88%	2,907

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

BORDENTOWN REGIONAL SCHOOL DISTRICT
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

General Bonded Debt Outstanding

Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value of Property	Debt per Capita	Population *	Taxable Value of Property
2021	\$ 24,669,000	\$ -	\$ 24,669,000	1.54%	\$ 1,493	16,521	\$ 1,606,400,389
2020	26,754,000	-	26,754,000	1.69%	1,690	15,831	1,579,112,572
2019	28,754,000	-	28,754,000	1.84%	1,766	16,286	1,560,161,824
2018	30,704,000	-	30,704,000	1.99%	1,863	16,479	1,542,339,251
2017	32,599,000	-	32,599,000	2.11%	1,978	16,463	1,542,339,251
2016	37,664,000	-	37,664,000	2.44%	2,304	16,479	1,544,513,344
2015	39,544,000	-	39,544,000	2.56%	2,419	16,349	1,546,395,212
2014	41,319,000	-	41,319,000	2.63%	2,572	16,062	1,572,718,430
2013	42,774,000	-	42,774,000	2.67%	2,697	15,862	1,599,482,727
2012	44,314,000	-	44,314,000	2.73%	2,789	15,887	1,622,034,826

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

* Current year population estimated at the previous year amount.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2021**

<u>Governmental Unit</u>	DECEMBER 31, 2020 DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE (a)	ESTIMATED SHARE OF OVERLAPPING DEBT
Debt Repaid With Property Taxes:			
Bordentown Township	\$ 27,258,250	100.00%	\$ 27,258,250
Bordentown City	5,184,702	100.00%	5,184,702
Fieldsboro Borough	831,584	100.00%	831,584
Other Debt:			
Bordentown Sewer Authority	12,591,971	100.00%	12,591,971
Burlington County	205,409,506	3.58%	7,352,368
Subtotal, Overlapping Debt			53,218,875
Bordentown Regional School District Bonded Debt - June 30, 2021			24,669,000
Total Direct & Overlapping Debt			<u>\$ 77,887,875</u>

Sources: Each entity's finance records and information provided by the County Finance Office

NOTE: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the district. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the above. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

(a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Debt Limit	57,756,528	62,451,515	68,469,829	68,469,829	68,469,829	67,728,025	68,242,015	69,654,030	75,302,140	75,332,196
Total Net Debt Applicable to Limit	24,669,000	26,754,000	28,754,000	30,704,000	32,599,000	37,664,000	39,544,000	41,319,000	42,774,000	44,314,000
Legal Debt Margin	\$ 33,087,528	\$ 35,697,515	\$ 39,715,829	\$ 37,765,829	\$ 35,870,829	\$ 30,064,025	\$ 28,698,015	\$ 28,335,030	\$ 32,528,140	\$ 31,018,196
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	42.71%	42.84%	42.00%	44.84%	47.61%	55.61%	57.95%	59.32%	56.80%	58.82%

Legal Debt Margin Calculation for Fiscal Year 2021:

Average Equalized Valuation Basis for the Three Years 2018 to 2021:

Bordentown Township	\$ 1,613,562,065
Bordentown City	335,137,825
Fieldsboro	111,938,299
	<hr/>
	\$ 2,060,638,189

Average Equalized Valuation of Taxable Property	2,060,638,189
Debt Limit (4 % of Average Equalization Value)	82,425,528
Net Bonded School Debt	24,669,000
Legal Debt Margin	57,756,528

