

BRICK TOWNSHIP
BOARD OF EDUCATION
OF OCEAN COUNTY

BRICK TOWNSHIP BOARD OF EDUCATION
Brick, New Jersey

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2021

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

Of the

Brick Township Board of Education
of Ocean County

Brick, New Jersey

For the Fiscal Year Ended June 30, 2021

Prepared by

Brick Township Board of Education
Finance Department

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INTRODUCTORY SECTION



January 21, 2022

Honorable President and
Members of the Board of Education
Brick Township School District
101 Hendrickson Avenue
Brick, NJ 08724
County of Ocean, New Jersey

Dear Board Members and Constituents of Brick Township:

The Annual Comprehensive Financial Report of the Brick Township 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 (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 result of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections as follows:

The Introductory section includes this transmittal letter, the Management Discussion and Analysis, the District's organizational chart and a list of principal officials.

The financial section includes the general purpose financial statements and schedules, as well as the auditor's report thereon.

The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The Single Audit Section - The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and State of New Jersey 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 auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

REPORTING ENTITY AND ITS SERVICES

The Brick Township School District is an independent reporting entity within the criteria adopted by the GASB as established by NCGA Statement No. 3. All funds and account groups of the District are included in this report.

The Brick Township Board of Education and all its schools constitute the District's Reporting entity and it does not have any nor is it considered a component unit.

The School District provides a full range of high level educational services appropriate to grade levels Pre-K through 12 and is one of the largest districts in New Jersey. The District includes two high schools - Brick Township High School (built 1958) and Brick Township Memorial High School (built 1978), two middle schools - Lake Riviera Middle School (built 1966) and Veterans Memorial Middle School (built 1970), six elementary schools – Drum Point Road Elementary School (built 1961), Emma Havens Young Elementary School (built 1966), Lanes Mill Elementary School (built 1964), Midstreams Elementary School (built 1959), Osbornville Elementary School (built 1938), Veterans Memorial Elementary School (built 1970), and two preschools, Herbertsville Early Childhood Development Center (built 1949) and Warren H. Wolf Early Childhood Development Center (built 1996). All schools provide services for regular students as well as special education for handicapped youngsters. The District completed the 2020-21 fiscal year with an average daily enrollment of 8,232 students, which is 198 students below the previous year's average daily enrollment. The following details the changes in the student enrollment of the District over the last ten years:

Fiscal Year	Average Daily Enrollment	Percent Change
2020-21	8,232	-2.3%
2019-20	8,430	-0.0%
2018-19	8,470	-1.6%
2017-18	8,606	-1.1%
2016-17	8,698	-1.6%
2015-16	8,839	-4.4%
2014-15	9,251	-2.7%
2013-14	9,515	-4.7%
2012-13	9,666	-3.5%
2011-12	9,714	-3.5%

You may notice the above enrollment numbers are different than the numbers presented in statistical item J-18. The chart above shows average daily enrollment whereas J-18 shows actual enrollment on October 15, 2020 as reported on our New Jersey state required Application for State School Aid (ASSA) Report.

Our District's enrollment has been declining over the last ten years. We expect the decline to continue but to remain minimal at a rate of less than 1% per year for the next few years.

ECONOMIC CONDITION AND OUTLOOK

Local, state and federal economic conditions continue to create a relatively uncertain economic environment for all entities, including the school district. Not all tax rates have returned to the rolls from the devastating destruction caused to the community in October 2012 by Superstorm Sandy. The international pandemic has caused many areas of concern for small businesses locally and beyond. On the positive side, there are businesses inside of Brick Township's borders that have remained stable in the current economic climate. New

national companies have opened their doors inside its borders during this year, adding to the nation companies that already maintained space here. Brick Township School District continues to receive all tax levy monies through Brick Township on time and in full and this is expected to continue indefinitely.

The district remains concerned about future state aid allocation. State aid receipts to our school district are expected to decline over the next two years. The district's legal challenge to the state aid formula for fund distribution was unsuccessful. The district is planning for future state aid reductions by looking for alternate revenue sources and evaluating ways to restructure programs to reduce expenses.

Brick Township school district has 12 schools ranging from 25 to 83 years old. Given the age of the buildings, the schools are in satisfactory condition. The district continually does improvements to infrastructure, HVAC, security, roofs, parking lots and other needed areas using the various funding sources available including tax levy, lease purchase, state grant and debt service funding. The District has received federal funding to deal with issues caused by the international pandemic. Some of these funds have been allocated to improve building ventilation.

The international pandemic continued to cause many uncertainties in 2020-21. The district worked hard to provide robust educational programming to all students. The district adapted it's scheduling starting with a combination of virtual and in person learning on alternating half days, then moving to an all in person model for half days and finally ending with all students in person full days. The District won multiple awards for its student programming during the pandemic including the 35th Annual School Leadership Awards for its Brick and Click Safe Restart Program, its Learning and Summer Spark Program and its Special Education Program. Brick Public Schools was the only district in the State of New Jersey to win these awards. The financial differences during the school year were unpredictable with savings in some areas (for example, overtime and medical costs) and exponential increases in other areas (for example, professional development, technology and personal protective equipment). Multiple pandemic related grants will continue into the next year to help defray increased and new costs.

Additional information about our district can be found in the District's Management Discussion and Analysis.

MAJOR INITIATIVES

The Brick Township School District continues to advance capital projects. Although Parking lots and roofs continue to be priorities, ventilation system improvements have been advanced in priority. Security measures continue to be evaluated and improvements planned.

Because the pandemic started during 2019-20 and the district had to switch to all virtual learning at that time, many technological upgrades and additions happened during the previous school year. The district continued to make improvements and purchase additional equipment as needed during 2020-21. The district continued to provide hotspots for families without internet access.

We continue to maximize purchasing power by entering into lease purchase agreements. The District's administration closely monitors the cost of operations and continues to look for new funding sources in order to maintain quality educational services and facilities.

The District is taking the necessary steps to sell our oldest building, The Laurelton School. The building has been unoccupied for many years and is beyond reasonable repair. Previous attempts at selling the building have been unsuccessful and additional steps are planned to find a viable buyer.

During the 2019-20 fiscal year, the district opened a wellness clinic within one of our buildings. This clinic services the districts employees as well as their families. The clinic is designed to help improve the health of our employees while trying to defray the rising costs of health insurance. The clinic has been well received by employees and the community and it continued cost savings throughout 2020-21.

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

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

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

BUDGETARY CONTROLS

In addition to internal accounting controls, the District maintains budgetary controls. The legal level of budgetary control is established at line-item accounts within each fund. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District's Board of Education. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The final budget amount, as amended for the fiscal year, is reflected in the financial section.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as 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.

ACCOUNTING SYSTEM 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 and account groups. These funds and account groups are explained in "Notes to the Financial Statements", Note 1.

FINANCIAL INFORMATION AT FISCAL YEAR-END

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

DEBT ADMINISTRATION

At June 30, 202, "the District's outstanding debt issues included \$2,824,000 of general obligation bonds. Annual payments on the outstanding debt are made timely and the district works with a financial advisor to continuously search for opportunities to refund existing debt at a savings to the district.

OTHER INFORMATION

Independent Audit - State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Jump, Perry and Company, LLP was selected by the Board's finance committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. The auditor's report on the basic financial statements and fund financial 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.

ACKNOWLEDGMENTS

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

Respectfully submitted,

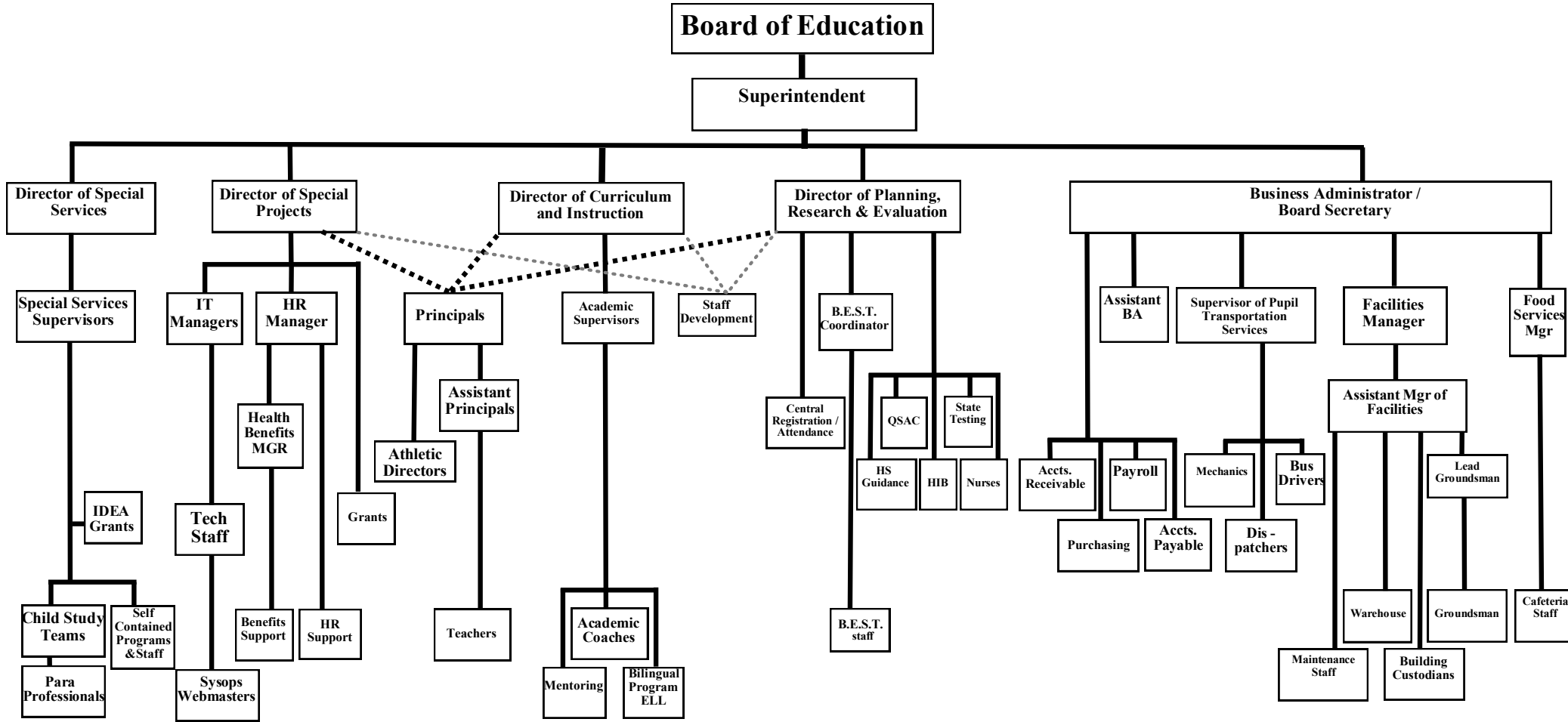


Thomas G. Farrell, Ed.D.
Superintendent of Schools



James W. Edwards, Jr., CPA
Business Administrator/
Board Secretary

Brick Township Public Schools Organizational Chart



BOE Approved 3/17/16

Brick Township Board of Education
Brick Township, New Jersey

Roster of Officials
June 30, 2021

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Stephanie Wohlrab, President	2021
Melita Gagliardi, Vice President	2022
Michael Blandina	2023
Melissa Parker	2023
Daisy Haffner	2022
Victoria Pakala	2021
Nicole Siebert	2021

Other Officials

Thomas G. Farrell, Ed.D., Superintendent

James W. Edwards, Jr., CPA, School Business Administrator/Board Secretary

Richard M. Larsen, Treasurer

Brick Township Board of Education
Consultants and Advisors

Audit Firm

Kathryn Perry, CPA
Jump, Perry and Company, L.L.P.
12 Lexington Avenue
Toms River, New Jersey 08753

Attorney

Montenegro, Thompson, Montenegro & Genz
531 Burnt Tavern Road
Brick, New Jersey 08724

Official Depositories

OceanFirst Bank
321 Chambers Bridge Road
Brick, New Jersey 08723

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Honorable President and
Members of the Board of Education
Brick Township Board of Education
County of Ocean
Brick, New Jersey

Report of 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 Brick Township Board of Education in the County of Ocean, State of New Jersey, as of and for the 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 *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with the 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 of 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 School 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 School 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.

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 Brick Township Board of Education in the County of Ocean, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, and the schedules related to accounting and reporting for pensions and post-retirement 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 Brick Township Board of Education's basic financial statements. The introductory section, combining fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal and state awards is presented for purposes of additional analysis 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, and is also not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 21, 2022 on our consideration of the Brick Township Board of Education in the County of Ocean, State of New Jersey 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 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 Brick Township Board of Education in the County of Ocean, State of New Jersey internal control over financial reporting and compliance.

Respectfully Submitted,

Jump, Perry and Company L.L.P.
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

January 21, 2022

REQUIRED SUPPLEMENTARY INFORMATION - PART I

Brick Township Board of Education
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021

Unaudited

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

Financial Highlights

Key financial highlights for June 30, 2021 are as follows:

Net position totaled \$21,134,628, which represents a 858.43 percent increase from June 30, 2020.

General revenues accounted for \$147,128,116 in revenue or 84.84 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$26,281,064 or 15.16 percent of total revenues of \$173,409,180.

Total assets increased by \$16,385,651 as current assets increased by \$15,218,866 and capital assets, net increased by \$1,166,785.

The School Board had \$156,938,043 in expenses; only \$26,281,064 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$147,128,116 were adequate to provide for these programs.

Among major funds, the General Fund had \$155,513,998 in revenues and \$145,178,460 in expenditures and transfers. The General Fund's balance increased \$10,335,538 over June 30, 2020. The General Fund's balance is \$27,791,168.

Using this Comprehensive Annual Financial Report (CAFR)

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

The Statement of Net Position and Statement of Activities provide information about the activities of the School Board, presenting both an aggregate view of the School Board's finances and longer-term view of those finances. Fund financial statements provide the next level of detail. For government funds, these statements tell how services were financed in the short term as well as what remains for future spending. The fund financial statements also look at the School Board's most significant funds with all other non-major funds presented in total in one column. In the case of Brick Township Board of Education, the General Fund is by far the most significant.

Reporting the School Board as a Whole

Statement of Net Position and the Statement of Activities

The Statement of Net Position and Statement of Activities provide information about the activities of the entire School District and are designed to provide readers with a broad overview of the District's finances, in a manner similar to private-sector business.

These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into consideration all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. The change in net position is important because it informs the reader that, for the School District as a whole, the financial position of the School District has improved or worsened. The causes of the change may be the result of many factors, some financial and some not. Non-financial factors include, but are not limited to, the District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, and required educational programs. In the Statement of Net Position and the Statement of Activities, the School Board is divided into two kinds of activities:

Governmental Activities - All of the School Board's programs and services are reported here including, instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.

Business-Type Activities - This service is provided on a charge for goods or services basis to recover all the expense of the goods or services provided. The Food Service Funds and Extended School Time Fund are reported as business activities.

Reporting the School Board's Most Significant Funds

Fund Financial Statement

The Analysis of the School Board's major funds begins with Exhibit B-1. Fund financial reports provide detailed information about the School Board's major funds. The School Board's major governmental funds are the General Fund, Special Revenue Fund, Capital Projects Fund, and Debt Service Fund.

Governmental Funds

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

Enterprise Fund

The Enterprise Fund uses the same basis of accounting as business-type activities.

The School Board as a Whole

The Statement of Net Position provides the financial perspective of the School Board as a whole.

Table 1 provides a summary comparison of the School Board's net position for June 30, 2021 and 2020.

Table 1

Net Position as of June 30, 2021 and June 30, 2020

	June 30, 2021			June 30, 2020		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Assets:						
Current and other assets	\$ 41,536,492	\$ 374,206	\$ 41,910,698	\$ 26,221,959	\$ 469,873	\$ 26,691,832
Capital assets, net	50,841,038	390,201	51,231,239	49,639,361	425,093	50,064,454
Total assets	92,377,530	764,407	93,141,937	75,861,320	894,966	76,756,286
Deferred outflow of resources	<u>5,315,269</u>	<u>339,274</u>	<u>5,654,543</u>	<u>6,673,041</u>	<u>1,119,735</u>	<u>7,792,776</u>
Liabilities:						
Current liabilities	13,953,519	153,728	14,107,247	10,833,410	160,382	10,993,792
Long-term liabilities outstanding	43,075,504	2,236,046	45,311,550	49,616,560	5,340,399	54,956,959
Total liabilities	57,029,023	2,389,774	59,418,797	60,449,970	5,500,781	65,950,751
Deferred inflow of resources	<u>17,148,472</u>	<u>1,094,583</u>	<u>18,243,055</u>	<u>14,410,952</u>	<u>1,982,232</u>	<u>16,393,184</u>
Net position:						
Net investment in capital assets	47,659,113	390,201	48,049,314	43,994,266	425,093	44,419,359
Restricted	23,983,867	-	23,983,867	13,731,921	-	13,731,921
Unrestricted	(48,127,676)	(2,770,877)	(50,898,553)	(50,052,748)	(5,893,405)	(55,946,153)
Total Net Position	\$ 23,515,304	\$ (2,380,676)	\$ 21,134,628	\$ 7,673,439	\$ (5,468,312)	\$ 2,205,127

The unrestricted net position is a negative balance due to the unfunded liabilities for compensated absences and PERS pension. The District expects to be able to fund these liabilities as they come due yearly.

The School Board's combined net position was \$21,134,628 on June 30, 2021. This is a change of 858.43% from the previous year.

Table 2 provides a comparison analysis of School Board's changes in net position from fiscal years June 30, 2021 and 2020.

Table 2

Changes in Net Position

	June 30, 2021			June 30, 2020		
	Governmental Activities	Business-type Activities	Total	Governmental Activities	Business-type Activities	Total
Revenues						
Program revenues:						
Charges for services	\$ 616,282	\$ 460,909	\$ 1,077,191	\$ 284,704	\$ 1,541,986	\$ 1,826,690
Operating and capital grants and contributions	22,585,789	2,618,084	25,203,873	16,407,240	1,543,963	17,951,203
General revenues:						
Property taxes	115,155,355	-	115,155,355	113,091,233	-	113,091,233
Federal and state aid	28,748,372	-	28,748,372	33,493,791	-	33,493,791
Investment earnings	48,603	3,666	52,269	55,900	2,779	58,679
Miscellaneous	3,172,120	-	3,172,120	1,421,272	-	1,421,272
Total revenues	170,326,521	3,082,659	173,409,180	164,754,140	3,088,728	167,842,868
Expenses						
Instructional services	66,062,534	-	66,062,534	63,319,321	-	63,319,321
Support services	87,666,688	3,068,949	90,735,637	90,753,640	3,313,650	94,067,290
Interest on long-term liabilities	139,872	-	139,872	71,255	-	71,255
Total expenses	153,869,094	3,068,949	156,938,043	154,144,216	3,313,650	157,457,866
Change in net position	16,457,427	13,710	16,471,137	10,609,924	(224,922)	10,385,002
Net position - beginning	4,599,513	(2,394,386)	2,205,127	(6,010,411)	(2,169,464)	(8,179,875)
Prior period adjustment	2,458,364	-	2,458,364	-	-	-
Net position (deficit) - beginning, restated	7,057,877	(2,394,386)	4,663,491	(6,010,411)	(2,169,464)	(8,179,875)
Net position (deficit) - ending	\$ 23,515,304	\$ (2,380,676)	\$ 21,134,628	\$ 4,599,513	\$ (2,394,386)	\$ 2,205,127

Tax levy increase was required and was used in general to cover increased costs in salaries, benefits and utilities. The Federal restricted aid increased due to the increase in grants available.

Regular instructional costs increased due to contractual increases in salary and benefits as well as program maintenance and enhancements.

Other support services decreased primarily due to the lack of staff available for hire during the global pandemic as well as the reduction of activities available during the pandemic.

Expenses for Fiscal Year June 30, 2021

Business-Type Activities

Revenues for the District's business-type activities (food service program and extended school program) were comprised of charges for services and royalties.

Total Enterprise Fund revenues exceeded expenses by \$13,710.