Source: Abstract Rates and District Records

**BORDENTOWN REGIONAL SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

<u>YEAR</u>	<u>POPULATION (a)</u>	<u>PERSONAL INCOME (b)</u>	<u>PER CAPITA PERSONAL INCOME (c)</u>	<u>UNEMPLOYMENT RATE (d)</u>
Bordentown Township				
2021	11,367	N/A	N/A	3.30%
2020	11,367	N/A	N/A	3.30%
2019	11,914	N/A	N/A	3.40%
2018	11,946	N/A	N/A	3.40%
2017	12,095	N/A	N/A	3.50%
2016	12,223	694,413,076	56,812	3.70%
2015	11,935	659,134,245	55,227	4.20%
2014	11,625	624,808,875	53,747	5.30%
2013	11,423	591,540,055	51,785	4.40%
2012	11,427	587,233,530	51,390	8.80%
Bordentown City				
2021	3,924	N/A	N/A	3.20%
2020	3,924	N/A	N/A	3.20%
2019	3,792	N/A	N/A	3.20%
2018	3,801	N/A	N/A	3.30%
2017	3,835	N/A	N/A	3.70%
2016	3,848	218,612,576	56,812	3.70%
2015	3,882	214,391,214	55,227	5.10%
2014	3,903	209,774,541	53,747	5.50%
2013	3,907	202,323,995	51,785	8.80%
2012	3,925	201,705,750	51,390	9.60%
Fieldsboro Borough				
2021	540	N/A	N/A	3.30%
2020	540	N/A	N/A	3.30%
2019	552	N/A	N/A	4.00%
2018	539	N/A	N/A	4.80%
2017	533	N/A	N/A	4.80%
2016	533	30,280,796	56,812	8.80%
2015	532	29,380,764	55,227	11.50%
2014	534	28,700,898	53,747	8.30%
2013	532	27,549,620	51,785	15.50%
2012	535	27,493,650	51,390	15.00%

Source:

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

b Personal income has been estimated based upon the municipal population and per capita personal income pr

c Per capita personal income by municipality based on projected 2016 information. (As adjusted annually)

d Unemployment data provided by the NJ Dept of Labor and Workforce Development.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO**

EMPLOYER	2021		PERCENTAGE OF TOTAL EMPLOYMENT
	EMPLOYEES	RANK	

Information not available

2012

Information not available

Source: Comprehensive Annual Financial Reports of Individual School Districts

**BORDENTOWN REGIONAL SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEAR**

<u>Function/Program</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Instruction:										
Regular	166	168	168	165	169	174	177	171	174	150
Special Education	66	65	70	72	72	78	86	96	107	106
Other Instruction	13	14	13	13	14	16	17	13	14	13
Adult/Continuing Education	5	6	6	3	5	5	4	4	4	-
Support Services:										
Student & Instruction Related Services	32	33	33	32	32	36	37	35	33	33
School Administrative Services	40	40	40	42	43	42	43	46	42	61
General Administrative Services	2	2	2	2	2	2	2	2	2	1
Plant Operations & Maintenance	41	40	43	41	43	46	44	43	42	41
Pupil Transportation	32	33	33	46	43	39	37	36	35	35
Business & Other Support Services	1	1	1	1	1	1	1	1	1	1
Total	398	402	409	417	424	439	448	447	454	441

Source: District Personnel Records

BORDENTOWN REGIONAL SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

FISCAL YEAR	ENROLLMENT	OPERATING EXPENDITURES (a)	COST PER PUPIL	PERCENTAGE CHANGE	TEACHING STAFF (b)	PUPIL/TEACHER RATIO			HIGH SCHOOL	AVERAGE DAILY ENROLLMENT (ADE) (c)	AVERAGE DAILY ATTENDANCE (ADA) (d)	% CHANGE IN AVERAGE DAILY ENROLLMENT	STUDENT ATTENDANCE PERCENTAGE
						ELEMENTARY SCHOOL	MIDDLE SCHOOL	SCHOOL					
2021	2,334	\$ 47,272,349	\$ 20,254	11.83%	235	12:1	11:1	12:1	2,252	2,188	-4.90%	97.16%	
2020	2,342	46,513,148	19,860	15.46%	235	12:1	13:1	13:1	2,368	2,305	-7.54%	97.34%	
2019	2,474	44,810,186	18,112	5.30%	224	12:7:1	15:1	13:1	2,388	2,312	-6.76%	96.82%	
2018	2,504	43,071,033	17,201	0.67%	211	12:0:1	14:0:1	13:0:1	2,561	2,464	2.77%	96.21%	
2017	2,489	42,526,344	17,086	21.68%	212	11:0:1	13:0:1	12:0:1	2,492	2,382	-0.04%	95.59%	
2016	2,558	40,728,453	14,041	0.35%	211	13:3:1	14:0:1	14:0:1	2,493	2,391	12.45%	95.91%	
2015	2,574	36,015,036	13,992	-0.58%	218	13:0:1	14:0:1	14:0:1	2,217	2,146	-11.71%	96.80%	
2014	2,561	36,042,451	14,074	2.84%	213	12:3:1	13:0:1	14:0:1	2,511	2,429	0.68%	96.73%	
2013	2,503	34,253,248	13,685	3.99%	214	11:1:1	11:0:1	9:5:1	2,494	2,379	2.80%	95.39%	
2012	2,464	32,426,539	13,160	-1.01%	212	10:3:1	12:0:1	11:5:1	2,426	2,347	0.71%	96.74%	

Sources: District records

Note: Enrollment based on annual October district count.