Charges for services represent \$460,909 of revenue. This represents the amount paid by patrons and parents for daily food service and extended school program charges.

Federal and state reimbursements for meals, including interest, payments for free and reduced lunches and donated commodities was \$2,618,084.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total costs of services and the net cost of services. The net cost shows the financial burden that was placed on the School District's taxpayers by each of these functions.

Table 3

Governmental Activities

	<u>2021</u>		<u>2020</u>	
	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Instruction	\$ 66,062,534	\$ 58,114,667	\$ 63,319,321	\$ 58,276,123
Support Services:				
Pupils and Instructional Staff	36,148,886	20,925,690	33,493,318	21,876,822
General Administration, School Administration, Business Operation and Maintenance of Facilities	43,648,982	43,648,982	48,470,951	48,470,951
Pupil Transportation	7,868,820	7,837,812	8,789,371	8,757,121
Interest and Fiscal Charges	<u>139,872</u>	<u>139,872</u>	<u>71,255</u>	<u>71,255</u>
Total Expenses	<u>\$ 153,869,094</u>	<u>\$ 130,667,023</u>	<u>\$ 154,144,216</u>	<u>\$ 137,452,272</u>

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

Extracurricular activities includes expenses related to student activities provided by the District which are designed to provide opportunities for students to participate in school and public events for the purpose of motivation, enjoyment, skill improvement, school spirit and leadership. Approximately 90% of the student population participates in extracurricular activities.

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

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

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

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

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

The School Board's Funds

The School Board uses funds to control and manage money for particular purposes. The Fund's basic financial statements allow the School Board to demonstrate its stewardship over and accountability for resources received from the Township of Brick, State of New Jersey and other entities. These statements also allow the reader to obtain more insight into the financial workings of the School Board, and assess further the School Board's overall financial health.

As the School Board completed the fiscal year ended June 30, 2021, it reported a combined fund balance of \$27,606,257, which is an increase of \$12,518,730. The Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds, Exhibit B-2, presents the reader with a detailed explanation of the increase in fund balance for the fiscal year.

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund revenues for the fiscal year ended June 30, 2021.

<u>Revenue</u>	<u>2021 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2020</u>	<u>Percent of Increase/ (Decrease)</u>
Local Sources	\$ 118,992,601	69.86 %	\$ 4,139,492	3.60 %
State Sources	44,203,215	25.95	(979,354)	(2.17)
Federal Sources	<u>7,130,705</u>	<u>4.19</u>	<u>2,412,243</u>	<u>51.12</u>
Total	<u>\$ 170,326,521</u>	<u>100.00 %</u>	<u>\$ 5,572,381</u>	<u>52.55 %</u>

The following schedule presents a summary of General Fund, Special Revenue Fund, Capital Projects Fund and Debt Service Fund expenditures for the fiscal year ended June 30, 2021.

<u>Expenditures</u>	<u>2021 Amount</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2020</u>	<u>Percent of Increase/ (Decrease)</u>
Current Expenditures:				
Instruction	\$ 63,939,644	39.89 %	\$ 2,991,240	4.91 %
Undistributed				
Expenditures	88,925,511	55.49	(2,479)	-
Capital Outlay	4,788,671	2.99	(520,356)	(9.80)
Debt Service:				
Principal	2,463,170	1.54	(509,665)	(17.14)
Interest	<u>149,159</u>	<u>0.09</u>	<u>(14,110)</u>	<u>(8.64)</u>
Total	<u>\$ 160,266,155</u>	<u>100.00 %</u>	<u>\$ 1,944,630</u>	<u>1.23 %</u>

General Fund Budgeting Highlights

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

Over the course of the year, the School Board revises its budget as it attempts to take into consideration unexpected changes in revenue and expenditures.

Significant Budget Transfers and Variations:

- TPAF, which is the state's contribution to the pension fund, is an "on-behalf" revenue and expenditure item to the district and is required to be reflected in the financial statements.
- Reallocations were made among the various salary budget accounts for changes in the personnel budget during the 20-21 year.
- The original district wide Technology budget required an internal departmental transfer of funds due to better pricing which reclassified items as supplies rather than equipment.

A schedule showing the School Board's original and final budget compared with actual operating results is provided in Section C of the CAFR, entitled Budgetary Comparison Schedules. The School Board generally did better than had been budgeted in its General Fund. The most significant reason for this was the International pandemic that forced the school district to make drastic changes to its programs.

The General Fund finished the fiscal year approximately \$12,632,037 better than had been budgeted in terms of expenditures. Revenue-wise, the General Fund fared about \$1,791,982 better than expected. Both these amounts have been adjusted for the non-budgeted amounts reflected in the comparison schedule for reimbursed TPAF social security contributions and on-behalf TPAF post-retirement medical contributions.

The General Fund has restricted a portion of its Fund Balance. The restricted Fund Balance items are as follows:

Excess Surplus - Designated for Subsequent Year	
Expenditures	\$ 6,387,451
Capital Reserve	9,499,440
Unemployment Compensation	2,363,903
Excess Surplus - Current Year	2,339,004

These restricted reserves are regulated as to their use by the State of New Jersey. Therefore, the Board places funds in the reserves in combination with the future financial needs of the District.

The expenses were less due to cost containment by the Board even after the salary and benefit increases. General supplies were purchased at better prices than expected due to the school board joining other schools in cooperative bidding. The district also took measures to increase energy efficiency. The district had multiple schedule and program changes to maintain a thorough and efficient education for its students during the pandemic.

The excesses will be carried forward into the beginning fund balance from the 2020-2021 fiscal year and will be used to reduce the local tax levy for the 2022-2023 fiscal year.

Capital Assets and Debt Administration

Capital Assets. At the end of the fiscal year June 30, 2021, the School Board had \$51,231,239 invested in land, buildings, and machinery and equipment.

Table 4

Capital Assets (Net of Depreciation) at June 30, 2021 and June 30, 2020

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 5,718,560	\$ 5,718,560	\$ -	\$ -	\$ 5,718,560	\$ 5,718,560
Construction in Progress	2,371,842	917,117	-	-	2,371,842	917,117
Building and Improvements	38,865,162	38,814,380	-	-	38,865,162	38,814,380
Machinery and Equipment	3,885,474	4,189,304	390,201	425,093	4,275,675	4,614,397
Total	\$ 50,841,038	\$ 49,639,361	\$ 390,201	\$ 425,093	\$ 51,231,239	\$ 50,064,454

During the current fiscal year, \$4,330,573 of capital assets were capitalized as additions. Increases in capital assets were offset by depreciation expense for the year.

Debt Administration. The District's long-term liabilities are as follows for the governmental and business-type activities :

	June 30, 2021	June 30, 2020
Bonds Payable (net)	\$ 2,824,000	\$ 4,791,847
Capital Leases payable	357,925	936,095
Pension Liability-PERS	35,644,906	42,073,673
Compensated Absences payable	<u>6,689,986</u>	<u>6,904,598</u>
Total long-term liabilities	\$ <u>45,516,817</u>	\$ <u>54,706,213</u>

For more detailed information, please refer to the Capital Assets and Long-term debt notes in the basic financial statements.

Economic Factors and Next Year's Budget

For the 2020-2021 school year, the School Board was able to sustain its budget through the local tax levy, state education aid and local revenue sources. Approximately 30.14% of the School Board's revenue is from federal, state and local aid (restricted and not restricted), while 69.86% of total revenue is from local sources.

The \$(48,127,676) in unrestricted net position for all governmental activities represents the accumulated results of all past years' operations. It means that if the School Board had to pay off all bills today, including all of the School Board's non-capital liabilities (compensated absences, etc.), the School Board would have that much in value.

The 2020-2021 budget was adopted in March 2020 based in part on the state education aid the School Board anticipated receiving. Due to the economic condition in the State of New Jersey funding from the State for the current year remained below the previous year. Any future increases based on the enrollment formula, originally formulated to allocate state education aid amongst school boards, will be minimal. Future decreases in local revenue and state education aid will place additional burden on the Township of Brick for increased aid.

The School Board anticipates a minimal decrease in enrollment for the 2021-2022 fiscal year which is not expected to reduce district costs.

Contacting the School Board's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School Board's finances and to show the School Board's accountability for the money it receives. If you have questions about this report or need additional information, you may contact the School Business Administrator/Board Secretary at Brick Township Board of Education, 101 Hendrickson Avenue, Brick, NJ, 08724.

BASIC FINANCIAL STATEMENTS

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Net Position
June 30, 2021

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 25,740,935	\$ 113,779	\$ 25,854,714
Receivables - state	2,323,070	8,463	2,331,533
Receivables - other governments	1,524,796	183,470	1,708,266
Receivables - other	1,447,074	14,812	1,461,886
Inventory	-	53,682	53,682
Restricted cash - Capital Reserve	9,604,318	-	9,604,318
Restricted cash - at fiscal agent	896,299	-	896,299
Capital assets, non-depreciable	8,090,402	-	8,090,402
Capital assets, depreciable, net	42,750,636	390,201	43,140,837
Total assets	<u>92,377,530</u>	<u>764,407</u>	<u>93,141,937</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows-PERS	5,315,269	339,274	5,654,543
Total deferred outflows of resources	<u>5,315,269</u>	<u>339,274</u>	<u>5,654,543</u>
LIABILITIES			
Accounts payable	5,787,533	66,101	5,853,634
Other liabilities	7,660,635	21	7,660,656
Payable to state government	48,180	-	48,180
Payable to federal government	-	-	-
Unearned revenue	433,887	87,606	521,493
Interest Payable	23,284	-	23,284
Noncurrent liabilities:			
Due within one year	1,865,000	-	1,865,000
Due beyond one year	41,210,504	2,236,046	43,446,550
Total liabilities	<u>57,029,023</u>	<u>2,389,774</u>	<u>59,418,797</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows-PERS	17,148,472	1,094,583	18,243,055
Total deferred inflows of resources	<u>17,148,472</u>	<u>1,094,583</u>	<u>18,243,055</u>
NET POSITION			
Net investment in capital assets	47,659,113	390,201	48,049,314
Restricted for:			
Debt service	1	-	1
Capital projects	9,499,440	-	9,499,440
Unemployment compensation	2,363,903		2,363,903
Scholarships	10,870		10,870
Student activities	233,250		233,250
Other purposes	11,876,403	-	11,876,403
Unrestricted	(48,127,676)	(2,770,877)	(50,898,553)
Total Net Position	<u>\$ 23,515,304</u>	<u>\$ (2,380,676)</u>	<u>\$ 21,134,628</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Activities
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
Instruction	\$ 66,062,534	\$ 365,601	\$ 7,582,266	\$ -	\$ (58,114,667)	\$ -	\$ (58,114,667)
Support services and undistributed costs:							
Instruction	4,681,305	-	5,090,699	-	409,394	-	409,394
Attendance	909,207	-	-	-	(909,207)	-	(909,207)
Health services	1,248,431	-	-	-	(1,248,431)	-	(1,248,431)
Other support services	18,520,389	219,673 *	241 *	-	(18,300,475)	-	(18,300,475)
Educational media services	731,267	-	-	-	(731,267)	-	(731,267)
Instruction staff training	145,704	-	-	-	(145,704)	-	(145,704)
General administrative services	1,306,847	-	-	-	(1,306,847)	-	(1,306,847)
School administrative services	4,626,314	-	-	-	(4,626,314)	-	(4,626,314)
Information technology	1,922,108	-	-	-	(1,922,108)	-	(1,922,108)
Allowed maintenance for school facilities	1,910,325	-	-	-	(1,910,325)	-	(1,910,325)
Other operation & maintenance of plant	5,984,492	-	-	-	(5,984,492)	-	(5,984,492)
Care & upkeep of grounds	748,906	-	-	-	(748,906)	-	(748,906)
Student transportation services	7,868,820	31,008	-	-	(7,837,812)	-	(7,837,812)
Unallocated employee benefits	27,149,990	-	-	-	(27,149,990)	-	(27,149,990)
Non-budgeted expenses	9,912,583	-	9,912,583	-	-	-	-
Interest on long-term debt	139,872	-	-	-	(139,872)	-	(139,872)
Total governmental activities	<u>153,869,094</u>	<u>616,282</u>	<u>22,585,789</u>	<u>-</u>	<u>(130,667,023)</u>	<u>-</u>	<u>(130,667,023)</u>
Business-type activities:							
Bricks extended school time	508,322	449,896	-	-	-	(58,426)	(58,426)
Food service	2,560,627	11,013	2,618,084	-	-	68,470	68,470
Total business-type activities	<u>3,068,949</u>	<u>460,909</u>	<u>2,618,084</u>	<u>-</u>	<u>-</u>	<u>10,044</u>	<u>10,044</u>
Total primary government	<u>\$ 156,938,043</u>	<u>\$ 1,077,191</u>	<u>\$ 25,203,873</u>	<u>\$ -</u>	<u>(130,667,023)</u>	<u>10,044</u>	<u>(130,656,979)</u>
General revenues:							
Taxes:							
Property taxes levied for general purpose					113,392,095	-	113,392,095
Taxes levied for debt service					1,763,260	-	1,763,260
Federal and state aid					28,748,372	-	28,748,372
Miscellaneous income					3,172,120	-	3,172,120
Investment earnings - restricted					48,603 **	3,666	52,269
Total general revenues					<u>147,124,450</u>	<u>3,666</u>	<u>147,128,116</u>
Change in net position					<u>16,457,427</u>	<u>13,710</u>	<u>16,471,137</u>
Net position, July 1					<u>4,599,513</u>	<u>(2,394,386)</u>	<u>2,205,127</u>
Prior period adjustments					<u>2,458,364</u>	<u>-</u>	<u>2,458,364</u>
Net position, July 1 (restated)					<u>7,057,877</u>	<u>(2,394,386)</u>	<u>4,663,491</u>
Net position, June 30					<u>\$ 23,515,304</u>	<u>\$ (2,380,676)</u>	<u>\$ 21,134,628</u>

* Student activity revenue is reported as "charges for services"; scholarship revenue is reported as "operating grants and contributions"

** Includes the interest earnings on the unemployment compensation bank account

BRICK TOWNSHIP BOARD OF EDUCATION
Balance Sheet
Governmental Funds
June 30, 2021

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 25,496,814	\$ 244,120	\$ -	\$ 1	\$ 25,740,935
Capital reserve account	9,604,318	-	-	-	9,604,318
Cash held in trust	896,299	-	-	-	896,299
Due from other funds	997,255	-	-	-	997,255
Receivables from state	2,323,070	-	-	-	2,323,070
Receivables from federal	-	1,524,796	-	-	1,524,796
Receivables from other	1,426,606	20,468	-	-	1,447,074
Total assets	<u>40,744,362</u>	<u>1,789,384</u>	<u>-</u>	<u>1</u>	<u>42,533,747</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	5,544,258	243,275	-	-	5,787,533
Due to other funds	-	997,255	-	-	997,255
Payable to federal government	-	-	-	-	-
Payable to state government	-	48,180	-	-	48,180
Payroll deductions and withholdings payable	1,641,785	-	-	-	1,641,785
Other liabilities	5,767,151	251,699	-	-	6,018,850
Unearned revenue	-	433,887	-	-	433,887
Total liabilities	<u>12,953,194</u>	<u>1,974,296</u>	<u>-</u>	<u>-</u>	<u>14,927,490</u>
Fund Balances:					
Restricted for:					
Capital reserve account	9,499,440	-	-	-	9,499,440
Excess surplus - current year	2,339,004	-	-	-	2,339,004
Excess surplus -- designated for Subsequent year's expenditures	6,387,451	-	-	-	6,387,451
Unemployment compensation	2,363,903	-	-	-	2,363,903
Scholarships	-	10,870	-	-	10,870
Student activities	-	233,250	-	-	233,250
Special revenue fund	-	(429,032)	-	-	(429,032)
Debt service fund	-	-	-	1	1
Capital projects fund	-	-	-	-	-
Assigned to:					
Designated by the BOE for subsequent year's expenditure	-	-	-	-	-
Other purposes	3,149,948	-	-	-	3,149,948
Unassigned to:					
General fund	4,051,422	-	-	-	4,051,422
Total Fund balances	<u>27,791,168</u>	<u>(184,912)</u>	<u>-</u>	<u>1</u>	<u>27,606,257</u>
Total liabilities and fund balances	<u>\$ 40,744,362</u>	<u>\$ 1,789,384</u>	<u>\$ -</u>	<u>\$ 1</u>	

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 \$162,788,420 and the accumulated depreciation is \$111,947,382.

50,841,038

Deferred outflows related to the PERS pension plan

5,315,269

Deferred inflows related to the PERS pension plan

(17,148,472)

Bond premiums are being amortized over the life of the related bonds. The amortization is not recorded in the funds.

-

Interest expense relating to this fiscal period but not paid until next year is shown on balances sheet as liability.

(23,284)

Long-term liabilities, including bonds payable net of bond premium, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 9)

(43,075,504)

Net Position of governmental activities

\$ 23,515,304

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Revenues, Expenditures, And Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local sources:					
Local tax levy	\$ 113,392,095	\$ -	\$ -	\$ 1,763,260	\$ 115,155,355
Tuition charges	365,601	-	-	-	365,601
Transportation charges	31,008	-	-	-	31,008
Interest income - restricted	48,603 *	-	-	-	48,603
Interest Earned on Capital Reserve Funds	-	-	-	-	-
Miscellaneous	1,569,216	1,822,818 **	-	-	3,392,034
Total - Local sources	115,406,523	1,822,818	-	1,763,260	118,992,601
State sources	39,782,531	4,195,357	-	225,327	44,203,215
Federal sources	324,944	6,805,761	-	-	7,130,705
Total revenues	155,513,998	12,823,936	-	1,988,587	170,326,521
EXPENDITURES					
Current:					
Regular instruction	38,144,842	7,582,266	-	-	45,727,108
Special education instruction	12,703,175	-	-	-	12,703,175
Other special instruction	5,509,361	-	-	-	5,509,361
Undistributed - current:					
Instruction	4,681,305	-	-	-	4,681,305
Attendance	909,207	-	-	-	909,207
Health services	1,248,431	-	-	-	1,248,431
Other support services	13,377,953	5,090,699 ***	-	-	18,468,652
Educational media services	731,267	-	-	-	731,267
Instruction staff training	145,704	-	-	-	145,704
General administrative services	880,793	-	-	-	880,793
School administrative services	4,622,647	-	-	-	4,622,647
Information technology	1,922,108	-	-	-	1,922,108
Allowed maintenance for school facilities	1,910,325	-	-	-	1,910,325
Other operation & maintenance of plant	5,072,463	-	-	-	5,072,463
Care and upkeep of grounds	748,906	-	-	-	748,906
Security	248,446	-	-	-	248,446
Student transportation services	7,549,757	-	-	-	7,549,757
Unallocated employee benefits	29,872,917	-	-	-	29,872,917
Non-budgeted expenditures	9,912,583	-	-	-	9,912,583
Debt service:					
Principal	578,170	-	-	1,885,000	2,463,170
Interest and other charges	-	-	-	149,159	149,159
Capital outlay	4,408,100	380,571	-	-	4,788,671
Total expenditures	145,178,460	13,053,536	-	2,034,159	160,266,155
Excess (Deficiency) of revenues over expenditures	10,335,538	(229,600)	-	(45,572)	10,060,366
Net change in fund balances	10,335,538	(229,600)	-	(45,572)	10,060,366
Fund balance—July 1	15,233,714	(191,760)	-	45,573	15,087,527
Prior period adjustments	2,221,916 ****	236,448 *****	-	-	2,458,364
Fund balance—July 1, restated	17,455,630	44,688	-	45,573	17,545,891
Fund balance—June 30	\$ 27,791,168	\$ (184,912)	\$ -	\$ 1	\$ 27,606,257

* Includes interest earnings on the unemployment compensation bank account.

** Special revenue fund now includes revenues from scholarships and student activities.

*** Special revenue fund now includes expenditures from scholarships and student activities.

**** Unemployment fund net position as of June 30, 2020.

***** Scholarship fund and student activity fund net position as of June 30, 2020.

**BRICK TOWNSHIP BOARD OF EDUCATION
 Reconciliation of the Statement of Revenues, Expenditures,
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 For the Year Ended June 30, 2021**

Total net change in fund balances - governmental funds (from B-2) \$ 10,060,366

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	(3,128,896)	
Capital outlays	<u>4,330,573</u>	1,201,677

In the statement of activities, only the gain on the disposal of capital assets is reported, whereas in the governmental funds, the proceeds from a sale increase financial resources. Thus, the change in net position will differ from the change in fund balance by the cost of the asset removed.

Accumulated depreciation on capital assets sold or retired during the fiscal year ended June 30, 2021	284,580	
Cost basis of capital assets sold or retired during the fiscal year ended June 30, 2021	<u>(284,580)</u>	-

In the Statement of Activities, the PERS pension expense is the amount paid plus net change in the Deferred Outflows, Deferred Inflows and pension liability as reported by the State of New Jersey 2,294,223

Repayment of bond 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. 1,885,000

In the Statement of Activities, the principal payments on capital leases are recorded as a reduction in the long-term liability. In the governmental funds, the payments is an expenditure. 578,170

In the Statement of Activities, the interest expense is accrued based on when due regardless of when paid. In the governmental funds the interest expense is reported when paid. 9,287

In the Statement of Activities, the amortization of bond premiums is recorded as a reduction to interest expense. -

In the Statement of Activities certain expenses, e.g., compensated absences are measured by amounts incurred during the year. In governmental funds expenditures for these items are reported in the amount of financial resources used. 428,704

Change in net position of governmental activities \$ 16,457,427

BRICK TOWNSHIP BOARD OF EDUCATION
Proprietary Funds
Statement of Net Position
June 30, 2021

	<u>Enterprise Fund</u>		
	<u>Brick's Extended School Time</u>	<u>Food Service</u>	<u>Total</u>
Assets:			
Current assets:			
Cash and cash equivalents	\$ -	\$ 113,779	\$ 113,779
Accounts receivable:			
State	-	8,463	8,463
Federal	-	183,470	183,470
Other	14,158	654	14,812
Inventories	-	53,682	53,682
Total current assets	<u>14,158</u>	<u>360,048</u>	<u>374,206</u>
Noncurrent assets:			
Equipment	-	1,339,263	1,339,263
Accumulated depreciation	-	(949,062)	(949,062)
Total noncurrent assets	<u>-</u>	<u>390,201</u>	<u>390,201</u>
Total assets	<u>14,158</u>	<u>750,249</u>	<u>764,407</u>
Deferred Outflows of Resources			
Pension deferrals	56,546	282,728	339,274
Liabilities and Fund Equity:			
Current liabilities:			
Accounts payable	53,468	12,633	66,101
Unearned liabilities	5,294	82,312	87,606
Other liabilities	21	-	21
	<u>58,783</u>	<u>94,945</u>	<u>153,728</u>
Non-current liabilities:			
Net pension liability	356,448	1,782,246	2,138,694
Compensated absences	15,939	81,413	97,352
Total liabilities	<u>431,170</u>	<u>1,958,604</u>	<u>2,389,774</u>
Deferred Inflow of Resources			
Pension deferrals	182,430	912,153	1,094,583
Net Position:			
Investment in capital assets	-	390,201	390,201
Restricted for other purposes	-	-	-
Unrestricted net position	(542,896)	(2,227,981)	(2,770,877)
Total fund equity	<u>(542,896)</u>	<u>(1,837,780)</u>	<u>(2,380,676)</u>
Total liabilities and fund equity	<u>\$ (111,726)</u>	<u>\$ 120,824</u>	<u>\$ 9,098</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2021

	Enterprise Fund		
	Brick's Extended School Time	Food Service	Total
Operating revenues:			
Charges for services:			
Daily sales - reimbursable programs	\$ -	\$ -	\$ -
Daily sales - non-reimbursable programs	-	-	-
Before / After Care	449,896	-	449,896
Miscellaneous	-	6,558	6,558
Catering	-	4,455	4,455
Total operating revenues	<u>449,896</u>	<u>11,013</u>	<u>460,909</u>
Operating expenses:			
Cost of sales - reimbursable program	-	914,145	914,145
Cost of sales - non-reimbursable programs	-	4,127	4,127
Salaries	398,080	1,012,852	1,410,932
Employee benefits	87,780	565,544	653,324
Purchased property service	2,770	9,830	12,600
Other purchased professional services	-	10,358	10,358
Travel	606	614	1,220
Miscellaneous	4,700	-	4,700
Supplies	10,454	8,265	18,719
Rent	-	-	-
Snacks	3,932	-	3,932
Depreciation	-	34,892	34,892
Total operating expenses	<u>508,322</u>	<u>2,560,627</u>	<u>3,068,949</u>
Operating income (loss)	<u>(58,426)</u>	<u>(2,549,614)</u>	<u>(2,608,040)</u>
Nonoperating revenues (expenses):			
State sources:			
State school lunch program	-	68,418	68,418
State school breakfast program	-	-	-
Federal sources:			
National school lunch program	-	-	-
National school breakfast program	-	-	-
Special milk program	-	-	-
Summer food service program for children	-	2,318,982	2,318,982
Food distribution program	-	230,684	230,684
Interest and investment revenue	3,666	-	3,666
Miscellaneous revenue	-	-	-
Total nonoperating revenues (expenses)	<u>3,666</u>	<u>2,618,084</u>	<u>2,621,750</u>
Income (loss) before contributions & transfers	<u>(54,760)</u>	<u>68,470</u>	<u>13,710</u>
Capital contributions	-	-	-
Transfers in (out)	-	-	-
Change in net position	<u>(54,760)</u>	<u>68,470</u>	<u>13,710</u>
Total net position—beginning	<u>(488,136)</u>	<u>(1,906,250)</u>	<u>(2,394,386)</u>
Total net position—ending	<u>\$ (542,896)</u>	<u>\$ (1,837,780)</u>	<u>\$ (2,380,676)</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2021

	Enterprise Fund		
	Brick's Extended School Time	Food Service	Total
Cash Flows from Operating Activities:			
Receipts from Daily Sales	\$ -	\$ 8,356	\$ 8,356
Receipts from Catering Before / After Care	-	4,455	4,455
Payments to Employees	450,240	-	450,240
Payments to Suppliers	(453,248)	(1,695,275)	(2,148,523)
Payments for Other Expenditures	(73,687)	(684,290)	(757,977)
	(9,238)	(29,067)	(38,305)
Net Cash Provided by (Used in) Operating Activities	(85,933)	(2,395,821)	(2,481,754)
Cash Flow from Noncapital Financing Sources:			
State Sources	-	67,353	67,353
Federal Sources	-	2,212,941	2,212,941
Interest Earned	3,666	-	3,666
Miscellaneous income	-	-	-
Net Cash Provided by (Used in) Non-Capital Financing Activities	3,666	2,280,294	2,283,960
Cash Flows from Capital and Related Financing Activities:			
Purchases of equipment	-	-	-
Net Cash Provided by (Used in) capital and related financing activities	-	-	-
Net increase (decrease) in cash and cash equivalents	(82,267)	(115,527)	(197,794)
Cash and cash equivalents, July 1	82,267	229,306	311,573
Cash and cash equivalents, June 30	-	113,779	113,779
Operating income (loss)	(58,426)	(2,549,614)	(2,608,040)
Adjustments to reconcile operating income (loss) to cash provided by (used in) operating activities:			
Depreciation expense	-	34,892	34,892
Food Distribution Program	-	230,684	230,684
Transfer	-	-	-
Change in assets and liabilities:			
Increase (decrease) in Compensated Absences Payable	3,671	5,154	8,825
(Increase) decrease in inventory	-	5,284	5,284
(Increase) decrease in accounts receivable	349	(654)	(305)
(Increase) decrease in deferred outflows	21,382	106,911	128,293
Increase (decrease) in unearned revenue	(60,463)	2,452	(58,011)
Increase (decrease) in net pension liability	(64,288)	(321,438)	(385,726)
Increase (decrease) in other liabilities	(5)	-	(5)
Increase (decrease) in deferred inflows	18,499	92,494	110,993
Increase (decrease) in accounts payable	53,348	(1,986)	51,362
Net cash provided by (used in) operating activities	\$ (85,933)	\$ (2,395,821)	\$ (2,481,754)

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. Summary of Significant Accounting Policies

The financial statements of the Board of Education (the "Board") of Brick Township ("District") have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

A. Reporting Entity:

The Brick Township Board of Education is a Type II district located in the county of Ocean, 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 staggered terms. The purpose of the District is to educate students in grades K-12. The Brick Township Board of Education had an approximate enrollment of 7,995 students at June 30, 2021.

The Board is an instrumentality of the State of New Jersey, established to function as an educational institution. The Board consists of elected officials and is responsible for the fiscal control of the District. A Superintendent is appointed by the Board and is responsible for the administrative control of the District.

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 the degree of oversight responsibility maintained by the District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The district-wide financial statements include all funds and account groups of the District over which the Board exercises operating control. The operations of the District include elementary schools, a junior and senior high school located in Brick Township. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation, Basis of Accounting:

The School District's basic financial statements consist of District-wide statements, including a Statement of Net Position and a Statement of Activities, and Fund Financial Statements which provide a more detailed level of financial information. The Statement of Net Position includes the reporting of assets, deferred outflows, liabilities and deferred inflows. Items not meeting that definition of assets and liabilities have been classified as deferred outflows or deferred inflows. The deferred outflows are reported under assets and deferred inflows are reported under liabilities on the Statement of Net Position.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

B. Basis of Presentation, Basis of Accounting (Cont'd):

Basis of Presentation

The School District has employees that are enrolled in a defined benefit plan operated by the State of New Jersey which creates deferred outflows and inflows.

District-Wide Statements: The District-wide financial statements (A-1 and A-2) include the Statement of Net Position and the Statement of Activities. These Statements include the financial activities of the overall District, except for fiduciary activities. All interfund activity, excluding the fiduciary funds, has been eliminated in the Statement of Activities. Individual funds are not displayed but the statements distinguish governmental activities, generally financed in whole or in part with fees charged to external customers.

The Statement of Net Position presents the financial condition of the governmental and business-type activity of the District at fiscal year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the District.

Fund Financial Statements: During the fiscal year, the District segregates transactions related to certain District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in Governmental Accounting Standards. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

B. Basis of Presentation, Basis of Accounting (Cont'd):

Basis of Presentation (Cont'd):

The District reports the following 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 noninstructional equipment, which are classified in the Capital Outlay subfund.

As required by the NJDOE, 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, District taxes and appropriated Fund Balance. Expenditures are those that result in the acquisition of or additions to Capital Assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to Current Expense by Board resolution.

Special Revenue Fund - The Special Revenue Fund is used to account for all 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). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

B. Basis of Presentation, Basis of Accounting (Cont'd):

Basis of Presentation (Cont'd):

The District reports the following proprietary funds:

Food Service Enterprise Fund- The food service fund accounts for all revenues and expenses pertaining to cafeteria operations. The food service fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Extended School Time Enterprise Fund-The extended school time fund accounts for all revenues and expenses pertaining to extended school operations. The extended school time fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges.

Additionally, the District reports the following fund type:

Fiduciary Funds - Fiduciary funds of the District include the unemployment compensation and private purpose scholarship trust funds and agency funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurements of results of operations. The following is a description of the fiduciary funds of the District.

Trust and Agency Funds- The trust and agency funds are used to account for assets held by the District on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Trust Funds- The unemployment compensation and private purpose scholarship funds are accounted for in essentially the same manner as governmental funds. The unemployment compensation fund is used to account for contributions from employees and interest earned on the balance as well as payments to the State for reimbursement of unemployment claims. The private purpose scholarship fund is utilized to provide scholarships to students and to account for the related transactions.

Agency Funds (Payroll and Student Activity Fund)- Agency funds are used to account for the assets that the District holds on behalf of others as their agent. Agency funds are custodial in nature and do not involve measurement of results of operations.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

B. Basis of Presentation, Basis of Accounting (Cont'd):

Basis of Accounting:

Basis of Accounting determines when transactions are recorded in the financial records and reported on the financial statements.

District-Wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. The flow of economic resources measurement focus is used for the government-wide financial statements, proprietary funds and fiduciary funds. Differences in the accrual basis of accounting arise in the recognition of revenue, the recording of unearned revenue, and in the presentation of expenses versus expenditures. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Ad Valorem (Property) Taxes are susceptible to accrual as, under New Jersey State Statute, a municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified, prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "Accounts Receivable". The County Board of Taxation is responsible for the assessment of taxes and the Township Tax Collector is responsible for collection of taxes. Assessments are certified and taxes are levied on January 1; taxes are due February 1, May 1, August 1 and November 1. Unpaid taxes are considered delinquent the following January 1 and are then subject to lien.

Governmental Fund Financial Statements: Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds, proceeds of general long-term debt and acquisitions under capital releases are reported as other financing sources.

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. Summary of Significant Accounting Policies (Cont'd)

C. 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 and are not voted upon in the annual school election. Budgets are prepared using the modified accrual basis of accounting, except for Special Revenue 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:23A-16.2(f).

All budget amendments/transfers must be approved by Board resolution. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally-authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances, and unexpected grant appropriation, lapse at the end of each fiscal year. The Capital Project Fund presents the remaining project appropriations compared to current-year expenditures.

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.

Exhibit C-3 presents a reconciliation of the General Fund revenues and Special Revenue Fund revenues and expenditures from the budgetary basis of accounting as presented in the Budgetary Comparison Schedules - General and Special Revenue Funds to the GAAP basis of accounting as presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types. Note that the District does not report encumbrances outstanding at 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 payment.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

D. Encumbrance Accounting:

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 reservations of 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 unearned revenues 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.

E. Cash, Cash Equivalents and Investments:

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. All other investments are stated at fair value.

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey statute 18A:2037 provides a list of permissible investments that may be purchased by New Jersey school districts

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.

F. Assets, Liabilities, and Equity:

Interfund Transactions:

Transfers between Governmental and Business-Type activities on the District-wide statements are reported in the same manner as general revenues.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. Summary of Significant Accounting Policies (Cont'd)

F. Assets, Liabilities, and Equity: (cont'd)

Interfund Transactions:

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 to the funds that initially paid for them are not presented on the financial statements.

Inventories:

Inventories and prepaid expenses, which benefit future periods are recorded as an expenditure during the year of purchase.

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

Deferred Outflows/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*, represent 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 future periods and so will *not* be recognized as an inflow of resources (revenue) until that time.

Capital Assets:

The District has an established formal system of accounting for its Capital Assets. Purchased or constructed Capital Assets are reported at cost. Donated Capital Assets are valued at their acquisition value on the date received. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. The District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is \$2,000.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. Summary of Significant Accounting Policies (Cont'd)

F. Assets, Liabilities, and Equity: (Cont'd)

Capital Assets:(Cont'd)

All reported Capital Assets except for Land and Construction in Progress are depreciated. Depreciation is computed using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Building and Improvements	20-50 years
Furniture and Equipment	5-20 years
Vehicles	8 years

Compensated Absences:

The Districts accounts for Compensated Absences (e.g., unused vacation, sick leave) as directed by Governmental Accounting Board. 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 the employee is accrued as the employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. Upon termination, employees are paid for accrued vacation. The District's 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 the District's agreements with the various employee unions.

In the District-wide Statement of Net Position, the liabilities whose average maturities are greater than one year should be reported in two components - the amount due within one year and the amount due in more than one year.

The liability for vested compensated absences of the proprietary fund-types is recorded within those funds as the benefits accrue to employees.

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 School District is eligible to realize the revenue.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

F. Assets, Liabilities, and Equity (Cont'd):

Accrued Liabilities and Long-Term Obligations:

All Payables, Accrued Liabilities, and Long-Term Obligations are reported on the District-wide financial statements. In general, governmental fund payables are 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, contractually-required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

Bond premiums and discounts are deferred and amortized over the life of the bonds using the straightline method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Net Position:

Net Position represent the difference between assets and liabilities. Net Position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net Position are 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. The District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted Net Position are available.

Fund Balance Reserves:

Governmental Accounting Standards established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Fund balances in the governmental funds financial statements are reported under the modified accrual basis of accounting and classified into the following five categories, as defined below:

Nonspendable - includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Assets included in this fund balance category include prepaid assets, inventories, long-term receivables, and corpus of any permanent funds.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

F. Assets, Liabilities, and Equity (Cont'd):

Fund Balance Reserves (Cont'd):

Restricted - includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.

Committed - includes amounts that can be used only for the specific purposes imposed by a formal action of the government's highest level of decision-making authority. The District's highest level of decision-making authority is the Board of Education (the "Board") and formal action is taken by resolution of the Board at publicly held meetings. Once committed, amounts cannot be used for other purposes unless the Board revises or changes the specified use by taking the same action (resolution) taken to originally commit these funds.

Assigned - amounts intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or 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.

Unassigned - includes all spendable amounts not contained in the other classifications

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. For the unrestricted fund balance, the District first spends committed funds, then assigned funds, and finally, unassigned funds.

Revenues - Exchange and Nonexchange Transactions:

Revenue resulting from Exchange Transactions, in which each party gives and receives essentially equal value, is recorded on the actual accrual basis when the Exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District available means within sixty days of the fiscal year-end.

Nonexchange Transactions, in which the District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specific purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On the modified accrual basis, revenue from Nonexchange Transactions must also be available before it can be recognized.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

F. Assets, Liabilities, and Equity (Cont'd):

Revenues - Exchange and Nonexchange Transactions (Cont'd):

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, and tuition.

Operating Revenues and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for food service, before and after care program and supplemental services. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund. All items not meeting this definition are reported as nonoperating revenues and expenses.

Allocation of Indirect Expenses:

The District reports all Direct Expenses by function in the Statement of Activities. Direct Expenses are those that are clearly identifiable with a function. Indirect Expenses are allocated to functions but are reported separately in the Statement of Activities. Employee Benefits, including the employer's share of Social Security, workers compensation, and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the Indirect Expense column of the Statement of Activities. Depreciation expense that could not be attributable to a specific function is considered an Indirect Expense and is reported separately in the Statement of Activities. Interest on long-term debt is considered an Indirect Expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items:

Extraordinary Items are transactions or events that are unusual in nature and infrequent in occurrence. Special Items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

Management Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

G. Comparative Data and Reclassifications

Comparative data for the prior year have been presented in certain sections of the accompanying financial statements in order to provide an understanding of changes in the District's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

H. GASB Pronouncements

Recently Issued Accounting Pronouncements to be implemented in future years

Statement No. 87, *Leases* in June 2017. This Statement establishes standards of accounting and financial reporting for leases by lessees and lessors. The requirements of this Statement are effective for periods beginning after June 15, 2021, and all reporting periods thereafter. Management has not yet determined the impact of this Statement on the financial statements.

Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify 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. Management does not expect this Statement to have a material impact on the School District's financial statements.

Statement No. 91, *Conduit Debt Obligations*, The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. Statement No. 91 is effective for reporting periods beginning after December 15, 2021. Management has not yet determined the potential impact on the School District's financial statements.

Statement No. 92, *Omnibus 2020*, The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. Statement No. 92 is effective for reporting periods beginning after June 15, 2021. Management has not yet determined the potential impact on the School District's financial statements.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

1. **Summary of Significant Accounting Policies (Cont'd)**

H. GASB Pronouncements (Cont'd)

Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). Statement No. 94 is effective for reporting periods beginning after June 15, 2022, and all reporting periods thereafter. Management has not yet determined the potential impact on the School District's financial statements.

Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, The primary objective of this Statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. The requirements of Statement No. 95 are effective immediately.

Statement No. 96, *Subscription-Based Information Technology Arrangements*, This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). Statement No. 96 is effective for reporting periods beginning after June 15, 2022, and all reporting periods thereafter. Management has not yet determined the potential impact on the School District'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*, The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. Objectives 1 and 2 above are effective immediately. Objective 3 is effective for reporting periods beginning after June 15, 2021. Management has not yet determined the potential impact on the School District's financial statements.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

2. Capital Reserve Account

A Capital Reserve Account was established by the Brick Township Board of Education for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The Capital Reserve Account is maintained in the General Fund and its activity is included in the General Fund annual budget.