(a) Operating expenditures equal total expenditures less debt service and capital outlay

(b) Teaching staff includes only full-time equivalents of certificated staff

(c) Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS)

**Bordertown Regional School District
School Building Information
Last Ten Fiscal Years**

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<u>Elementary</u>										
Clara Barton Elementary School (1953)										
Square Feet	51,432	51,432	51,432	51,432	51,432	51,432	51,432	51,432	51,432	51,432
Capacity (students)	346	346	346	346	346	346	346	346	346	346
Enrollment	237	247	253	240	235	247	240	241	233	232
Peter Muschal Elementary School (1953)										
Square Feet	83,309	83,309	83,309	83,309	83,309	83,309	83,309	83,309	83,309	83,309
Capacity (students)	517	517	517	517	517	817	817	817	817	817
Enrollment	642	622	602	608	580	543	515	574	522	499
<u>Intermediate School</u>										
MacFarland Intermediate School (1924)										
Square Feet	61,837	61,837	61,837	61,837	61,837	61,837	61,837	61,837	61,837	61,837
Capacity (students)	334	334	334	334	334	334	334	334	334	334
Enrollment	381	394	405	406	409	379	387	294	244	237
<u>Middle School</u>										
Bordertown Regional Middle School (1965)										
Square Feet	87,720	87,720	87,720	87,720	87,720	87,720	87,720	87,720	87,720	87,720
Capacity (students)	545	545	545	545	545	545	545	545	545	545
Enrollment	524	535	563	577	614	590	626	595	576	566
<u>High School</u>										
Bordertown Regional High School (2006)										
Square Feet	192,000	192,000	192,000	192,000	192,000	192,000	192,000	192,000	192,000	192,000
Capacity (students)	1,102	1,102	1,102	1,102	1,102	1,102	1,102	1,102	1,102	1,102
Enrollment	694	705	738	743	720	730	736	770	767	751
<u>Other</u>										
James F. Black Administration Building										
Square Feet	2,990	2,990	2,990	2,990	2,990	2,990	2,990	2,990	2,990	2,990
Transportation (1990)										
Square Feet	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000

Number of Schools at June 30, 2020

- Elementary = 3
- Middle School = 1
- High School = 1
- Other = 2

Source: District records, ASSA [Generally per 10/15 on-roll ASSA count date]

Note: Year of original construction is shown in parentheses. Increases in square footage and capacity are the result of construction and additions. Enrollment is based on the annual October district count.

The District opened a new 9-12 High School and reconfigured the remaining buildings to adjust the number of students per building. The elementary Schools are PreK-3, the Intermediate School is grades 4 & 5, and the middle school (old High School) is grades 6-8.

BORDENTOWN REGIONAL SCHOOL DISTRICT
GENERAL FUND
SCHEDULED OR REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
For the Fiscal Year Ended June 30, 2012 to 2021

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
School Facilities										
James Black Dist. Admin. Building	9,221	7,642	6,830	7,195	5,418	5,733	6,121	5,133	5,218	5,550
Transportation / Bus Building	13,831	11,463	10,246	10,793	7,740	7,166	7,651	6,416	6,522	6,937
Bordentown Regional Middle School	193,735	160,563	157,952	166,393	142,420	131,136	140,009	117,404	119,353	128,333
Clara Barton School	117,567	97,437	87,087	91,741	81,273	73,809	78,803	66,080	67,177	71,450
MacFarland Intermediate School	147,535	122,274	109,286	115,126	99,850	92,440	98,695	82,760	84,134	89,486
Peter Muschal School	200,556	166,216	148,561	156,499	134,680	123,254	131,593	110,347	112,179	119,315
Bordentown Regional High School	438,438	363,368	333,835	351,673	302,643	283,053	302,205	253,414	257,620	272,621
	<u>1,120,883</u>	<u>928,963</u>	<u>853,797</u>	<u>899,420</u>	<u>774,024</u>	<u>716,591</u>	<u>765,077</u>	<u>641,554</u>	<u>652,203</u>	<u>693,692</u>
Other Facilities	-	-	-	-	-	-	-	-	-	-
Grand Total	<u><u>1,120,883</u></u>	<u><u>928,963</u></u>	<u><u>853,797</u></u>	<u><u>774,024</u></u>	<u><u>716,591</u></u>	<u><u>765,077</u></u>	<u><u>641,554</u></u>	<u><u>652,203</u></u>	<u><u>693,692</u></u>	<u><u>457,700</u></u>

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED**

	<u>Coverage</u>	<u>Deductible</u>
PROPERTY [School Alliance Insurance Fund ("SAIF")]		
Property Insurance		
Limit of Liability	175,000,000.00 Per occurrence	\$ -
SAIF Self Insured Retention	\$ 250,000 Per occurrence	
Fund Aggregate Retention	100% of Property/BM/GL/AL Loss Fund	
Perils Included:	Coverage written on an "All Risk" Basis, including flood and earthquake (see sub-limits)	
Property Included:		
Buildings, Contents, Boiler & Machinery	Replacement Cost with a	
Buildings, Contents, Boiler & Machinery	Replacement Cost Sub-limit for National Weather Service Named Storms	
Extra Expenses	\$ -	
FOR THE FISCAL YEAR ENDED JUNE 30, 2020	\$ -	
Builders Risk/New Construction	\$ -	
Property in Transit	\$ -	
Automobile Physical Damage	Included	
Unnamed Locations	\$ -	
Demolition and Increased Cost of Construction	\$ -	
Earthquake	\$ -	Per Occurrence/Per Member/ Annual Aggregate
Flood	\$ -	Per Occurrence/Per Member (Excluding Zones A & V)
Flood	\$ -	Per Occurrence/Per Member (Zones A & V)
Flood	\$ -	Fund Annual Aggregate Sub-limit to \$50,000,000 Annual Aggregate for Flood Zones A&V
Accounts Receivable	\$ -	
Fine Arts	\$ -	
Loss of Rents	\$ -	\$2,500,000 Aggregate
Terrorism	\$ -	Per Occurrence
Terrorism	\$ -	Annual Aggregate
BOILER AND MACHINERY [SAIF]	\$ 125,000,000 Per Occurrence	\$ 1,000
CRIME AND FIDELITY [School Alliance Insurance Fund]		
Money & Securities (Loss Inside and Loss Outside)	\$ 500,000 Each (either) Loss	\$ 1,000
Blanket Employee Dishonesty	\$ - Per Loss	\$ 1,000
COMPREHENSIVE GENERAL LIABILITY AND AUTOMOBILE LIABILITY COVERAGE [SAIF]		
Limit of Liability	\$ 20,000,000 Per Occurrence/ Per Member	None

**BORDENTOWN REGIONAL SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2020
UNAUDITED**

Includes civil claim action or bodily injury, property damage and personal injury liability				
Sub-limit applicable to Sexual Molestation	\$	1,000,000	Per Occurrence/Aggregate Per Member	10,000
Cyber Liability	\$	2,000,000	Limit	\$ -
Polution Liability	\$	3,000,000	Per Member (Excludes mold)	25000-250000
EXCESS LIABILITY COVERAGE [SAIF]				
Limit of Liability	\$	-	Per Occurrence/Per Member	None
Workers' Compensation [SAIF]				
Workers' Compensation			NJ Statutory Benefits	None
Employers' Liability	\$	-	Per Occurrence/Aggregate	None
WORKERS' COMPENSATION SUPPLEMENTARY INDEMNITY [SAIF]				
Limit of Liability [7 day waiting period applies]	\$	-	Per Incident & Annual Aggregate	None
SCHOOL LEADERS ERRORS & OMISSIONs [SAIF]				
Claims Made Coverage Form - Coverage A	\$	19,750,000		250,000
Aggregate - Coverage A	\$	-		-
Claims Made Coverage Form - Coverage B	\$	-		-
Aggregate - Coverage B	\$	-		-
BOARD SECRETARY [Selective Insurance Co.]	\$	784		
TREASURER [Selective Insurance Co.]	\$	816		
GROUP TRAVEL ACCIDENT	\$	826		
- School Board Members [Hartford Insurance]				
Principal Sum	\$	-		
Aggregate	\$	-		
STUDENT PHYSICAL ED & ATHLETICS	\$	-		
[T.L. Groseclose Assoc. Inc]				

Source: District Records

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SINGLE AUDIT SECTION

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HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-1

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

Honorable President and Members
of the Board of Education
Bordentown Regional School District
County of Burlington
Bordentown, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Bordentown Regional School District, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Bordentown Regional School District's basic financial statements, and have issued our report thereon dated February 11, 2022.