Funds placed in the Capital Reserve Account are restricted to Capital Projects in the District's approved Long Range Facilities Plan ("LRFP"). Upon submission of the LRFP to the Department, a District may increase the balance in the Capital Reserve by appropriating funds in the annual General Fund budget certified for taxes or by transfer by Board Resolution at year-end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A District may also appropriate additional amounts when the excess approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C 6:23A-5.1(d)7, the balance in the Account cannot at any time exceed the local support costs of uncompleted Capital Projects in its approved LRFP.

The activity of the Capital Reserve for the July 01, 2020 to June 30, 2021 fiscal year is as follows:

Beginning Balance July 01, 2020	\$ 4,716,402
Add:	
Increase per Resolution	5,440,856
Less:	
Withdrawals per budget	<u>(657,818)</u>
Ending Balance, June 30, 2021	<u>\$ 9,499,440</u>

The June 30, 2021 LRFP balance of local support costs of uncompleted Capital Projects is greater than the capital reserve balance.

3. Transfers to Capital Outlay

During the year ending June 30, 2021, the District had no transfers from the Capital Projects Account for underspending of the DOE approved facilities projects.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

4. Deposits and Investments

The Board of Education considers petty cash, change funds, cash in banks, certificates of deposit and deposits with the New Jersey Cash Management Fund as Cash and Cash Equivalents.

Deposits

The Board's deposits are insured through the Federal Deposit Insurance Corporation ("FDIC") or New Jersey's Governmental Unit Deposit Protection Act. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to maintain additional collateral in the amount of 5% of the average public deposits and to deposit these amounts with the Federal Reserve Bank for all deposits not covered by the FDIC.

Type	Carrying Value
Deposits	
Demand Deposits	<u>\$ 35,407,518</u>
Total Deposits	<u>\$ 35,407,518</u>

The District's Cash & Cash Equivalents are Reported as Follows:

Governmental Activities	\$ 31,095,444
Business-Type Activities	62,266
Fiduciary Funds	<u>4,249,808</u>
Total Cash & Cash Equivalents	<u>\$ 35,407,518</u>

Custodial Credit Risk Related to Deposits

Custodial Credit Risk is the Risk that, in the event of a bank failure, the Board's deposit might not be recovered. Although the Board does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that 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 funds 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, bail funds, or funds that 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.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

4. Deposits and Investments (Cont'd)

Custodial Credit Risk Related to Deposits (Cont'd)

At June 30, 2021, the Board's bank balances of \$36,701,893 were exposed to Custodial Credit Risk as follows:

	<u>2021</u>
FDIC Insured	\$ 250,000
GUDPA Protected	<u>36,451,893</u>
	<u>\$ 36,701,893</u>

Investments

The Board is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 18A:20-37. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located, Local Government investment pools, and agreements or the repurchase of fully-collateralized securities, if transacted in accordance with the above statute.

As of June 30, 2021, the Board had no investments.

Credit Risk

State law limits investments as noted above (N.J.S.A. 18A:20-37). The District has an investment policy that further limits its investment choices.

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

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

5. Receivables

Receivables at June 30, 2021 consisted of state aid, accrued interest, interfund, intergovernmental, and other. All Receivables are considered collectible in full. A summary of the principal items of intergovernmental receivable follows:

	Governmental Fund Financial Statements	District-Wide Financial Statements
State Aid	\$ 2,323,070	\$ 2,331,533
Federal Aid	1,524,796	1,708,266
Other	1,447,074	1,461,886
Interfunds	<u>997,255</u>	<u>-</u>
	6,292,195	5,501,685
Less: Allowance for Uncollectibles	<u>-</u>	<u>-</u>
Total Receivables, Net	<u>\$ 6,292,195</u>	<u>\$ 5,501,685</u>

6. Interfund Balances and Transfers

The Special Revenue Fund owed the General Fund \$997,255 at June 30, 2021 for cash advances.

7. Inventory

As of June 30, 2021, the District had the following inventory:

Food	\$ 39,080
Supplies	<u>14,602</u>
	<u>\$ 53,682</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

8. Capital Assets

Capital Assets consisted of the following at June 30, 2021.

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets Not Being Depreciated				
Land	\$ 5,718,560	\$ -	\$ -	\$ 5,718,560
Construction in Progress	<u>917,117</u>	<u>1,699,334</u>	<u>(244,609)</u>	<u>2,371,842</u>
Total Capital Assets Not Being Depreciated	<u>6,635,677</u>	<u>1,699,334</u>	<u>(244,609)</u>	<u>8,090,402</u>
Capital Assets Being Depreciated				
Site Improvements	17,290,649	848,406	(23,750)	18,115,305
Building and Building Improvements	110,795,590	1,691,359	(21,659)	112,465,290
Machinery and Equipment	<u>24,020,511</u>	<u>336,083</u>	<u>(239,171)</u>	<u>24,117,423</u>
Totals at Historical Cost	<u>152,106,750</u>	<u>2,875,848</u>	<u>(284,580)</u>	<u>154,698,018</u>
Less Accumulated Depreciation for:				
Site Improvements	(7,188,749)	(580,783)	23,750	(7,745,782)
Building and Building Improvements	(82,083,110)	(1,908,200)	21,659	(83,969,651)
Machinery and Equipment	<u>(19,831,207)</u>	<u>(639,913)</u>	<u>239,171</u>	<u>(20,231,949)</u>
Total Accumulated Depreciation	<u>(109,103,066)</u>	<u>(3,128,896)</u>	<u>284,580</u>	<u>(111,947,382)</u>
Total Capital Assets Being Depreciated, Net of Accumulated Depreciation	<u>43,003,684</u>	<u>(253,048)</u>	<u>-</u>	<u>42,750,636</u>
Government Activity Capital Assets, Net	<u>\$ 49,639,361</u>	<u>\$ 1,446,286</u>	<u>\$ (244,609)</u>	<u>\$ 50,841,038</u>
Business-Type Activities:				
Capital Assets Being Depreciated:				
Equipment	\$ 1,339,263	-	-	\$ 1,339,263
Less Accumulated Depreciation	<u>(914,170)</u>	<u>(34,892)</u>	<u>-</u>	<u>(949,062)</u>
Enterprise Fund Capital Assets, Net	<u>\$ 425,093</u>	<u>\$ (34,892)</u>	<u>\$ -</u>	<u>\$ 390,201</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

8. Capital Assets (Cont'd)

Depreciation expense was charged to functions as follows:

Regular Instruction	\$ 2,122,890
Student and Instruction Related Services	51,737
General Administration Services	429,721
Transportation	319,063
Operations and Maintenance	<u>205,485</u>
Total	<u>\$ 3,128,896</u>

9. Long-Term Obligations

A. Long-Term Obligation Activity:

Changes in Long-Term Obligations for the year ended June 30, 2021, are as follows:

	<u>Balance July 01, 2020</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2021</u>	<u>Amounts Due Within One Year</u>
<u>Governmental Activities:</u>					
Bonds Payable	\$ 4,709,000	\$ -	\$ (1,885,000)	\$ 2,824,000	\$ 1,865,000
PERS Pension liability	39,549,253	-	(6,043,041)	33,506,212	-
Compensated Absences Payable	6,816,071	49,625	(478,329)	6,387,367	205,267
Capital Lease/Purchase Agreements	<u>936,095</u>	<u>-</u>	<u>(578,170)</u>	<u>357,925</u>	<u>223,342</u>
	<u>\$ 52,010,419</u>	<u>\$ 49,625</u>	<u>\$ (8,984,540)</u>	<u>\$ 43,075,504</u>	<u>\$ 2,293,609</u>
<u>Business-Type Activities:</u>					
Compensated Absences Payable	\$ 88,527	\$ 8,825	\$ -	\$ 97,352	\$ -
PERS Pension liability	<u>2,524,420</u>	<u>-</u>	<u>(385,726)</u>	<u>2,138,694</u>	<u>-</u>
	<u>\$ 2,612,947</u>	<u>\$ 8,825</u>	<u>\$ (385,726)</u>	<u>\$ 2,236,046</u>	<u>\$ -</u>

For governmental activities, the bonds payable are liquidated from the School District's debt service fund. PERS pension liability, compensated absences payable and capital lease/purchase agreements are liquidated by the general fund.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

9. Long-Term Obligations (Cont'd)

A. Long-Term Obligation Activity (Cont'd):

Interest paid on debt issued by the District is exempt from federal income tax. Because of this, bondholders are willing to accept a lower interest rate than they would taxable debt. The District temporarily reinvests the proceeds of such debt in higher-yielding taxable securities, especially during construction projects. The Federal Tax Code refers to this as arbitrage.

Earnings in excess of the yield on the debt issue are rebated to the Federal Government based on requirements in the Internal Revenue Code. Arbitrage rebate payable represents amounts due to the Internal Revenue Service for interest earned on unspent bond proceeds that exceeds legally-allowable returns.

Rebatable arbitrage liabilities related to the District debt are not recorded in governmental funds. There is no recognition in the Balance Sheet or Income Statement until rebatable amounts are due and payable to the Federal Government.

The District currently has no bond proceed funds invested subjecting them to arbitrage.

B. Debt Service Requirements:

Bonds are authorized in accordance with State law by the voters of the municipality(ies) through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the District are general obligation bonds.

On July 25, 2007, the District issued \$4,439,000 general obligation bonds at interest rates varying from 4.10% to 4.352% for various construction and renovation projects. The final maturity of these bonds is July 15, 2022. The bonds will be paid from property taxes. The bonds may be called after July 15, 2018.

On March 30, 2010, the District issued \$2,400,000 general obligation bonds at interest rates varying from 2.25% to 3.5% for various construction and renovation projects. The final maturity of these bonds is March 1, 2025. The bonds will be paid from property taxes. The bonds may be called after March 1, 2020.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

9. Long-Term Obligations (Cont'd)

B. Debt Service Requirements: (Cont'd)

On May 30, 2019, the District issued \$3,985,000 refunding bonds at interest rates varying from 2.0% to 3.0% for the purpose of refunding \$3,930,000 of outstanding callable principal bonds that were dated August 26, 2009. The refunded bonds were redeemed on July 1, 2019. The refunding created a savings of approximately \$120,000. The final maturity of these bonds is February 1, 2022. The bonds will be paid from property taxes.

Debt Service Requirements on serial bonds payable at June 30, 2021 are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ 1,865,000	\$ 87,946	\$ 1,952,946
2023	574,000	27,273	601,273
2024	190,000	13,238	203,238
2025	195,000	6,825	201,825
	<u>\$ 2,824,000</u>	<u>\$ 135,282</u>	<u>\$ 2,959,282</u>

C. Bonds Authorized But Not Issued

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

D. Capital Leases/Purchase Agreements

The District is leasing equipment, buses and textbooks under capital leases. The capital leases do not exceed five years. The following is a schedule of the remaining future minimum lease payments under the capital leases and the present value of the net minimum lease payments at June 30, 2021:

Year ending June 30,	
2022	\$ 233,863
2023	<u>138,859</u>
Total minimum lease payments	372,722
Less: Amounts representing interest	<u>(14,797)</u>
Present value of lease payments	<u>\$ 357,925</u>

The original value of the capitalized leases is included in Machinery and Equipment for \$5,582,796 and the amortization of the leased equipment is included with depreciation expense.

E. Loans Payable

No loans payable at June 30, 2021.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. 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/annual-reports.shtml.

The vesting and benefit provisions are set by *N.J.S.A. 43:15A*. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

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 with 25 years or more of service credit before age 62, and tier 5 with 30 years or more 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.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Contributions - The contribution policy for PERS is set by N.J.S.A. 43:15A 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 2020, the State's pension contribution was less than the actuarial determined amount. The District's PERS pension contribution was \$2,236,632 for June 30, 2021.

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 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 \$35,644,906 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 procedure to roll forward the total pension liability from an actuarial valuation as of July 1, 2019, to the measurement date of June 30, 2020. 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 .2185813753%, which was a decrease of .0149214834% from its proportion measured as of June 30, 2019.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

For the year ended June 30, 2021, the School District recognized full accrual pension expense of \$2,332,491 in the government-wide financial statements consisting of employer contributions of \$2,391,170 and non-employer contributions of \$(58,679). This pension expense was based on the pension plans June 30, 2020 measurement date. At June 30, 2020, the School District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 649,035	\$ 126,056
Changes of assumptions	1,156,361	14,924,860
Net difference between projected and actual earnings on pension plan investments	1,218,371	-
Changes in proportion and differences between District contributions and proportionate share of contributions	394,144	3,192,140
District contributions subsequent to the measurement date	<u>2,236,632</u>	<u>-</u>
Total	<u>\$ 5,654,543</u>	<u>\$ 18,243,056</u>

\$2,236,632 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 contribution rate. 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 ended June 30:	
2021	\$ (5,513,333)
2022	(5,026,483)
2023	(2,872,506)
2024	(1,161,593)
2025	(251,230)
Thereafter	-
Total	<u>\$ (14,825,145)</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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 Outflows of Resources</u>	<u>Deferred Inflows 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	5.00
June 30, 2015	5.00	5.00
June 30, 2016	5.00	5.00
June 30, 2017	5.00	5.00
June 30, 2018	5.00	5.00
June 30, 2019	5.00	5.00
June 30, 2020	5.00	5.00

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.16, 5.21, 5.63, 5.48, 5.57, 5.72, and 6.44 years for the 2020, 2019, 2018, 2017, 2016, 2015, and 2014 amounts, respectively.

Actuarial Assumptions - The collective 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 assumptions:

Inflation Rate

Price	2.75%
Wage	3.25%

Salary Increases:

Through 2026	2.00% - 6.00% Based on years of service
Thereafter	3.00% -7.00% Based on years of service

Investment Rate of Return	7.00%
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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, 2014 to June 30, 2018.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

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 PERS's target asset allocation as of June 30, 2020 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00 %	3.40 %
Cash Equivalents	4.00 %	0.50 %
U.S. Treasuries	5.00 %	1.94 %
Investment Grade Credit	8.00 %	2.67 %
High Yield	2.00 %	5.95 %
Private Credit	8.00 %	7.59 %
Real Assets	3.00 %	9.73 %
Real Estate	8.00 %	9.56 %
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 %

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

A. Public Employees' Retirement System (PERS) (Cont'd)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. 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 and the nonemployer contributing entity will be based on 78% 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 all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability of the participating employers 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 (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	45,223,829	35,644,906	28,035,052

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

	<u>6/30/21</u>	<u>6/30/20</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
School District's Portion	.2185813753%	.2335028587%

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF)

Plan Description - The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a cost sharing multiple-employer defined benefit 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/annual-reports.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. 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.

<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 with 25 years or more of service credit before age 62, and tier 5 before age 65 with 30 years or more 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

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (Cont'd)

Contributions - The contribution policy for TPAF is set by *N.J.S.A. 18A:66* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. 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. 18A:66-33*. Therefore, the School District is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the School District does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the School District.

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 \$405,198,690. 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 .6153471433%, which was an increase of .0062028715% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2021, the State of New Jersey recognized a pension expense in the amount of \$17,123,507 for the State's proportionate share of the TPAF pension expense attributable to the School District. This pension expense was based on the pension plans June 30, 2020 measurement date.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (Cont'd)

Actuarial Assumptions - The collective 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 assumptions, applied to all periods in the measurement:

Inflation Rate	
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:

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (Cont'd)

Discount Rate - The discount rate used to measure the total pension liability was 5.40% as of June 30, 2020. This single blended discount rate was based on the 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 municipal 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 78% of the actuarially determined contributions for the State. 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.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Risk Mitigation Strategies	3.00 %	3.40 %
Cash Equivalents	4.00 %	0.50 %
U.S. Treasuries	5.00 %	1.94 %
Investment Grade Credit	8.00 %	2.67 %
High Yield	2.00 %	5.95 %
Private Credit	8.00 %	7.59 %
Real Assets	3.00 %	9.73 %
Real Estate	8.00 %	9.56 %
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 %

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

B. Teachers' Pension and Annuity (TPAF) (Cont'd)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

The following presents the collective net pension liability of the participating employers 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 (4.40%)	Current Discount Rate (5.40%)	1% Increase (6.40%)
State's proportionate share of the net pension liability	476,999,218	405,198,690	347,210,166

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:

	<u>6/30/21</u>	<u>6/30/20</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
School District's Portion	.6153471433%	.6091442718%

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

10. Pension Plans (Cont'd)

C. Defined Contribution Retirement Plan (DCRP)

The Defined Contribution Retirement Plan is a cost-sharing multiple-employer defined contribution pension plan which was established on July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A.43:15C-1 et. seq), and expanded under the provisions of Chapter 89, P.L. 2008 and Chapter 1, P.L. 2010. The Defined Contribution Retirement Program Board oversees the DCRP, which is administered for the Divisions of Pensions and Benefits by Prudential Financial. The DCRP provides eligible members, and their beneficiaries, with tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N.J.S.A.43:15C-1 et. seq.

The contribution requirements of plan members are determined by State statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the School District's contribution amounts for each pay period are transmitted to Prudential not later than the fifth business day after the date on which the employee is paid for that pay period.

The District's contributions to the DCRP for June 30, 2021 were \$42,389. There was \$4,063 as a liability for unpaid contributions at June 30, 2021.

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the School District.

11. Post-Retirement Benefits

General Information about the OPEB Plan

Plan description and benefits provided

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefit 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.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

11. Post-Retirement Benefits (Cont'd)

Plan description and benefits provided (Cont'd)

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.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

11. Post-Retirement Benefits (Cont'd)

Employees covered by benefit terms

At June 30, 2018, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	149,304
Active plan members	<u>216,804</u>
Total	<u><u>366,108</u></u>

Total Nonemployer OPEB Liability

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASB 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education. Note that actual numbers will be published in the NJ State's CAFR (<https://www.nj.gov/treasury/omb/publications/archives.shtml>).

Actuarial assumptions and other imputes

The total OPEB liability in the June 30, 2020 actuarial valuation reported by the State in the State's most recently issued CAFR was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

11. Post-Retirement Benefits (Cont'd)

Actuarial assumptions and other imputes (cont'd)

Inflation Rate	2.50%
Salary Increases through 2026	PERS 2.00%-6.00% PFRS 3.25%-15.25% TPAF 1.55%-3.05%
Salary Increases after 2026	PERS 3.00%-7.00% PFRS 3.25%-15.25% TPAF 1.55%-3.05%
Discount Rate	3.50%
Healthcare Cost Trend Rates	4.5%-5.6%
Retirees' Share of Benefit Related Costs	1.5% of projected health insurance premiums for retirees

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

Changes in the Total OPEB Liability reported by the State of New Jersey

Balance at June 30, 2019	\$ 41,729,081,045
Changes for the year:	
Service cost	1,790,973,822
Interest on the total OPEB liability	1,503,341,357
Differences between expected and actual experience	11,544,750,637
Changes in assumptions	12,386,549,981
Gross benefit payments by the state	(1,180,515,618)
Contributions from members	<u>35,781,384</u>
Net changes	<u>26,080,881,563</u>
Balance at June 30, 2020	<u>\$ 67,809,962,608</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

11. Post-Retirement Benefits (Cont'd)

Discount rate

The discount rate for June 30, 2020 was 2.21%. 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 the total OPEB liability to changes in the discount rate

The following presents the June 30, 2020 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease <u>(1.21%)</u>	Current Discount Rate <u>(2.21%)</u>	1% Increase <u>(3.21%)</u>
Total OPEB Liability of the State for School Retirees	\$81,748,410,002	\$67,809,962,608	\$56,911,439,160
Total OPEB Liability of the State Associated with the School District for School Retirees	\$600,960,558	\$498,494,264	\$418,375,468

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 eight years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rate 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 eight years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

Sensitivity of the total OPEB liability to changes in healthcare cost trend rates

The following presents the June 30, 2020 total OPEB liability of the State for school board retirees, as well as the State's total OPEB liability for the school district calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

11. Post-Retirement Benefits (Cont'd)

Sensitivity of the total OPEB liability to changes in healthcare cost trend rates (Cont'd)

	1% <u>Decrease</u>	<u>Trend Rate</u>	1% <u>Increase</u>
Total OPEB Liability of the State for School Retirees	\$54,738,488,540	\$67,809,962,608	\$83,375,182,975
Total OPEB Liability of the State Associated with the School District for School Retirees	\$402,401,369	\$498,494,264	\$612,919,535

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the board of education recognized OPEB expense of \$5,366,241 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB 75 and in which there is a special funding situation.