Internal Control Over Financial Reporting

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

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

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

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, and federal and state awarding agencies and pass-through entities, in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.

David T. McNally
Certified Public Accountant
Public School Accountant, No. 20CS00261600

Medford, New Jersey
February 11, 2022



HOLT MCNALLY & ASSOCIATES

Certified Public Accountants & Advisors

EXHIBIT K-2

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

Honorable President and Members
of the Board of Education
Bordentown Regional School District
County of Burlington
Bordentown, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Bordentown Regional School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the *New Jersey State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2021. The Bordentown Regional School District'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 and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Bordentown Regional School District'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; Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards, the Uniform Guidance and New Jersey OMB's Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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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 School District's compliance.

Opinion on Each Major Federal and State Program

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as Finding No. 2021-001. Our opinion on each major federal program is not modified with respect to these matters.

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

Report on Internal Control Over Compliance

Management of the Bordentown Regional School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal or 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 or state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB's Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control over compliance.

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

Respectfully Submitted,

HOLT MCNALLY & ASSOCIATES, INC.

David T. McNally
Certified Public Accountant
Public School Accountant, No. 20CS00261600

Medford, New Jersey
February 11, 2022

BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

FEDERAL GRANTOR PROGRAM TITLE	FEDERAL CFDA NUMBER	FEDERAL FAIN NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE AT JUNE 30, 2020	CARRYOVER/ (WALKOVER) AMOUNT	CASH RECEIVED	BUDGETARY EXPENDITURES	REPAYMENT OF PRIOR YEARS' BALANCES	ADJUSTMENTS	PRIOR YEAR (RECEIVABLES) PAYABLES CANCELED	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2021	UNEARNED REVENUE AT JUNE 30, 2021	DUE TO GRANTOR AT JUNE 30, 2021
U.S. DEPARTMENT OF EDUCATION:														
Medical Assistance Program (SEMAP)	93.778	2005NJ5MAP	\$ 85,602	9/1/20-6/31/21	\$ -	\$ -	\$ 85,602	\$ (85,602)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
U.S. DEPARTMENT OF HOMELAND SECURITY:														
Disaster Grants-Public Assistance (FEMA)	97.086	N/A	47,495	7/1/20-6/30/21	-	-	47,495	(47,495)	-	-	-	-	-	-
Total General Fund														
U.S. DEPARTMENT OF EDUCATION:														
Passed Through New Jersey Department of Education: Special Education Cluster	84.027	H027A200100	535,376	7/1/20-9/30/21	-	-	354,046	(501,559)	-	-	-	(147,513)	-	-
I.D.E.A. Part B: Basic Regular	84.173	H173A190114	26,809	7/1/19-6/30/20	(26,809)	-	26,809	-	-	-	-	-	-	-
I.D.E.A. Part B: Preschool					(26,809)	-	380,855	(501,559)	-	-	-	(147,513)	-	-
Total Special Education Cluster														
Title I, Part A	84.010	S010A200030	277,152	7/1/20-9/30/21	-	-	161,295	(257,817)	-	-	(48,194)	(96,522)	-	-
Title I, Part A	84.010	S010A190030	289,143	7/1/19-6/30/20	-	-	48,194	-	-	-	-	-	-	-
Subtotal							209,489	(257,817)	-	(48,194)	(96,522)	-	-	-
Title II, Part A Improving Teacher Quality	84.367A	S367A200029	42,087	7/1/20-9/30/21	-	-	19,750	(34,051)	-	-	-	(14,301)	-	-
Title II, Part A Improving Teacher Quality	84.367A	S367A190029	41,476	7/1/19-6/30/20	(6,976)	-	9,175	-	(2,199)	-	-	-	-	-
Title II, Part A Improving Teacher Quality	84.367A	S367A180029	47,969	7/1/16-6/30/17	2,000	-	-	-	-	-	-	-	2,000	-
Subtotal							28,925	(34,051)	-	(2,199)	(14,301)	2,000	-	-
Title III, English Language Acquisition & Enhancement	84.365A	S365A200030	28,415	7/1/20-9/30/21	-	-	9,318	(10,743)	-	-	-	(1,425)	-	-
Title III, English Language Acquisition & Enhancement	84.365A	S365A190030	10,938	7/1/19-6/30/20	(86)	-	986	-	-	663	-	-	-	-
Title III, English Language Acquisition & Enhancement	84.365A	S365A190030	40,443	7/1/18-6/30/19	(663)	-	-	-	-	-	-	-	-	-
Subtotal							10,304	(10,743)	-	663	(1,425)	-	-	-
Title IV - Student Support and Academic Enrichment	84.424	S424A200031	26,675	7/1/20-9/30/21	-	-	14,826	(17,446)	-	-	-	(2,620)	-	-
CARES - ESSERI	84.425D	S425D200027	218,261	3/13/20-9/30/22	-	-	205,915	(213,249)	-	-	-	(7,899)	-	-
Subtotal							850,314	(1,035,341)	-	(49,730)	(270,191)	2,000	-	-
Total U.S. Department of Education														
U.S. DEPARTMENT OF THE TREASURY:														
Coronavirus Relief Fund	21.019	N/A	118,512	3/13/20-9/30/22	-	-	118,512	(118,512)	-	-	-	-	-	-
Coronavirus Relief Fund - Digital Divide	21.019	N/A	167,809	3/13/20-9/30/22	-	-	167,809	(167,809)	-	-	-	-	-	-
Subtotal							286,321	(286,321)	-	-	-	-	-	-
Total U.S. Department of Treasury														
Total Special Revenue Fund														
U.S. DEPARTMENT OF AGRICULTURE PASSED-THROUGH STATE DEPARTMENT OF EDUCATION:														
Child Nutrition Cluster: Food Distribution Program	10.555	211NJ304N1099	55,957	7/1/20-6/30/21	-	-	55,957	(55,957)	-	-	-	-	-	-
Subtotal							55,957	(55,957)	-	-	-	-	-	-
Cash Assistance: National Child Nutrition Program	10.553	211NJ304N1099	336,676	7/1/20-6/30/21	-	-	306,176	(336,676)	-	-	-	(30,200)	-	-
COVID-19 School Breakfast Program	10.553	201NJ304N1099	23,120	7/1/19-6/30/20	(7,224)	-	7,224	-	-	-	-	-	-	-
Subtotal							313,300	(336,676)	-	-	-	(30,200)	-	-
National School Lunch Program	10.555	211NJ304N1099	517,549	7/1/20-6/30/21	(9,691)	-	470,982	(517,549)	-	-	-	(46,567)	-	-
COVID-19 National School Lunch Program	10.555	201NJ304N1099	34,328	7/1/19-6/30/20	(9,691)	-	9,691	-	-	-	-	-	-	-
Subtotal							480,673	(517,549)	-	-	-	(46,567)	-	-
National School Lunch HHEKA Perf. Based Programs	10.555	211NJ304N1099	10,322	7/1/20-6/30/21	(199)	-	9,393	(10,322)	-	-	-	(929)	-	-
COVID-19 National School Lunch HHEKA Perf. Based Programs	10.555	201NJ304N1099	705	7/1/19-6/30/20	(199)	-	199	-	-	-	-	(929)	-	-
Subtotal							9,592	(10,322)	-	-	-	(929)	-	-
Total Child Nutrition Cluster							859,922	(920,504)	-	-	-	(77,696)	-	-
Total Enterprise Fund														
Total U.S. Department of Agriculture														
Total Federal Financial Assistance														
			\$ -		\$ -		\$ 2,129,654	\$ (2,375,263)		\$ -	\$ (49,730)	\$ -	\$ (347,887)	\$ 2,000

BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

STATE GRANTOR/ PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	AWARD AMOUNT	GRANT PERIOD	BALANCE		BUDGETARY EXPENDITURES	SUB-RECIPIENT EXPENDITURES	PRIOR YEAR (RECEIVABLES) PAYABLES CANCELED	(ACCOUNTS RECEIVABLE) AT JUNE 30, 2021	UNEARNED REVENUE AT JUNE 30, 2021	MEMO	
				AT JUNE 30, 2020	AT JUNE 30, 2021						BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPENDITURES
State Department of Education:												
General Fund:												
State Aid Public:												
Equalization Aid	495-034-5120-078	\$ 7,351,281	7/1/20-6/30/21	\$ -	\$ 7,351,281	\$ (7,351,281)	\$ -	\$ -	\$ -	\$ -	\$ 688,298	\$ 7,351,281
Categorical Special Education Aid	495-034-5120-089	1,470,071	7/1/20-6/30/21	-	1,470,071	(1,470,071)	-	-	-	-	137,642	1,470,071
Categorical Security Aid	495-034-5120-084	71,779	7/1/20-6/30/21	-	71,779	(71,779)	-	-	-	-	6,721	71,779
Total State Aid Public					8,893,131	(8,893,131)					832,661	8,893,131
Additional Nonpublic School Transportation Aid	495-034-5120-014	729,374	7/1/20-6/30/21	-	729,374	(729,374)	-	-	-	-	68,291	729,374
Additional Nonpublic School Transportation Aid	495-034-5120-014	29,290	7/1/20-6/30/21	(8,873)	8,873	(29,290)	-	(29,290)	-	-	-	29,290
Total Transportation Aid		8,873	7/1/19-6/30/20	(8,873)	738,247	(738,664)	-	(29,290)	-	-	68,291	758,664
Extraordinary Aid	495-034-5120-044	550,048	7/1/20-6/30/21	-	-	(550,048)	-	-	(550,048)	-	-	550,048
Extraordinary Aid	495-034-5120-044	351,506	7/1/19-6/30/20	(351,506)	351,506	-	-	-	-	-	-	-
Dept. of Children & Families Homeless Tuition Aid	495-034-5120-005	10,615	7/1/20-6/30/21	(15,411)	-	(10,615)	-	-	(10,615)	-	-	10,615
Dept. of Children & Families Homeless Tuition Aid	495-034-5120-005	15,411	7/1/19-6/30/20	(15,411)	15,411	-	-	-	-	-	-	-
Reimbursed TPAF Social Security Contribution	100-034-5094-003	1,295,538	7/1/20-6/30/21	(61,934)	1,231,805	(1,295,538)	-	-	(63,733)	-	-	1,295,538
Reimbursed TPAF Social Security Contribution	100-034-5094-003	1,263,041	7/1/19-6/30/20	(61,934)	61,934	-	-	-	-	-	-	-
On-Behalf TPAF Pension Contribution	495-034-5094-002	4,467,019	7/1/20-6/30/21	-	4,467,019	(4,467,019)	-	-	-	-	-	4,467,019
On-Behalf TPAF Post Retirement Medical Contribution	495-034-5094-001	1,399,894	7/1/20-6/30/21	-	1,399,894	(1,399,894)	-	-	-	-	-	1,399,894
On-Behalf TPAF Long-Term Disability Insurance	495-034-5094-004	2,170	7/1/20-6/30/21	-	2,170	(2,170)	-	-	-	-	-	2,170
Total General Fund				(437,724)	17,161,117	(17,377,079)	-	-	(653,686)	-	900,952	17,377,079
Special Revenue Fund:												
Character Education Aid	495-034-5120-053	5,661	7/1/05-6/30-06	132	-	-	-	-	-	132	-	-
Governor's School of Excellence Award	100-034-5063-298	25,000	9/1/05-6/30/06	4,979	-	-	-	-	-	4,979	-	-
Total Special Revenue Fund				5,111	-	-	-	-	-	5,111	-	-
Enterprise Fund:												
Adult Basic Skills Grant Program	3-67144-9701	66,709	7/1/20-6/30/21	-	51,368	(66,709)	-	-	(15,341)	-	-	66,709
Adult Basic Skills Grant Program	3-67144-9701	70,162	7/1/19-6/30/20	(7,913)	7,913	-	-	-	-	-	-	-
Total Enterprise Fund				(7,913)	59,281	(66,709)	-	-	(15,341)	-	-	66,709
Debt Service Fund:												
Debt Service Aid Type II	100-034-5120-125	217,423	7/1/20-6/30/21	-	217,423	(217,423)	-	-	-	-	-	217,423
Total Debt Service Fund				-	217,423	(217,423)	-	-	-	-	-	217,423
Total State Department of Education				(440,526)	17,437,821	(17,661,211)	-	-	(669,027)	5,111	900,952	17,661,211
State Department of Agriculture:												
Enterprise Fund:												
National School Lunch Program (State Share)	100-010-3350-023	26,106	7/1/20-6/30/21	-	19,936	(26,106)	-	-	(6,170)	-	-	26,106
National School Lunch Program (State Share)	100-010-3350-023	7,425	7/1/19-6/30/20	(263)	2,070	(1,807)	-	-	-	-	-	1,807
Total Enterprise Fund				(263)	22,006	(27,913)	-	-	(6,170)	-	-	27,913
Total State Department of Agriculture				(263)	22,006	(27,913)	-	-	(6,170)	-	-	27,913
Total State Financial Assistance				\$ (440,789)	\$ 17,459,827	\$ (17,689,124)	\$ -	\$ -	\$ (675,197)	\$ 5,111	\$ 900,952	\$ 17,689,124