In accordance with GASB 75, the Brick Township Board of Education's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2020, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$,295,318,750.00	\$ (9,170,703,615)
Changes of assumptions	11,534,251,250	(7,737,500,827)
Contributions made in fiscal year ending 2020 after June 30, 2019 measurement date	-	-
Total	<u>\$ 21,829,570,000</u>	<u>\$ (16,908,204,442)</u>

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

11. Post-Retirement Benefits (Cont'd)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2021	\$ 43,440,417
2022	43,440,417
2023	43,440,417
2024	43,440,417
2025	43,440,417
Thereafter	<u>4,704,163,473</u>
Total	<u>\$ 4,921,365,558</u>

12. Deferred Compensation

The Board offers its employees a Deferred Compensation Plan created in accordance with Internal Revenue Code Section 403(b). The Plan, which is administered by OMNI, permits participants to defer a portion of their salary until future years. Amounts deferred under the Plan are not available to employees until termination, retirement, death or unforeseeable emergency.

13. Risk Management

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

Self Insurance Plan - The district is self insured with respect to workers' compensation claims and employee health benefits. The district's plans are designed to be self-sustaining through actuarially determined premiums established annually to cover expected claims, administration, and a margin for unexpected losses or expenses. The district purchases commercial insurance for employee health benefit claims in excess of an annual stop loss deductible of \$300,000 per person. The claims liability of \$5,759,748 reported in the governmental fund financial statements at June 30, 2021 is based on the requirements of GASB Statement Nos. 10 and 30 which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

13. Risk Management (cont'd)

Self Insurance Plan (cont'd)

Claim liabilities, including incurred but not reported (IBNR) claims, are based on the estimated ultimate cost of settling the claims (including the effects of inflation and other societal and economic factors), using past experience adjusted for current trends, and any other factors that would modify past experience. Expenses and liabilities are estimated through a case-by-case review of all claims and the application of historical experience for outstanding claims.

Joint Insurance Pool - The District is a member of the New Jersey Schools Insurance Group Joint Insurance Fund. The Fund provides its members with coverage for Property, Comprehensive General Liability, Boiler and Machinery, Crime, Automobile and Environmental Impairment Liability. Contributions to the Fund, including a reserve for contingencies are based on actuarial assumptions. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. There have been no significant changes in insurance coverage from the prior year.

The Fund publishes its own financial report for the fiscal year ended June 30, 2021, which can be obtained from:

New Jersey Schools Insurance Group
6000 Midlantic Drive
Suite 300 North
Mount Laurel, NJ 08054

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 District contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's trust fund for the current and the previous two years:

<u>Fiscal Year</u>	<u>District Contributions</u>	<u>Employee Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020 / 2021	\$ -	\$ 214,226	\$ (72,239)	\$ 2,363,903
2019 / 2020	-	193,920	(102,902)	2,221,916
2018 / 2019	-	183,031	(122,943)	2,130,898

14. Contingent Liabilities

Grant Programs

The school district participates in federal awards and state financial assistance grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The school district is potentially liable for expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

15. Construction Commitments

The school district has entered into several construction contracts during the fiscal year, which include roof replacements, door replacements, handicap ramp, parking lot project reconfiguration project, and an energy savings improvement plan (ESIP). As of June 30, 2021, the school district had outstanding construction contracts totaling \$13,042,784 that will be financed from operating funds and bond proceeds in 2021/2022.

<u>Project</u>	<u>Commitments</u>
Roof Projects	\$ 2,282,051
Door Projects	4,378
Handicap Ramp	12,875
Parking Lot Project	744,013
ESIP	9,999,467
Total	<u>\$ 13,042,784</u>

16. Fund Balances

General Fund - Of the \$27,791,168 General Fund balance at June 30, 2021, \$3,149,948 of encumbrances is assigned to other purposes, \$9,499,440 is restricted for capital reserve, \$- is restricted for maintenance reserve, \$- is restricted for the emergency reserve, \$6,387,451 is restricted for excess surplus for subsequent year expenditures, \$2,363,903 is restricted for unemployment compensation, \$- has been classified as assigned fund balance designated for subsequent year expenditures, \$2,339,004 is restricted for excess surplus and \$4,051,422 is unassigned.

17. Calculation of Excess Surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, c.73 (S1701), the designation for Restricted Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to 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 surplus balance at June 30, 2021 is \$2,339,004.

18. Uncertain Tax Positions

The school district had no unrecognized tax benefits at June 30, 2021. The school district files tax returns in the U.S. federal jurisdiction and New Jersey. The school district has no open year prior to June 30, 2018.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

19. Subsequent Events

Management has evaluated subsequent events through January 21, 2022, the date the financial statements were available to be issued.

The COVID-19 outbreak is disrupting supply chains and affecting production and sales across a range of industries. The extent of the impact of COVID-19 on the School District's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak, impact on the School District's customers, employees and vendors all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact the School District's financial condition or results of operations is uncertain.

20. Tax Abatement

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential 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.

21. Economic Dependency

Economic Dependency - The School 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 School District's programs and activities.

Brick Township Board of Education

Notes to Financial Statements

For the Year Ended June 30, 2021

22. Prior Period Adjustment

GASB Statement No. 84 established criteria for identifying funds to be included as Fiduciary Funds. The implementation of GASB 84 created new accounting and reporting requirements for funds previously included in Fiduciary Funds as follows:

- Unemployment Compensation Fund is included in the General Fund
- Scholarship Fund is included in the Special Revenue Fund
- Student Activity Fund including established class reunion accounts are included in the Special Revenue Fund
- Payroll Agency and Flexible Spending Accounts are included in the General Fund

The Unemployment Compensation Fund had a fund balance of \$2,221,916 at June 30, 2020. This balance is shown as a prior period adjustment to the General Fund's beginning fund balance. The restated beginning fund balance is \$17,455,630.

The Student Activity Fund had a fund balance of \$225,319 at June 30, 2020 and the Scholarship Fund had a fund balance of \$11,129 at June 30, 2020. The combined balance of \$236,448 is shown as a prior period adjustment to the Special Revenue Fund's beginning fund balance. The restated beginning fund balance is \$44,688.

The adoption of GASB 84 and the inclusion of the activity of the above referenced funds in the General Fund and Special Revenue Fund that were previously included in the Fiduciary Funds also created non-comparability in the MD&A and has been acknowledged and allowed by the GASB.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 113,392,095	\$ -	\$ 113,392,095	\$ 113,392,095	\$ -
Tuition from Individuals	-	-	-	-	-
Tuition from other LEAs within state	60,000	(60,000)	120,000	324,978	204,978
Tuition from other Govt sources within state	-	-	-	40,623	40,623
Transportation Fees from Individuals	-	-	-	-	-
Transportation Fees from Other LEAs	25,000	-	25,000	31,008	6,008
Interest earned on capital reserve funds	15	15	-	-	-
Interest Income on unemployment - restricted	-	-	-	48,603 *	48,603
Rents and Royalties	375,000	(600)	375,600	73,790	(301,810)
Sale of Property	15,000	-	15,000	154,674	139,674
Private Contributions	-	-	-	2,328	2,328
Miscellaneous	1,124,205	60,585	1,063,620	1,338,424 **	274,804
Total - local sources	114,991,315	-	114,991,315	115,406,523	415,208
State sources:					
Transportation aid	4,922,064	-	4,922,064	4,922,064	-
Extraordinary aid	900,000	-	900,000	2,192,707	1,292,707
Other state aids	-	-	-	-	-
Categorical special education aid	5,784,673	-	5,784,673	5,784,673	-
Equalization aid	9,463,269	-	9,463,269	9,463,269	-
Categorical security aid	1,672,094	-	1,672,094	1,672,094	-
Adjustment aid	5,371,047	-	5,371,047	5,371,047	-
Non-public transportation aid	-	-	-	42,469	42,469
TPAF - LTDI (on-behalf - Non-budgeted)	-	-	-	7,146	7,146
TPAF - post retirement medical (on-behalf - Non-budgeted)	-	-	-	5,366,241	5,366,241
Teacher's pension and annuity fund (on-behalf - Non-budgeted)	-	-	-	17,123,507	17,123,507
TPAF social security (reimbursed - Non-budgeted)	-	-	-	4,539,196	4,539,196
Total state sources	28,113,147	-	28,113,147	56,484,413	28,371,266
Federal Sources:					
Medicaid Reimbursement	283,346	-	283,346	297,863	14,517
SEMI / CARES FFCRA Revenue	-	-	-	27,081	27,081
Total federal sources	283,346	-	283,346	324,944	41,598
Total revenues	143,387,808	-	143,387,808	172,215,880	28,828,072
EXPENDITURES:					
Current Expenditures:					
Regular Programs - Instruction:					
Local Contrib, - Trans to Special Rev-Inclusion	1,560,120	-	1,560,120	1,560,120	-
Preschool/Kindergarten - Salaries of teachers	1,743,000	(3,515)	1,739,485	1,720,092	19,393
Grades 1-5 - Salaries of teachers	10,987,465	(79,946)	10,907,519	10,779,575	127,944
Grades 6-8 - Salaries of teachers	7,956,750	(45,560)	7,911,190	7,872,043	39,147
Grades 9-12 - Salaries of teachers	12,775,377	(125,905)	12,649,472	12,391,178	258,294
Regular Programs - Home Instruction:					
Salaries of teachers	71,000	(53,600)	17,400	12,012	5,388
Purchased professional-educational services	45,000	(4,105)	40,895	23,047	17,848
Regular Programs - Undistributed Instruction:					
Other salaries for instruction	-	-	-	-	-
Purchased professional-educational services	1,182,548	-	1,182,548	794,438	388,110
Purchased professional technical services	62,000	(127)	61,873	61,816	57
Other purchased services (400-500 series)	1,555,144	(46,792)	1,508,352	1,453,086	55,266
General supplies	969,205	1,195,876	2,165,081	2,012,424	152,657
Textbooks	48,280	(7,850)	40,430	38,846	1,584
Other objects	43,500	(18,170)	25,330	4,335	20,995
TOTAL REGULAR PROGRAMS - INSTRUCTION	38,999,389	810,306	39,809,695	38,723,012	1,086,683

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities:					
Salaries of teachers	\$ 2,048,616	\$ 252,176	\$ 2,300,792	\$ 2,261,400	\$ 39,392
Other salaries for instruction	369,978	(16,058)	353,920	330,744	23,176
Other Purch. Serv. (400-500 series)	1,250	669	1,919	1,669	250
General supplies	12,700	34,394	47,094	46,422	672
Learning and/or Language Disabilities:	2,432,544	271,181	2,703,725	2,640,235	63,490
Behavioral Disabilities:					
Salaries of teachers	395,370	31,595	426,965	404,349	22,616
Other salaries for instruction	30,814	32,159	62,973	58,188	4,785
Other purchased services (400-500 series)	1,500	(1,500)	-	-	-
General supplies	4,150	11,741	15,891	15,540	351
Behavioral Disabilities:	431,834	73,995	505,829	478,077	27,752
Multiple Disabilities:					
Salaries of teachers	885,081	(70,969)	814,112	813,224	888
Other salaries for instruction	-	29,975	29,975	29,974	1
Other Purch. Serv. (400-500 series)	4,800	4,766	9,566	9,070	496
General supplies	5,700	99,030	104,730	79,578	25,152
Multiple Disabilities:	895,581	62,802	958,383	931,846	26,537
Resource Room/Resource Center:					
Salaries of teachers	7,953,061	(279,561)	7,673,500	7,445,441	228,059
Other salaries for instruction	330,583	(13,787)	316,796	305,518	11,278
Other Purch. Serv. (400-500 series)	-	-	-	-	-
General supplies	34,250	69,769	104,019	102,623	1,396
Total Resource Room/Resource Center	8,317,894	(223,579)	8,094,315	7,853,582	240,733
Disabilities-Autism:					
Salaries of teachers	323,515	(51,140)	272,375	271,515	860
Other salaries for instruction	54,748	(26,325)	28,423	12,868	15,555
Other purchased services (400-500 series)	15,000	-	15,000	5,225	9,775
General supplies	13,300	4,033	17,333	15,725	1,608
Total Disabilities-Autism	406,563	(73,432)	333,131	305,333	27,798
Preschool Disabilities - Full Time					
Salaries of teachers	290,990	9,541	300,531	300,530	1
Other salaries for instruction	244,459	(106,010)	138,449	122,384	16,065
Other Purch. Serv. (400-500 series)	-	2,400	2,400	2,400	-
General supplies	11,149	33,153	44,302	38,610	5,692
Total Preschool Disabilities - Full Time	546,598	(60,916)	485,682	463,924	21,758
Home Instruction:					
Salaries of teachers	75,000	-	75,000	18,624	56,376
Purchased Prof Ed Services	85,000	(14,383)	70,617	11,554	59,063
Total Home Instruction	160,000	(14,383)	145,617	30,178	115,439
TOTAL SPECIAL EDUCATION - INSTRUCTION	13,191,014	35,668	13,226,682	12,703,175	523,507
Basic Skills/Remedial - Instruction					
Salaries of teachers	2,407,905	158,966	2,566,871	2,300,794	266,077
Other Purch. Serv. (400-500 series)	-	-	-	-	-
General Supplies	4,500	(1)	4,499	3,493	1,006
Total Basic Skills/Remedial - Instruction	2,412,405	158,965	2,571,370	2,304,287	267,083
Bilingual Education - Instruction					
Salaries of teachers	1,220,630	26,910	1,247,540	1,204,315	43,225
Other Salaries for Instruction	30,814	-	30,814	30,814	-
General Supplies	3,000	-	3,000	2,632	368
Total Bilingual Education - Instruction	1,254,444	26,910	1,281,354	1,237,761	43,593

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
School-Spon. Cocurricular Activities - Instruction					
Salaries	\$ 238,298	\$ 5,001	\$ 243,299	\$ 234,070	\$ 9,229
Purchased services(300-500 series)	39,192	(10,498)	28,694	21,526	7,168
Supplies and materials	35,945	645	36,590	30,356	6,234
Other objects	3,245	-	3,245	1,499	1,746
Total School-Spon. Cocurricular Actvts. - Instruction	316,680	(4,852)	311,828	287,451	24,377
School-Spon. Athletics - Instruction					
Salaries	1,384,341	(1,313)	1,383,028	1,351,544	31,484
Purchased services (300-500 series)	221,620	(34,960)	186,660	133,400	53,260
Supplies and materials	138,307	26,623	164,930	149,249	15,681
Other objects	80,711	(12,142)	68,569	45,669	22,900
Total School-Spon. Athletics - Instruction	1,824,979	(21,792)	1,803,187	1,679,862	123,325
Total Instruction	57,998,911	1,005,205	59,004,116	56,935,548	2,068,568
Undistributed Expenditures - Instruction:					
Tuition to other LEAs within the state - regular	50,000	14,907	64,907	64,906	1
Tuition to other LEAs within the state - special	398,200	(70,585)	327,615	270,058	57,557
Tuition to Co. Voc. School Distr. - regular	326,775	(20,775)	306,000	287,870	18,130
Tuition to CSSD & Reg Day School	357,291	9,181	366,472	207,645	158,827
Tuition to Priv. Sch. For the Disabled W/I state	4,216,152	(196,557)	4,019,595	3,595,948	423,647
Tuition to Priv. Sch. For Handic. Out of state	-	79,903	79,903	78,010	1,893
Tuition - State Facilities	39,872	-	39,872	39,872	-
Tuition - Other	-	182,345	182,345	136,996	45,349
Total Undistributed Expenditures - Instruction:	5,388,290	(1,581)	5,386,709	4,681,305	705,404
Undist. Expend. - Attendance and Social Work					
Salaries	1,000,871	(83,295)	917,576	907,667	9,909
Supplies and materials	2,100	(276)	1,824	1,540	284
Total Undistributed Expenditures - Attendance and Social Work	1,002,971	(83,571)	919,400	909,207	10,193
Undist. Expend. - Health Services					
Salaries	1,230,771	4,930	1,235,701	1,169,159	66,542
Purchased professional and technical services	44,000	-	44,000	44,000	-
Other Purchd. Serv. (400-500 series)	9,335	(205)	9,130	3,030	6,100
Supplies and materials	34,670	3,799	38,469	32,242	6,227
Total Undistributed Expenditures - Health Services	1,318,776	8,524	1,327,300	1,248,431	78,869
Undist. Expend. - Other Support Serv - Students Related Service					
Salaries	2,764,165	(11,300)	2,752,865	2,705,595	47,270
Purchased professional - educational services	154,400	77,360	231,760	154,652	77,108
Supplies and materials	18,450	21,452	39,902	39,789	113
Total Undist. Expend. - Other Support Serv - Students Related Service	2,937,015	87,512	3,024,527	2,900,036	124,491
Undist. Expend. - Other Support Services - Students - Extraordinary Services					
Salaries	2,926,809	173,429	3,100,238	3,060,803	39,435
Purchased Prof. Ed. Services	1,235,720	(229,496)	1,006,224	532,956	473,268
Supplies and materials	13,000	6,991	19,991	17,362	2,629
Other objects	173,125	230	173,355	120,699	52,656
Total Undist. Expend. - Other Support Services Students - Extraordinary St	4,348,654	(48,846)	4,299,808	3,731,820	567,988
Undist. Expend. - Other Support Serv Students-Regular					
Salaries of other professional staff	1,525,502	67,639	1,593,141	1,580,998	12,143
Salaries of secretarial and clerical assistants	201,670	-	201,670	200,647	1,023
Other salaries	-	-	-	-	-
Other purchased services (400-500 series)	9,350	2,007	11,357	10,875	482
Supplies and materials	7,825	(80)	7,745	4,802	2,943
Other objects	13,287	(5,520)	7,767	1,490	6,277
Total Undist. Expend. - Other Support Serv - Students-Regular	1,757,634	64,046	1,821,680	1,798,812	22,868
Undist. Expend. - Other Support Serv - Students-Special					
Salaries of other professional staff	2,710,395	(9,209)	2,701,186	2,608,419	92,767
Salaries of secretarial and clerical assistants	381,714	-	381,714	368,109	13,605
Purchased Prof. Ed. Services	219,650	26,802	246,452	155,757	90,695
Misc Purchases Services (400-500 series O/than Residential Costs)	158,025	(30,886)	127,139	95,666	31,473
Supplies and materials	29,999	41,620	71,619	70,250	1,369
Other objects	500	450	950	950	-
Total Undist. Expend. - Other Supp Services - Students-Special	3,500,283	28,777	3,529,060	3,299,151	229,909