Less: Grants Not Subject to New Jersey OMB Circular 04-04 and/or 15-08:
 On-Behalf TPAF Pension Contributions (Nonbudgeted) 4,467,019
 On-Behalf TPAF Post-Retirement Medical (Nonbudgeted) 1,399,894
 On-Behalf TPAF Long-Term Disability Insurance (Nonbudgeted) 2,170
Total for State Financial Assistance Subject to New Jersey OMB Circular 04-04 and/or 15-08
 \$ (11,820,041)

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Note 1. Basis of Presentation

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

Note 2. Summary of Significant Accounting Policies

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

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

Revenues and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the state on behalf of the School District for the year ended June 30, 2021. TPAF Social Security Contributions represents the amount reimbursed by the state for the employer's share of social security contributions for TPAF members for the year ended June 30, 2021.

Note 3. Relationship to Basic Financial Statements

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

**BORDENTOWN REGIONAL SCHOOL DISTRICT
NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS AND STATE
FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Note 3. Relationship to Basic Financial Statements (continued)

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(37,418) for the general fund and \$54,298 for the special revenue fund. See Exhibit C-3 Note A of the basic financial statements, for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance expenditures reported in the School District's basic financial statements on a GAAP basis are presented as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 133,097	\$ 17,339,661	\$ 17,472,758
Special Revenue Fund	1,376,959	-	1,376,959
Debt Service Fund	-	217,423	217,423
Food Service Fund	920,504	27,914	948,418
Community District Alliance Fund	-	66,709	66,709
	<hr/>	<hr/>	<hr/>
Total Awards & Financial Assistance	<u>\$ 2,430,560</u>	<u>\$ 17,651,707</u>	<u>\$ 20,082,267</u>

Note 4. Relationship to Federal and State Financial Reports

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

Note 5. Federal and State Loans Outstanding

The Bordentown Regional School District had no loan balances outstanding at June 30, 2021.

Note 6. Adjustments

The Bordentown Regional School District had adjustments of \$49,730 made to their Federal Accounts Receivable at June 30, 2021 accurately reflect the amounts owed from respective federal agencies.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

State Financial Assistance

Dollar threshold used to determine Type A programs _____ \$750,000 _____

Auditee qualified as low-risk auditee? X yes no

Internal control over major programs:

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

 2) Significant deficiency(ies) identified? 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 New Jersey OMB's Circular 15-08? yes X no

Identification of major programs:

State Grant/Project Number(s)

Name of State Program

495-034-5120-078	State Aid - Public:
495-034-5120-084	Equalization Aid
495-034-5120-089	Categorical Security Aid
	Categorical Special Education Aid

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section II – Financial Statement Findings

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

None.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08.

FEDERAL AWARDS

Finding 2021-001:

Criteria or specific requirement:

The New Jersey Department of Agriculture requires a School Food Authority to maintain a nonprofit School Food Service. The nonprofit status of the School Food Service is determined by evaluating net cash resources, which may not exceed three months average expenditures.

Condition:

Net cash resources in the Food Service Fund exceeded three months average expenditures.

Questioned Costs:

None.

Context:

Utilizing the USA net cash resource calculation form, it was determined that the District's net cash resources exceeded the three months average expenditure by \$138,238, as of June 30, 2021.

Effect:

The New Jersey Department of Agriculture requirement regarding Net Cash Resources was not met.

Cause:

The School District had remote learning for students in place during the school year due to the COVID-19 pandemic. This caused a sharp drop in operating expenditures and an increase in revenues due student meals being classified as free meals for federal reimbursement.

Recommendation:

The District should reduce net cash resources on hand in the Food Service Fund through capital expenditures or other improvements to the Food Service Program.

Views of responsible officials and planned corrective actions:

Management agrees with above finding and will take necessary corrective action .

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS & QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

**Section III – Federal Awards & State Financial Assistance Findings & Questioned Costs
(continued)**

This section identifies the significant deficiencies, material weaknesses and instances of noncompliance, including questioned costs, related to the audit of major federal and state programs, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey OMB's Circular 15-08.

STATE FINANCIAL ASSISTANCE

None.

**BORDENTOWN REGIONAL SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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

Financial Statement Findings

No Prior Year Findings.

Federal Awards

No Prior Year Findings.

State Financial Assistance

No Prior Year Findings.