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr					
Salaries of supervisor of instruction	\$ 968,601	\$ 44,430	\$ 1,013,031	\$ 1,007,963	\$ 5,068
Salaries of professional staff	475,179	8,351	483,530	477,060	6,470
Sal Sec. & Clerical Asst.	109,526	1,652	111,178	111,178	-
Other Salaries	10,000	-	10,000	-	10,000
Other purchased services (400-500)	52,288	-	52,288	45,716	6,572
Supplies and materials	2,500	-	2,500	182	2,318
Other objects	7,040	-	7,040	6,035	1,005
Total Undist. Expend. - Improv of Instruct Serv - Other Sup Serv - Instr	1,625,134	54,433	1,679,567	1,648,134	31,433
Undist. Expend. - Educational Media Services/School Library					
Salaries	706,095	(25,797)	680,298	679,195	1,103
Other purchased services (400-500)	15,300	(1,133)	14,167	14,167	-
Supplies and materials	19,400	46	19,446	16,265	3,181
Other objects	21,730	13	21,743	21,640	103
Total Undist. Expend. - Educational Media Services/School Library	762,525	(26,871)	735,654	731,267	4,387
Undist. Expend. - Instruction Staff Training Services					
Salaries of other professional staff	96,810	-	96,810	96,810	-
Other Salaries	17,844	9,517	27,361	18,106	9,255
Other purchased services (400-500)	155,894	(27,500)	128,394	30,600	97,794
Supplies and materials	1,500	-	1,500	188	1,312
Total Undist. Expend. - Instruction Staff Training Services	272,048	(17,983)	254,065	145,704	108,361
Undist. Expend. - Support Service - General Administration					
Salaries	278,126	1,612	279,738	279,738	-
Legal services	393,413	37,257	430,670	370,282	60,388
Audit Fees	43,500	-	43,500	43,500	-
Architectural/Engineering Services	32,745	133,975	166,720	43,800	122,920
Other purchased professional services	60,000	14,900	74,900	14,900	60,000
Purchased technical services	-	-	-	-	-
Communications/Telephone	25,700	6,687	32,387	32,181	206
BOE Other purchased services	3,850	546	4,396	1,837	2,559
Other purchased services (400-500 series)	42,772	(2,489)	40,283	38,344	1,939
General supplies	9,955	2,730	12,685	9,198	3,487
Judgements Agst. School Dist.	70,372	(7,583)	62,789	16,873	45,916
Miscellaneous expenditures	8,790	-	8,790	4,810	3,980
BOE membership dues and fees	25,330	-	25,330	25,330	-
Total Undist. Expend. - Support Service - General Administration	994,553	187,635	1,182,188	880,793	301,395
Undist. Expend. - Support Service - School Administration					
Salaries of principals/Assistant principals	2,985,889	32,971	3,018,860	2,930,898	87,962
Salaries of other professional staff	632,786	11,917	644,703	644,699	4
Salaries of secretarial and clerical assistants	964,026	(25,733)	938,293	911,371	26,922
Other salaries	-	6,600	6,600	6,085	515
Other purchased services (400-500 series)	26,859	(10,068)	16,791	10,616	6,175
Supplies and materials	71,253	31,008	102,261	91,347	10,914
Other objects	29,878	26	29,904	27,631	2,273
Total Undist. Expend. - Support Service - School Administration	4,710,691	46,721	4,757,412	4,622,647	134,765
Undistributed Expenditures - Central Services					
Salaries	1,072,308	21,176	1,093,484	1,085,771	7,713
Misc. Purchased Services	139,546	8,746	148,292	106,805	41,487
Supplies and materials	26,392	15	26,407	9,384	17,023
Miscellaneous expenditures	5,166	(75)	5,091	3,556	1,535
Total Undist. Expend. - Central Services	1,243,412	29,862	1,273,274	1,205,516	67,758
Undist.- Admin. Info. Technology					
Salaries	677,888	36,480	714,368	711,117	3,251
Other Purchased Services	200	-	200	85	115
Supplies and materials	750	3,740	4,490	4,490	-
Other objects	900	-	900	900	-
Total Undist. Expend - Admin. Info. Technology	679,738	40,220	719,958	716,592	3,366
TOTAL CENT. SVCS. & ADMIN IT	1,923,150	70,082	1,993,232	1,922,108	71,124

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Undist. Expend. - Allowed Maintenance for School Facilities					
Salaries	\$ 1,026,582	\$ (67,609)	\$ 958,973	\$ 951,829	\$ 7,144
Cleaning, repair and maintenance services	512,664	45,481	558,145	518,265	39,880
Travel	-	2,761	2,761	2,761	-
General supplies	388,034	61,985	450,019	431,463	18,556
Other objects	11,315	(5,307)	6,008	6,007	1
Total Undist. Expend. - Allowed Maintenance for School Facilities	<u>1,938,595</u>	<u>37,311</u>	<u>1,975,906</u>	<u>1,910,325</u>	<u>65,581</u>
Undist. Expend. - Other Operation & Maintenance of Plant					
Salaries	2,805,742	(92,807)	2,712,935	2,526,790	186,145
Purchased professional and technical services	68,300	2,865	71,165	62,370	8,795
Cleaning, repair and maintenance services	50,468	2,845	53,313	33,180	20,133
Other purchased property services	246,141	-	246,141	180,605	65,536
Insurance	635,321	49,414	684,735	684,735	-
Misc Purchased Services	4,665	(2,400)	2,265	389	1,876
General supplies	235,933	6,611	242,544	220,180	22,364
Energy (natural gas)	637,384	77,571	714,955	714,955	-
Energy (electricity)	735,313	(13,568)	721,745	649,259	72,486
Total Undist Expend-Other Operation & Maint Of Plant	<u>5,419,267</u>	<u>30,531</u>	<u>5,449,798</u>	<u>5,072,463</u>	<u>377,335</u>
Undist. Expend. - Care & Upkeep of Grounds					
Salaries	472,798	(4,593)	468,205	414,598	53,607
Cleaning, repair and maintenance services	171,800	42,240	214,040	180,282	33,758
General supplies	130,863	4,642	135,505	128,987	6,518
Other objects	25,280	-	25,280	25,039	241
Total Undist Expend-Care & Upkeep of Grounds	<u>800,741</u>	<u>42,289</u>	<u>843,030</u>	<u>748,906</u>	<u>94,124</u>
Security					
Salaries	269,360	-	269,360	190,365	78,995
General supplies	30,000	6,866	36,866	32,776	4,090
Other objects	33,354	270	33,624	25,305	8,319
Total Security	<u>332,714</u>	<u>7,136</u>	<u>339,850</u>	<u>248,446</u>	<u>91,404</u>
Undist. Expend. - Student Transportation Services					
Salaries of non-instructional aides	865,510	-	865,510	801,841	63,669
Salaries-pupil transport(between home & school)-Regular	3,094,359	2,527	3,096,886	2,702,292	394,594
Salaries-pupil transport (between home & school)-Special	1,015,314	(9,278)	1,006,036	940,150	65,886
Salaries-pupil transport(other than home & school)-Regular	244,233	-	244,233	153,989	90,244
Cleaning, repair and maintenance services	48,751	28,525	77,276	52,637	24,639
Rental Payments - School Buses	209,935	-	209,935	209,934	1
Contract Svc (btw home & Sch.) - Joint Agreements	433,427	14,701	448,128	234,693	213,435
Contract Svc (Spl. Ed. Students) - ESCs & CTSA's	1,993,380	(247,922)	1,745,458	1,631,628	113,830
Contract Svc - Aid in Lieu Pymts - NonPub Sch	105,000	2,000	107,000	92,701	14,299
Travel	-	7,434	7,434	-	7,434
General supplies	2,000	-	2,000	1,190	810
Misc Purchased Serv - Transportation	199,615	16,319	215,934	182,045	33,889
Transportation supplies	810,824	6,983	817,807	536,334	281,473
Other objects	23,800	(10,000)	13,800	10,323	3,477
Total Undist. Expend. - Student Transportation Services	<u>9,046,148</u>	<u>(188,711)</u>	<u>8,857,437</u>	<u>7,549,757</u>	<u>1,307,680</u>
UNALLOCATED EMPLOYEE BENEFITS					
Social security contributions	1,520,225	-	1,520,225	1,390,825	129,400
Other Retirement contributions -PERS	2,371,889	20,708	2,392,597	2,094,051	298,546
Workmen's compensation	1,528,511	(20,000)	1,508,511	676,862	831,649
Health benefits	26,851,423	(101,507)	26,749,916	25,161,781	1,588,135
Tuition reimbursement	84,400	(1,244)	83,156	38,266	44,890
Other employee benefits	677,393	580	677,973	511,132	166,841
TOTAL UNALLOCATED EMPLOYEE BENEFITS	<u>33,033,841</u>	<u>(101,463)</u>	<u>32,932,378</u>	<u>29,872,917</u>	<u>3,059,461</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
ON-BEHALF CONTRIBUTIONS:					
On-behalf TPAF LTDI (non-budgeted)	\$ -	\$ -	\$ -	\$ 7,146	\$ (7,146)
On-behalf TPAF OPEB (post retirement med) (non-budgeted)	-	-	-	5,366,241	(5,366,241)
On-behalf TPAF pension contributions (non-budgeted)	-	-	-	17,123,507	(17,123,507)
Reimbursed TPAF social security contributions (non-budgeted)	-	-	-	4,539,196	(4,539,196)
TOTAL ON-BEHALF CONTRIBUTIONS	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,036,090</u>	<u>(27,036,090)</u>
TOTAL PERSONAL SERVICES - EMPLOYEE BENEFITS	<u>33,033,841</u>	<u>(101,463)</u>	<u>32,932,378</u>	<u>56,909,007</u>	<u>(23,976,629)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	<u>81,113,030</u>	<u>195,971</u>	<u>81,309,001</u>	<u>100,958,319</u>	<u>(19,649,318)</u>
TOTAL GENERAL CURRENT EXPENDITURES	<u>139,111,941</u>	<u>1,201,176</u>	<u>140,313,117</u>	<u>157,893,867</u>	<u>(17,580,750)</u>
CAPITAL OUTLAY					
Interest	15	(15)	-	-	-
Equipment					
Regular Programs - Instruction:					
Grades 6-8	-	7,603	7,603	5,145	2,458
Grades 9-12	2,785	4,063	6,848	2,785	4,063
Special Education - Instruction:					
At-Risk Programs	9,244	(9,244)	-	-	-
School - Sponsored and other instructional program	-	47,738	47,738	46,891	847
Undistributed expenditures - Instruction	865,000	(781,269)	83,731	83,717	14
Undistributed expenditures-Support services-Related & Extra	10,000	102,937	112,937	46,538	66,399
Undistributed expenditures - General administration	-	2,600	2,600	2,599	1
Undistributed expenditures - Req. Maint. Schl. Facilities	25,650	(2,068)	23,582	23,581	1
Undistributed expenditures - Custodial services	14,345	26,110	40,455	12,205	28,250
Undistributed expenditures - Care and upkeep of grounds	35,000	178	35,178	35,177	1
Undistributed expenditures - Student Trans - Non Inst. Equip	452,000	233,221	685,221	77,444	607,777
Total Equipment	<u>1,414,024</u>	<u>(368,131)</u>	<u>1,045,893</u>	<u>336,082</u>	<u>709,811</u>
Facilities Acquisition and Construction Services					
Architectural/Engineering Services	243,699	(80,131)	163,568	91,367	72,201
Construction Services	5,461,326	836,253	6,297,579	3,902,894	2,394,685
Supplies & Materials	3,000	(2,770)	230	230	-
Other Objects	5,000	72,527	77,527	77,527	-
Assessment for Debt Service on SDA Funding	77,527	(77,527)	-	-	-
Interest deposit to Capital Reserve	-	-	-	-	-
Total Facilities Acquisition and Construction Services	<u>5,790,552</u>	<u>748,352</u>	<u>6,538,904</u>	<u>4,072,018</u>	<u>2,466,886</u>
TOTAL CAPITAL OUTLAY	<u>7,204,591</u>	<u>380,206</u>	<u>7,584,797</u>	<u>4,408,100</u>	<u>3,176,697</u>
TOTAL SPECIAL SCHOOLS					
Transfer of funds to Charter Schools	9,500	(9,500)	-	-	-
TOTAL EXPENDITURES	<u>146,326,032</u>	<u>1,571,882</u>	<u>147,897,914</u>	<u>162,301,967</u>	<u>(14,404,053)</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final to Actual</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (2,938,224)	\$ (1,571,882)	\$ (4,510,106)	\$ 9,913,913	\$ (14,424,019)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures & Other Financing Sources (Uses)	(2,938,224)	(1,571,882)	(4,510,106)	9,913,913	(14,424,019)
Fund Balance, July 1	18,349,728	-	18,349,728	18,349,728	-
Prior Period Adjustment	-	-	-	2,221,916 ***	(2,221,916)
Fund Balance, July 1, Restated	18,349,728	-	18,349,728	20,571,644	(2,221,916)
Fund Balance, June 30	<u>\$ 15,411,504</u>	<u>\$ (1,571,882)</u>	<u>\$ 13,839,622</u>	<u>30,485,557</u>	<u>\$ (16,645,935)</u>

Recapitulation:**Assigned Fund Balance:**

Reserve for encumbrances	3,149,948
Legally restricted-designated for subsequent year's expenditures	-

Restricted Fund Balance:

Capital reserve	9,499,440
Unemployment compensation	2,363,903
Other purposes	-
Excess surplus-designated for subsequent years	6,387,451
Excess surplus	<u>2,339,004</u>

Unrestricted/undesignated fund balance for budget purposes

6,745,811

Reconciliation to governmental funds statements (GAAP)

Fund balance per governmental funds (Budgetary)	30,485,557
Unexpended Purchase Agreement Proceeds	-
Last state aid payment not recognized on GAAP basis	(2,694,389)
Fund balance per governmental funds (GAAP) - B-1	<u>27,791,168</u>
 Fund balance per governmental funds (GAAP) - B-1	 <u>\$ 27,791,168</u>

* Include interest earnings on the unemployment compensation bank account

** Include interest earnings on the flexible benefits bank account

*** Represents unemployment fund net position as of June 30, 2020

BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
Special Revenue Fund
For the Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local sources	\$ -	14,183	\$ 14,183	\$ 1,819,316	\$ 1,805,133
State sources	-	4,800,953	4,800,953	4,642,057	(158,896)
Federal sources	-	9,114,885	9,114,885	6,783,871	(2,331,014)
Total Revenues	-	13,930,021	13,930,021	13,245,244	(684,777)
EXPENDITURES					
Instruction:					
Salaries of teachers	2,777,128	(116,993)	2,660,135	2,484,627	175,508
Other salaries/instruction	894,670	(33,095)	861,575	853,934	7,641
Purchased services	-	-	-	-	-
Purchased professional services	487,918	(19,716)	468,202	448,766	19,436
Other purchased services	357,142	(20,042)	337,100	263,206	73,894
Technology	-	-	-	-	-
General supplies	1,479,932	13,318	1,493,250	1,474,581	18,669
Tuition	2,146,549	(15,050)	2,131,499	2,084,788	46,711
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	7,456	(3,200)	4,256	4,200	56
Total instruction	8,150,795	(194,778)	7,956,017	7,614,102	341,915
Support services:					
Other support services					
students - special:					
Other professional					
staff salaries	621,135	6,992	628,127	608,083	20,044
Secretarial/Clerical	-	-	-	-	-
salaries	90,618	-	90,618	90,617	1
Professional development	-	-	-	-	-
Other salaries	770,480	(55,575)	714,905	673,267	41,638
Other purchased services	-	-	-	-	-
Purchased technical services	5,870	14,710	20,580	20,580	-
Employee benefits	1,995,821	(13,036)	1,982,785	1,933,885	48,900
Purchased professional and technical services	178,361	(19,708)	158,653	120,065	38,588
Nursing services	-	-	-	-	-
Tuition	-	15,050	15,050	15,000	50
Miscellaneous purchased services	561,485	(107,379)	454,106	196,510	257,596
Purchased Property Service	-	-	-	-	-
General supplies	1,319,020	(38,342)	1,280,678	1,140,180	140,498
Cleaning, repairs and maintenance services	68,540	(12,787)	55,753	40,292	15,461
Miscellaneous/other objects	37,000	(543)	36,457	36,457	-
Scholarships awarded	-	-	-	500	(500) Note 1
Student activities	-	-	-	211,742	(211,742) Note 1
Total other support services - students - special	5,648,330	(210,618)	5,437,712	5,087,178	350,534
Facilities acquisition and const. serv.:					
Regular programs instruction	191,707	344,585	536,292	536,292	-
Non-instructional equipment	-	-	-	-	-
Total facilities acquisition and const. serv.	191,707	344,585	536,292	536,292	-
Total expenditures	13,990,832	(60,811)	13,930,021	13,237,572	692,449
Other financing sources (uses)					
Transfer in from general fund	-	-	-	-	-
Contribution to whole school reform	-	-	-	-	-
Total outflows	13,990,832	(60,811)	13,930,021	13,237,572	692,449
Excess (deficiency) of revenues					
Over (under) expenditures	(13,990,832)	13,990,832	-	7,672	7,672
Fund Balance, July 1				-	
Prior Period Adjustment				236,448	
Fund Balance, July 1 (Restated)				236,448	
Fund Balance, June 30				\$ 244,120	
Recapitulation:					
Restricted:					
Scholarships				10,870	
Student Activities				233,250	
Total Fund Balance				\$ 244,120	

Note 1 - Not required to budget for these funds.

BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Budget-to-GAAP Reconciliation
Note to the Required Supplementary Information
For the 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-1] \$ 172,215,880	[C-2] \$	13,245,244
Difference - budget to GAAP:			
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.	-		(184,036)
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.	(17,123,507)		-
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes	3,116,014		191,760
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(2,694,389)		(429,032)
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds.	[B-2] \$ 155,513,998	[B-2] \$	12,823,936
Uses/outflows of resources			
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	[C-1] \$ 162,301,967	[C-2] \$	13,237,572
Differences - budget to GAAP			
TPAF pension payments completely funded by the State of New Jersey are not included on the GAAP statements.	(17,123,507)		-
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.	-		(184,036)
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	[B-2] \$ 145,178,460	[B-2] \$	13,053,536

REQUIRED SUPPLEMENTARY INFORMATION - PART III

BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Schedule of the District's Proportionate Share of Net Pension Liability-PERS
For the Year Ended June 30, 2021

Last 10 Fiscal Years*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
District's proportion of the net pension liability	0.24281786%	0.23962634%	0.24165583%	0.2334156167%	0.2338736940%	0.2308719501%	0.2335028587%	0.2185813753%
District's proportionate share of the net pension liability	46,407,318	44,864,605	54,246,891	\$ 69,131,011	\$ 54,442,058	\$ 45,457,536	\$ 42,073,673	\$ 35,644,906
District's covered-employee payroll	-	18,401,024	18,231,444	18,368,456	16,801,593	16,473,110	15,925,147	15,709,088
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.00%	243.82%	297.55%	411.46%	330.49%	285.45%	248.34%	226.91%
Plan fiduciary net position as a percentage of the total pension liability	48.72%	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

* The schedule is presented to illustrate the requirements 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.

**BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Schedule of District Contributions-PERS
For the Year Ended June 30, 2021**

Last 10 Fiscal Years*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Contractually required contributions	1,975,445	2,077,592	2,073,631	\$ 2,096,297	\$ 2,196,434	\$ 2,306,145	\$ 2,279,975	\$ 2,391,172
Contributions in relation to the contractually required contribution	<u>(1,975,445)</u>	<u>(2,077,592)</u>	<u>(2,073,631)</u>	<u>(2,041,860)</u>	<u>(2,197,588)</u>	<u>(2,331,041)</u>	<u>(2,233,210)</u>	<u>(2,094,051)</u>
Contribution deficiency (excess)	-	-	-	54,437	(1,154)	(24,896)	46,765	297,121
District's covered-employee payroll	18,401,024	18,231,444	18,368,456	16,801,593	16,473,110	15,925,147	15,709,088	16,138,352
Contributions as a percentage of covered-employee payroll	0.00%	11.40%	11.29%	12.48%	13.07%	14.00%	14.51%	14.82%

* The schedule is presented to illustrate the requirements 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.

**BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability-TPAF
For the Year Ended June 30, 2021**

Last 10 Fiscal Years*

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
State's proportion of the net pension liability associated with the District	100.00%	100.00%	100.00%	0.6145579%	0.61755655%	0.60960954%	0.60914427%	0.61534714%
State's proportionate share of the net pension liability associated with the District	\$ 305,658,329	\$ 332,170,325	\$ 383,522,122	\$ 483,450,406	\$ 416,378,891	\$ 387,820,497	\$ 373,837,589	\$ 405,198,690
District's covered-employee payroll	71,030,336	71,582,504	73,154,680	64,729,167	65,847,094	63,482,832	65,163,454	65,092,701
Proportionate share of the net pension liability as a percentage of District's covered-employee payroll	430.32%	464.04%	524.26%	746.88%	632.34%	610.91%	573.69%	622.49%
Plan fiduciary net position as a percentage of the total pension liability	33.76%	33.64%	28.71%	22.33%	25.41%	26.49%	26.95%	24.60%

The District has a special funding situation and not required to make any payments for this liability therefore it is not recorded on the CAFR.

The amounts presented were determined as of the fiscal year-end that occurred one year before the District's fiscal year end.

* The schedule is presented to illustrate the requirements 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.

BRICK TOWNSHIP BOARD OF EDUCATION
Required Supplementary Information
Schedule of Changes in the Total OPEB Liability and Related Ratios
For the Year Ended June 30, 2021
(Unaudited)

Last 10 Fiscal Years*

	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
State's proportion of the OPEB liability associated with the District				
Service cost	\$ 15,916,068	\$ 13,223,989	\$ 11,546,632	\$ 11,777,347
Interest cost	12,512,501	14,467,822	13,523,936	11,017,411
Differences between expected and actual experiences	-	(32,400,553)	(55,763,994)	85,879,761
Changes in assumptions	(51,820,984)	(39,296,773)	4,580,039	91,057,772
Member contributions	337,135	316,472	279,514	263,041
Gross benefit payments	<u>(9,155,672)</u>	<u>(9,156,740)</u>	<u>(9,429,427)</u>	<u>(8,678,375)</u>
Net change in total OPEB liability	(32,210,952)	(52,845,783)	(35,263,300)	191,316,957
Total State Share of OPEB liability - beginning	<u>427,497,342</u>	<u>395,286,390</u>	<u>342,440,607</u>	<u>307,177,307</u>
Total State Share of OPEB liability - ending	<u>\$ 395,286,390</u>	<u>\$ 342,440,607</u>	<u>\$ 307,177,307</u>	<u>\$ 498,494,264</u>
District's covered employee payroll	<u>\$ 89,159,296</u>	<u>\$ 88,502,474</u>	<u>\$ 86,584,889</u>	<u>\$ 86,609,121</u>
Total State's OPEB liability as a percentage of covered employee payroll	443%	387%	355%	576%

* The schedule is presented to illustrate the requirements 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.

Brick Township Board of Education

Notes to the Required Supplementary Information - Part III

For the 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

D. School Based Budget Schedules
Not Applicable

E. Special Revenue Fund

BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021

	Non Public Security	Title I FY 2021	Preschool Expansion Education Aid FY 2021	Safety Grant FY 2021	Non Public Textbooks
Revenues:					
Local sources	\$ -	\$ -	\$ 1,560,120	\$ 26,039	\$ -
State sources	53,740	-	4,182,741	-	23,996
Federal sources	-	1,521,671	-	-	-
Total revenues	<u>53,740</u>	<u>1,521,671</u>	<u>5,742,861</u>	<u>26,039</u>	<u>23,996</u>
Expenditures:					
Instruction:					
Salaries of teachers	-	712,558	1,649,710	-	-
Other salaries/instruction	-	-	853,934	-	-
Purchased services	-	-	-	-	-
Tuition	-	-	-	-	-
Purchased professional services	-	20,591	-	-	6,278
Other purchased services	-	77,541	-	-	-
General supplies	-	366,238	137,570	-	17,718
Tuition	-	-	-	-	-
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	-	-	-	-	-
Total instruction	<u>-</u>	<u>1,176,928</u>	<u>2,641,214</u>	<u>-</u>	<u>23,996</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	24,050	68,678	413,085	-	-
Secretarial/Clerical salaries	-	-	90,617	-	-
Professional Development	-	-	-	-	-
Other salaries	-	-	550,860	-	-
Other purchased services	-	-	-	-	-
Purchased technical services	-	1,080	-	-	-
Employee benefits	1,826	250,620	1,638,284	-	-
Tuition	-	-	-	-	-
Miscellaneous purchased services	-	4,159	9,267	-	-
Cleaning, repairs and maintenance serv	-	-	4,152	-	-
General supplies	27,864	20,206	48,599	-	-
Total other support services - students - special	<u>53,740</u>	<u>344,743</u>	<u>2,754,864</u>	<u>-</u>	<u>-</u>
Equipment:					
Regular programs instruction	-	-	346,783	26,039	-
Non-instructional equipment	-	-	-	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>346,783</u>	<u>26,039</u>	<u>-</u>
Total expenditures	<u>\$ 53,740</u>	<u>\$ 1,521,671</u>	<u>\$ 5,742,861</u>	<u>\$ 26,039</u>	<u>\$ 23,996</u>
Excess (deficiency) of revenues Over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior Period Adjustment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1 (Restated)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021

(Continued from prior page)

	<u>Title II</u> <u>Part A</u>	<u>IDEA</u> <u>Part B</u> <u>FY 2021</u>	<u>Title III</u> <u>FY 2021</u>	<u>Title IV</u> <u>FY 2021</u>	<u>IDEA</u> <u>Preschool</u> <u>FY 2021</u>
Revenues:					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
State sources	-	-	-	-	-
Federal sources	<u>327,173</u>	<u>2,257,141</u>	<u>77,653</u>	<u>71,885</u>	<u>100,060</u>
Total revenues	<u>327,173</u>	<u>2,257,141</u>	<u>77,653</u>	<u>71,885</u>	<u>100,060</u>
Expenditures:					
Instruction:					
Salaries of teachers	-	-	26,558	63,631	-
Purchased professional services	1,493	93,491	-	-	-
Other purchased services	-	-	-	-	-
General supplies	-	-	12,463	1,621	-
Tuition	-	1,999,728	-	-	85,060
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	-	-	4,200	-	-
Total instruction	<u>1,493</u>	<u>2,093,219</u>	<u>43,221</u>	<u>65,252</u>	<u>85,060</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	58,282	-	2,707	-	-
Other salaries	102,407	-	20,000	-	-
Employee benefits	20,755	-	10,816	4,762	-
Purchased professional and technical se	120,065	-	-	-	-
Tuition	-	-	-	-	15,000
Miscellaneous purchased services	16,143	162,000	-	1,341	-
Cleaning, repairs and maintenance servi	-	-	-	-	-
General supplies	<u>8,028</u>	<u>1,922</u>	<u>909</u>	<u>530</u>	<u>-</u>
Total other support services - students - special	<u>325,680</u>	<u>163,922</u>	<u>34,432</u>	<u>6,633</u>	<u>15,000</u>
Equipment:					
Regular programs instruction	-	-	-	-	-
Non-instructional equipment	-	-	-	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 327,173</u>	<u>\$ 2,257,141</u>	<u>\$ 77,653</u>	<u>\$ 71,885</u>	<u>\$ 100,060</u>
Excess (deficiency) of revenues					
Over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1	-	-	-	-	-
Prior Period Adjustment	-	-	-	-	-
Fund Balance, July 1 (Restated)	-	-	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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**BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021**

(Continued from prior page)

	<u>Chapter 192 Comp Ed FY 2021</u>	<u>Chapter 193 Supp FY 2021</u>	<u>Chapter 193 Exam FY 2021</u>	<u>Chapter 193 Speech FY 2021</u>
Revenues:				
Local sources	\$ -	\$ -	\$ -	\$ -
State sources	182,281	49,378	63,355	31,899
Federal sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>182,281</u>	<u>49,378</u>	<u>63,355</u>	<u>31,899</u>
Expenditures:				
Instruction:				
Salaries of teachers	-	-	-	-
Tuition	-	-	-	-
Purchased professional services	182,281	49,378	63,355	31,899
Other purchased services	-	-	-	-
General supplies	-	-	-	-
Textbooks	-	-	-	-
Miscellaneous/Other objects	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total instruction	<u>182,281</u>	<u>49,378</u>	<u>63,355</u>	<u>31,899</u>
Support services:				
Other support services - students - special:				
Other professional staff salaries	-	-	-	-
Other salaries	-	-	-	-
Other purchased services	-	-	-	-
Purchased technical services	-	-	-	-
Employee benefits	-	-	-	-
Purchased property services	-	-	-	-
Tuition	-	-	-	-
General supplies	-	-	-	-
Cleaning, repairs and maintenance service	-	-	-	-
Miscellaneous/Other objects	-	-	-	-
Scholarships awarded	-	-	-	-
Student activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other support services - students - special	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Equipment:				
Regular programs instruction	-	-	-	-
Non-instructional equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 182,281</u>	<u>\$ 49,378</u>	<u>\$ 63,355</u>	<u>\$ 31,899</u>
Excess (deficiency) of revenues Over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1	-	-	-	-
Prior Period Adjustment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, July 1 (Restated)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021

(Continued from prior page)

	CARES FY 2021	Digital Divide FY 2021	CRF FY 2021	Student Activity FY 2021	Scholarship FY 2021
Revenues:					
Local sources	\$ -	\$ -	\$ -	\$ 219,673	\$ 241
State sources	-	-	-	-	-
Federal sources	764,951	898,433	548,947	-	-
Total revenues	<u>764,951</u>	<u>898,433</u>	<u>548,947</u>	<u>219,673</u>	<u>241</u>
Expenditures:					
Instruction:					
Salaries of teachers	32,170	-	-	-	-
Purchased services	-	-	-	-	-
Purchased professional services	-	-	-	-	-
Other purchased services	185,165	-	-	-	-
General supplies	-	898,433	15,000	-	-
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	-	-	-	-	-
Total instruction	<u>217,335</u>	<u>898,433</u>	<u>15,000</u>	<u>-</u>	<u>-</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	7,620	-	-	-	-
Other salaries	-	-	-	-	-
Other purchased services	-	-	-	-	-
Purchased technical services	-	-	19,500	-	-
Employee benefits	3,008	-	-	-	-
Purchased property services	-	-	-	-	-
Tuition	-	-	-	-	-
General supplies	419,458	-	432,699	-	-
Cleaning, repairs and maintenance serv	-	-	36,140	-	-
Miscellaneous purchased services	-	-	3,600	-	-
Miscellaneous/Other objects	-	-	-	-	-
Scholarships awarded	-	-	-	-	500
Student activities	-	-	-	211,742	-
Total other support services - students - special	<u>430,086</u>	<u>-</u>	<u>491,939</u>	<u>211,742</u>	<u>500</u>
Equipment:					
Regular programs instruction	117,530	-	42,008	-	-
Non-instructional equipment	-	-	-	-	-
Total equipment	<u>117,530</u>	<u>-</u>	<u>42,008</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 764,951</u>	<u>\$ 898,433</u>	<u>\$ 548,947</u>	<u>\$ 211,742</u>	<u>\$ 500</u>
Excess (deficiency) of revenues Over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,931</u>	<u>(259)</u>
Fund Balance, July 1	-	-	-	-	-
Prior Period Adjustment	-	-	-	225,319 **	11,129 *
Fund Balance, July 1 (Restated)	-	-	-	225,319	11,129
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 233,250</u>	<u>\$ 10,870</u>

* Represents scholarship fund net position as of June 30, 2020

**Represents the student activity fund ending balance as of June 30, 2020 for payable to student groups

(Continued on next page)

BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Combining Schedules of Program Revenues and Expenditures - Budgetary Basis
For the Year Ended June 30, 2021

(Continued from prior page)

	Non-Public Nursing FY 2021	Non-Public Technology FY 2021	Local Grants FY 2021	COPS FY 2021	Total 2021
Revenues:					
Local sources	\$ -	\$ -	\$ 13,243	\$ -	\$ 1,819,316
State sources	37,815	16,852	-	-	4,642,057
Federal sources	-	-	-	215,957	6,783,871
Total revenues	<u>37,815</u>	<u>16,852</u>	<u>13,243</u>	<u>215,957</u>	<u>13,245,244</u>
Expenditures:					
Instruction:					
Salaries of teachers	-	-	-	-	2,484,627
Other salaries/instruction	-	-	-	-	853,934
Purchased services	-	-	-	-	-
Purchased professional services	-	-	-	-	448,766
Other purchased services	-	-	500	-	263,206
General supplies	340	16,852	8,346	-	1,474,581
Tuition	-	-	-	-	2,084,788
Textbooks	-	-	-	-	-
Miscellaneous/Other objects	-	-	-	-	4,200
Total Instruction	<u>340</u>	<u>16,852</u>	<u>8,846</u>	<u>-</u>	<u>7,614,102</u>
Support services:					
Other support services - students - special:					
Other professional staff salaries	33,661	-	-	-	608,083
Secretarial/Clerical salaries	-	-	-	-	90,617
Other salaries	-	-	-	-	673,267
Purchased technical services	-	-	-	-	20,580
Employee benefits	3,814	-	-	-	1,933,885
Purchased professional and technical services	-	-	-	-	120,065
Miscellaneous purchased services	-	-	-	-	196,510
Purchased property services	-	-	-	-	-
Tuition	-	-	-	-	15,000
General supplies	-	-	465	179,500	1,140,180
Cleaning, repairs and maintenance services	-	-	-	-	40,292
Miscellaneous/Other objects	-	-	-	36,457	36,457
Scholarships awarded	-	-	-	-	500
Student activities	-	-	-	-	211,742
Total other support services - students - special	<u>37,475</u>	<u>-</u>	<u>465</u>	<u>215,957</u>	<u>5,087,178</u>
Equipment:					
Regular programs instruction	-	-	3,932	-	536,292
Non-instructional equipment	-	-	-	-	-
Total equipment	<u>-</u>	<u>-</u>	<u>3,932</u>	<u>-</u>	<u>536,292</u>
Total expenditures	<u>\$ 37,815</u>	<u>\$ 16,852</u>	<u>\$ 13,243</u>	<u>\$ 215,957</u>	<u>\$ 13,237,572</u>
Excess (deficiency) of revenues Over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,672</u>
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Prior Period Adjustment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>236,448</u>
Fund Balance, July 1 (Restated)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>236,448</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 244,120</u>

BRICK TOWNSHIP BOARD OF EDUCATION
Special Revenue Fund
Preschool Education Aid Expenditures
Budgetary Basis
For the Year Ended June 30, 2021

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
EXPENDITURES:			
Instruction:			
Salaries of Teachers	\$ 1,667,411	\$ 1,649,710	\$ 17,701
Other Salaries for Instruction	861,575	853,934	7,641
Purchased Professional & Technical Services	-	-	-
Other Purchased Services (400-500 series)	-	-	-
Tuition to Other LEAs Within the State - Regular	-	-	-
General Supplies	147,806	137,570	10,236
Other Objects	-	-	-
Total instruction	<u>2,676,792</u>	<u>2,641,214</u>	<u>35,578</u>
Support services:			
Salaries of Supervisors of Instruction	-	-	-
Salaries of Other Professional Staff	976,774	963,945	12,829
Salaries of Sec. And Clerical Assistants	90,618	90,617	1
Personal Services - Employee Benefits	1,670,380	1,638,284	32,096
Purchased Educational Services - Contracted Pre-K	-	-	-
Purchased Professional - Educational Services	-	-	-
Other Purchased Professional Services	-	-	-
Cleaning, Repair, and Maintenance Services	19,613	4,152	15,461
Purchased Technical Services	-	-	-
Rentals	-	-	-
Contr. Serv.-Trans. (Bet. Home & Sch.)	-	-	-
Contr. Serv.-Trans. (Wrap Around Services)	-	-	-
Contr. Serv.-Trans. (Field Trips)	-	-	-
Travel	-	-	-
Other Purchased Services (400-500 series)	31,075	9,267	21,808
Supplies & Materials	51,130	48,599	2,531
Other Objects	-	-	-
Total support services	<u>2,839,590</u>	<u>2,754,864</u>	<u>84,726</u>
Facilities acquisition and cont. serv:			
Instructional equipment	346,783	346,783	-
Noninstructional Equipment	-	-	-
Total Facilities acquisition and cont. serv.	<u>346,783</u>	<u>346,783</u>	<u>-</u>
Contribution to Charter Schools	<u>-</u>	<u>-</u>	<u>-</u>
Transfer to General Fund	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>\$ 5,863,165</u>	<u>\$ 5,742,861</u>	<u>\$ 120,304</u>

CALCULATION OF BUDGET & CARRYOVER

Total 2020-21 PreK/ECPA Aid Allocation	\$ 4,290,329
Add: Actual PreK/ECPA Aid Carryover June 30, 2020	12,716
Add: Budgeted Transfer From General Fund	1,560,120
Total Funds Available for 2020-21 Budget	<u>5,863,165</u>
Less: 2020-21 Budgeted PreK/ECPA (Including prior year budgeted carryover)	<u>(5,863,165)</u>
Available & Unbudgeted Funds as of June 30, 2021	-
Add: June 30, 2021 Unexpended PreK Aid	120,304
2020-2021 - Actual Carryover - PreK Aid	<u>\$ 120,304</u>
2020-21 PreK Aid Carryover Budgeted in 2022-FY	<u>\$ -</u>

F. Capital Projects Fund
Not Applicable

G. Proprietary Funds
See B-4 through B-6

H. Fiduciary Funds
Not Applicable

I. Long-Term Debt

**BRICK TOWNSHIP BOARD OF EDUCATION
Long-Term Debt
Schedule of Serial Bonds
June 30, 2021**

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Annual Maturities Date</u>	<u>Amount</u>	<u>Interest rate</u>	<u>Balance July 1, 2020</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 2021</u>
School Bonds Series 2007	7/25/2007	\$ 4,439,000	7/15/2021	400,000	4.125%				
			7/15/2022	389,000	4.125%	1,189,000	-	400,000	789,000
School Bond Series 2010	3/30/2010	2,400,000	3/1/2022	180,000	3.250%				
			3/1/2023	185,000	3.250%				
			3/1/2024	190,000	3.375%				
			3/1/2025	195,000	3.500%	920,000	-	170,000	750,000
School Bond Series 2019	5/30/2019	3,985,000	2/1/2022	1,285,000	3.000%	2,600,000	-	1,315,000	1,285,000
						<u>\$ 4,709,000</u>	<u>\$ -</u>	<u>\$ 1,885,000</u>	<u>\$ 2,824,000</u>

Brick Township Board of Education
 Long-Term Debt
 Schedule of Obligations Under Capital Leases
 June 30, 2021

<u>Series</u>	<u>Date of Lease</u>	<u>Amount of Original Lease Principal</u>	<u>Interest Rate</u>	<u>Amount Outstanding June 30, 2020</u>	<u>Issued Current Year</u>	<u>Cancelled Current Year</u>	<u>Retired Current Year</u>	<u>Amount Outstanding June 30, 2021</u>
Technology Improvements	07/14/16	1,774,500	1.295%	360,899	-	-	360,899	-
Equipment - 5 buses	08/10/17	450,000	2.262%	183,751	-	-	90,848	92,903
Equipment lease	07/31/18	643,296	3.18%	391,445	-	-	126,423	265,022
				\$ 936,095	\$ -	\$ -	\$ 578,170	\$ 357,925

**BRICK TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
Debt Service Fund
For the Year Ended June 30, 2021**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 1,763,260	\$ -	\$ 1,763,260	\$ 1,763,260	\$ -
Miscellaneous	-	-	-	-	-
Issuance of refunding bonds	-	-	-	-	-
State Sources:					
Debt Service Aid Type II	225,327	-	225,327	225,327	-
				-	
Total - State Sources	225,327	-	225,327	225,327	-
Total Revenues	1,988,587	-	1,988,587	1,988,587	-
EXPENDITURES:					
Regular Debt Service:					
Interest	149,159	-	149,159	149,159	-
Redemption of Principal	1,885,000	-	1,885,000	1,885,000	-
Total Regular Debt Service	2,034,159	-	2,034,159	2,034,159	-
Total expenditures	2,034,159	-	2,034,159	2,034,159	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(45,572)	-	(45,572)	(45,572)	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(45,572)	-	(45,572)	(45,572)	-
Fund Balance, July 1	45,573	-	45,573	45,573	-
Fund Balance, June 30	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Restricted to pay off refunding bonds				\$ -	
Legally restricted-designated for subsequent years				-	
Restricted for future years				<u>1</u>	
Fund Balance, June 30				<u>\$ 1</u>	

STATISTICAL SECTION

**Brick Township School District
Statistical Section**

<u>Contents</u>	<u>Page</u>
<p>Financial Trends These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.</p>	112-116
<p>Revenue Capacity These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.</p>	117-120
<p>Debt Capacity These schedules present information to help the reader assess the affordability of the district's current levels of outstanding debt and the district's ability to issue additional debt in the future.</p>	121-124
<p>Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.</p>	125-126
<p>Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.</p>	127-131

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

BRICK TOWNSHIP BOARD OF EDUCATION
Net Position by Component
Last Ten Fiscal Years
UNAUDITED
 (accrual basis of accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net investment in capital assets	\$ 14,833,112	\$ 20,844,683	\$ 22,396,356.00	\$ 20,569,878.00	\$ 29,265,881.00	\$ 31,814,141	\$ 34,437,847	\$ 39,285,022	\$ 43,994,266	\$ 47,659,113
Restricted	8,683,496	3,840,731	4,970,342	6,387,405	3,138,733	8,416,412	4,538,554	7,623,511	13,731,921	23,983,867
Unrestricted	(2,280,117)	(927,754)	(2,583,973)	(43,921,970)	(49,488,394)	(57,232,222)	(56,247,972)	(55,992,868)	(53,126,674)	(48,127,676)
Total governmental activities net position	\$ 21,236,491	\$ 23,757,660	\$ 24,782,725	\$ (16,964,687)	\$ (17,083,780)	\$ (17,001,669)	\$ (17,271,571)	\$ (9,084,335)	\$ 4,599,513	\$ 23,515,304
Business-type activities										
Net investment in capital assets	\$ 283,230	\$ 244,078	\$ 221,301	\$ 274,919	\$ 248,681	\$ 271,255	\$ 284,870	\$ 361,191	\$ 425,093	\$ 390,201
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	(447,360)	(296,003)	(114,899)	(66,518)	4,263	219,570	449,473	543,271	(2,819,479)	(2,770,877)
Total business-type activities net position	\$ (164,130)	\$ (51,925)	\$ 106,402	\$ 208,401	\$ 252,944	\$ 490,825	\$ 734,343	\$ 904,462	\$ (2,394,386)	\$ (2,380,676)
District-wide										
Net investment in capital assets	\$ 15,116,342	\$ 21,088,761	\$ 22,617,657	\$ 20,844,797	\$ 29,514,562	\$ 32,085,396	\$ 34,722,717	\$ 39,646,213	\$ 44,419,359	\$ 48,049,314
Restricted	8,683,496	3,840,731	4,970,342	6,387,405	3,138,733	8,416,412	4,538,554	7,623,511	13,731,921	23,983,867
Unrestricted	(2,727,477)	(1,223,757)	(2,698,872)	(43,987,888)	(49,484,132)	(57,012,652)	(55,798,499)	(55,449,597)	(55,946,153)	(50,898,553)
Total district net position	\$ 21,072,361	\$ 23,705,735	\$ 24,889,127	\$ (16,755,686)	\$ (16,830,837)	\$ (16,510,844)	\$ (16,537,228)	\$ (8,179,873)	\$ 2,205,127	\$ 21,134,628

Source: CAFR Schedule A-1 and District records.

GASB No. 63 was implemented in the 2013 fiscal year, which required a change in language from net assets to net position for full accrual funds. This required presentation did not impact any of the balances from prior years.

BRICK TOWNSHIP BOARD OF EDUCATION
Changes in Net Position
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities										
Current:										
Regular instruction	\$ (36,980,094)	\$ (39,408,727)	\$ (45,079,395)	\$ (43,264,150)	\$ (43,762,280)	\$ (44,741,909)	\$ (69,009,257)	\$ (64,792,958)	\$ (63,319,321)	\$ (66,062,534)
Special schools instruction	(17,884,234)	(16,464,372)	(14,892,723)	(14,667,193)	(19,833,867)	(15,158,693)	-	-	-	-
Other special instruction	(1,852,818)	(2,728,366)	(4,050,935)	(4,407,574)	(2,635,402)	(5,083,714)	-	-	-	-
Other instruction	(1,871,812)	(2,606,214)	-	-	(2,052,664)	-	-	-	-	-
Support services and undistributed costs:					(14,966,543)	-				
Student and instruction related services	-	-	-	-	-	-	-	-	-	-
Instruction	(6,890,904)	(6,208,050)	(6,701,541)	(4,749,964)	(4,970,921)	(5,636,659)	(5,951,201)	(6,386,848)	(5,572,507)	(4,681,305)
Attendance	-	-	(857,370)	(847,297)	-	(913,239)	(1,045,266)	(1,023,176)	(1,081,430)	(909,207)
Health services	-	-	(1,468,619)	(1,444,271)	-	(1,347,153)	(1,293,302)	(1,301,565)	(1,319,209)	(1,248,431)
Other support services	(15,067,175)	(14,240,938)	(12,026,911)	(12,219,052)	-	(12,075,534)	(11,933,052)	(12,813,574)	(14,822,455)	(18,520,389)
Educational media services	-	-	(889,297)	(824,435)	-	(825,616)	(860,125)	(893,260)	(783,891)	(731,267)
Instruction staff training	-	-	(100,559)	(93,849)	-	(106,342)	(108,687)	(214,288)	(223,407)	(145,704)
General administrative services	(1,236,720)	(894,284)	(1,126,020)	(1,109,001)	-	(1,325,065)	(1,816,475)	(1,369,790)	(1,373,236)	(1,306,847)
Central services	(1,037,250)	(1,012,800)	-	-	-	-	-	-	-	-
School administrative services	(5,570,938)	(5,952,072)	(5,341,554)	(5,119,130)	(5,007,152)	(4,942,441)	(5,027,327)	(4,955,827)	(4,830,355)	(4,626,314)
Other administrative services	-	-	-	-	(3,043,045)	-	-	-	-	-
Admin info technology	(451,181)	(395,239)	(1,460,321)	(1,561,441)	-	(3,385,518)	(1,889,445)	(1,805,181)	(1,782,308)	(1,922,108)
Allowed maintenance for school facilities	-	-	(1,648,471)	(1,651,304)	-	(1,629,807)	(1,911,991)	(1,863,508)	(1,985,373)	(1,910,325)
Other operation & maintenance of plant	(7,497,926)	(7,457,522)	(10,744,816)	(7,677,441)	(8,271,918)	(6,798,443)	(7,051,833)	(7,382,443)	(5,642,877)	(5,984,492)
Care & upkeep of grounds	-	-	(701,718)	(602,440)	-	(591,773)	(750,456)	(729,979)	(772,492)	(748,906)
Student transportation services	(8,812,949)	(8,944,765)	(8,923,306)	(8,200,703)	(8,338,630)	(8,882,909)	(9,309,518)	(9,561,664)	(8,789,371)	(7,868,820)
Business and other support services	-	-	-	-	-	-	-	-	-	-
Unallocated employee benefits	(38,287,002)	(42,114,202)	(30,128,587)	(30,716,954)	(46,340,597)	(32,767,299)	(30,703,122)	(29,399,453)	(32,084,310)	(27,149,990)
Non-budgeted expenditures	-	-	(13,981,509)	(9,786,198)	-	(10,143,969)	(10,646,290)	(10,185,513)	(9,690,419)	(9,912,583)
Special schools	-	-	-	-	-	-	-	-	-	-
Interest on long-term debt	(881,384)	(747,389)	(661,104)	(651,941)	(798,677)	(1,023,771)	(420,376)	(31,769)	(71,255)	(139,872)
Unallocated depreciation	(6,444,954)	(6,337,630)	-	-	-	-	-	-	-	-
Total governmental activities expenses	<u>\$ (150,767,341)</u>	<u>\$ (155,512,570)</u>	<u>\$ (160,784,756)</u>	<u>\$ (149,594,338)</u>	<u>\$ (160,021,696)</u>	<u>\$ (157,379,854)</u>	<u>\$ (159,727,723)</u>	<u>\$ (154,710,796)</u>	<u>\$ (154,144,216)</u>	<u>\$ (153,869,094)</u>
Business-type activities:										
Food service	\$ (3,283,769)	\$ (3,283,769)	\$ (3,709,204)	\$ (3,732,880)	\$ (2,885,669)	\$ (3,777,011)	\$ (2,938,264)	\$ (3,010,849)	\$ (2,684,663)	\$ (2,560,627)
Child care program	-	-	-	-	(915,104)	-	(912,720)	(934,635)	(628,987)	(508,322)
Total business-type activities expense	<u>(3,283,769)</u>	<u>(3,283,769)</u>	<u>(3,709,204)</u>	<u>(3,732,880)</u>	<u>(3,800,773)</u>	<u>(3,777,011)</u>	<u>(3,850,984)</u>	<u>(3,945,484)</u>	<u>(3,313,650)</u>	<u>(3,068,949)</u>
Total district expenses	<u>\$ (154,051,110)</u>	<u>\$ (158,796,339)</u>	<u>\$ (164,493,960)</u>	<u>\$ (153,327,218)</u>	<u>\$ (163,822,469)</u>	<u>\$ (161,156,865)</u>	<u>\$ (163,578,707)</u>	<u>\$ (158,656,280)</u>	<u>\$ (157,457,866)</u>	<u>\$ (156,938,043)</u>
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (tuition)	\$ -	\$ -	\$ -	\$ 18,835	\$ 175,047	\$ 208,405	\$ 374,576	\$ 200,855	\$ 252,454	\$ 585,274
Pupil transportation	-	-	-	-	-	-	48,615	53,330	32,250	31,008
Central and other support services	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	15,641,221	18,708,652	18,677,935	14,373,303	19,943,225	14,521,443	15,121,228	15,455,972	16,407,240	22,585,789
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>15,641,221</u>	<u>18,708,652</u>	<u>18,677,935</u>	<u>14,392,138</u>	<u>20,118,272</u>	<u>14,729,848</u>	<u>15,544,419</u>	<u>15,710,157</u>	<u>16,691,944</u>	<u>23,202,071</u>
Business-type activities:										
Charges for services:										
Food service	\$ 2,634,082	\$ 2,616,649	\$ 2,288,668	\$ 2,185,678	\$ 1,233,354	\$ 1,253,262	\$ 1,303,278	\$ 1,339,357	\$ 910,196	\$ 11,013
Child care program	-	-	-	-	915,721	893,252	912,613	932,780	631,790	449,896
Internal Service Fund	-	-	-	-	-	-	-	-	-	-
Operating grants and contributions	1,235,975	1,449,150	1,512,688	1,649,152	1,696,146	1,868,130	1,878,503	1,841,612	1,543,963	2,618,084
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	<u>3,870,057</u>	<u>4,065,799</u>	<u>3,801,356</u>	<u>3,834,830</u>	<u>3,845,221</u>	<u>4,014,644</u>	<u>4,094,394</u>	<u>4,113,749</u>	<u>3,085,949</u>	<u>3,078,993</u>
Total district program revenues	<u>\$ 19,511,278</u>	<u>\$ 22,774,451</u>	<u>\$ 22,479,291</u>	<u>\$ 18,226,968</u>	<u>\$ 23,963,493</u>	<u>\$ 18,744,492</u>	<u>\$ 19,638,813</u>	<u>\$ 19,823,906</u>	<u>\$ 19,777,893</u>	<u>\$ 26,281,064</u>
Net (Expense)/Revenue										
Governmental activities	\$ (135,126,120)	\$ (136,803,918)	\$ (142,106,821)	\$ (135,202,200)	\$ (139,903,422)	\$ (142,650,006)	\$ (144,183,304)	\$ (139,000,639)	\$ (137,452,272)	\$ (130,667,023)
Business-type activities	(1,520)	103,615	92,152	101,950	44,448	237,633	243,410	168,265	(227,701)	10,044
Total district-wide net expense	<u>\$ (135,127,640)</u>	<u>\$ (136,700,303)</u>	<u>\$ (142,014,669)</u>	<u>\$ (135,100,250)</u>	<u>\$ (139,858,974)</u>	<u>\$ (142,412,373)</u>	<u>\$ (143,939,894)</u>	<u>\$ (138,832,374)</u>	<u>\$ (137,679,973)</u>	<u>\$ (130,656,979)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 97,935,793	\$ 97,640,346	\$ 96,046,715	\$ 97,622,590	\$ 97,622,590	\$ 101,139,586	\$ 102,405,879	\$ 107,261,323	\$ 111,168,721	\$ 113,392,095
Taxes levied for debt service	-	-	2,478,978	1,490,506	2,378,131	2,371,799	2,366,062	1,996,806	1,922,512	1,763,260
Unrestricted grants and contributions	37,981,788	39,081,021	41,060,865	39,389,592	37,319,311	37,822,452	38,148,975	36,319,621	33,493,791	28,748,372
Restricted grants and contributions	-	-	-	-	-	-	-	-	-	-
Tuition revenue	-	-	356,231	269,722	1,780,899	-	-	-	-	-
Miscellaneous income	2,288,493	2,609,652	3,228,370	3,284,848	1,393,414	1,368,124	944,082	1,093,248	1,421,272	3,172,120
Investment earnings	-	-	26,833	21,593	-	30,156	48,404	516,877	55,900	48,603
Capital Contributions/(Transfers)	-	-	(66,106)	-	-	-	-	-	-	-
Total governmental activities	<u>138,206,074</u>	<u>139,331,019</u>	<u>143,131,886</u>	<u>142,078,851</u>	<u>140,494,345</u>	<u>142,732,117</u>	<u>143,913,402</u>	<u>147,187,875</u>	<u>148,062,196</u>	<u>147,124,450</u>
Business-type activities:										
Investment earnings	\$ -	\$ 2,658	\$ 69	\$ 49	\$ 97	\$ 248	\$ 108	\$ 1,854	\$ 2,779	\$ 3,666
Transfers	-	-	66,175	-	-	-	-	-	-	-
Total business-type activities	<u>-</u>	<u>2,658</u>	<u>66,244</u>	<u>49</u>	<u>97</u>	<u>248</u>	<u>108</u>	<u>1,854</u>	<u>2,779</u>	<u>3,666</u>
Total district-wide	<u>\$ 138,206,074</u>	<u>\$ 139,333,677</u>	<u>\$ 143,198,130</u>	<u>\$ 142,078,900</u>	<u>\$ 140,494,442</u>	<u>\$ 142,732,365</u>	<u>\$ 143,913,510</u>	<u>\$ 147,189,729</u>	<u>\$ 148,064,975</u>	<u>\$ 147,128,116</u>
Change in Net Position										
Governmental activities	\$ 3,079,954	\$ 2,527,100	\$ 1,025,065	\$ 6,876,651	\$ 590,923	\$ 82,111	\$ (269,902)	\$ 8,187,236	\$ 10,609,924	\$ 16,457,427
Business-type activities	(1,520)	106,274	158,396	101,999	44,545	237,881	243,518	170,119	(224,922)	13,710
Total district	<u>\$ 3,078,434</u>	<u>\$ 2,633,374</u>	<u>\$ 1,183,461</u>	<u>\$ 6,978,650</u>	<u>\$ 635,468</u>	<u>\$ 319,992</u>	<u>\$ (26,384)</u>	<u>\$ 8,357,355</u>	<u>\$ 10,385,002</u>	<u>\$ 16,471,137</u>

Source: CAFR Schedule A-2 and District records.

GASB No. 63 was implemented in the 2013 fiscal year, which required a change in language from net assets to net position for full accrual funds. This required presentation did not impact any of the balances from prior years.

BRICK TOWNSHIP BOARD OF EDUCATION
Fund Balances - Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General Fund										
Restricted	2,408,405	1,862,715	5,099,574	5,587,560	\$ 1,256,311	\$ 6,430,678	\$ 296,121	\$ 4,639,244	\$ 12,964,044	\$ 20,589,798
Committed	-	-	-	-	11,133	-	-	-	-	-
Assigned	-	-	-	-	3,835,141	1,309,928	3,667,474	3,060,900	1,992,097	3,149,948
Unassigned	4,248,878	4,693,265	457,144	679,293	2,698,070	503,940	830,997	1,031,401	277,573	4,051,422
Total general fund	<u>\$ 6,657,283</u>	<u>\$ 6,555,980</u>	<u>\$ 5,556,718</u>	<u>\$ 6,266,853</u>	<u>\$ 7,800,655</u>	<u>\$ 8,244,546</u>	<u>\$ 4,794,592</u>	<u>\$ 8,731,545</u>	<u>\$ 15,233,714</u>	<u>\$ 27,791,168</u>
All Other Governmental Funds										
Restricted										
Special revenue fund	\$ (106,997)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (81,290)	\$ (191,760)	\$ (184,912)
Capital projects fund	57,655,544	1,676,770	(1,016,531)	799,843	1,882,420	375,805	574,958	-	-	-
Debt service fund	509,537	301,246	887,299	2	2	1	1	4,657	45,573	1
Total all other governmental funds	<u>\$ 58,058,084</u>	<u>\$ 1,978,016</u>	<u>\$ (129,232)</u>	<u>\$ 799,845</u>	<u>\$ 1,882,422</u>	<u>\$ 375,806</u>	<u>\$ 574,959</u>	<u>\$ (76,633)</u>	<u>\$ (146,187)</u>	<u>\$ (184,911)</u>

Source: CAFR Schedule B-1 and District records.

BRICK TOWNSHIP BOARD OF EDUCATION
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

Fiscal Year Ending June 30,

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Tax levy	\$ 97,935,793	\$ 97,640,346	\$ 98,525,693	\$ 99,113,096	\$ 100,000,721	\$ 103,511,385	\$ 104,771,941	\$ 109,258,129	\$ 113,091,233	\$ 115,155,355
Tuition charges	284,353	344,633	356,231	269,722	175,047	193,363	374,576	200,855	252,454	365,601
Interest earnings	-	-	25,775	-	-	29,597	48,032	511,096	-	48,603
Interest earned on capital reserve funds	-	-	1,058	-	-	559	372	5,781	55,900	-
Miscellaneous	2,019,572	2,321,390	3,273,879	3,325,276	1,316,081	1,368,957	871,471	1,095,240	1,421,272	3,392,034
Other local revenue	-	-	-	-	111,461	15,042	48,615	53,330	32,250	31,008
State sources	47,433,378	50,895,793	54,732,272	51,141,494	54,646,750	48,159,430	48,829,416	47,251,596	45,182,569	44,203,215
Federal sources	6,064,558	5,115,343	4,962,017	4,495,074	4,362,558	4,184,465	4,440,787	4,523,997	4,718,462	7,130,705
Total revenue	153,737,654	156,317,505	161,876,925	158,344,662	160,612,618	157,462,798	159,385,210	162,900,024	164,754,140	170,326,521
Expenditures										
Current:										
Regular instruction	37,082,005	38,684,877	45,392,655	43,716,015	40,812,597	42,805,961	43,477,130	42,909,805	41,876,959	45,727,108
Special education instruction	17,884,234	16,464,372	14,855,565	14,647,483	18,799,119	15,158,693	15,513,698	14,069,587	13,471,470	12,703,175
Other special instruction	1,852,818	2,728,366	4,050,935	4,407,574	2,635,402	5,083,714	5,477,245	5,552,220	5,599,975	5,509,361
Other instruction	1,871,812	2,606,214	-	-	2,052,664	-	-	-	-	-
Support services and undistributed costs:										
Instruction	6,890,904	6,208,050	4,801,541	4,749,964	4,970,921	5,636,659	5,951,201	6,386,848	5,572,507	4,681,305
Attendance	-	-	857,370	-	-	913,239	1,045,266	1,023,176	1,081,430	909,207
Health services	-	-	1,468,619	-	-	1,347,153	1,293,302	1,301,565	1,319,209	1,248,431
Other support services	14,861,709	15,317,115	12,026,911	-	-	12,028,353	11,822,379	12,758,463	14,764,673	18,468,652
Educational media services	-	-	889,297	-	-	825,616	860,125	893,260	783,891	731,267
Instruction staff training	-	-	100,559	-	-	106,342	108,687	214,288	223,407	145,704
				15,428,904	14,918,132	-	-	-	-	-
General administrative services	1,037,250	1,012,800	1,061,766	-	-	936,530	905,081	915,949	897,404	880,793
School administrative services	5,873,295	5,952,072	5,341,554	5,119,130	5,003,721	4,939,097	5,019,483	4,951,921	4,826,260	4,622,647
Other administrative	1,236,720	894,284	1,460,321	2,636,359	2,644,380	3,385,518	1,889,445	1,805,181	1,782,308	1,922,108
Information technology	451,181	395,239	-	-	-	-	-	-	-	-
Allowed maintenance for school facilities	-	-	1,648,471	-	-	1,629,807	1,911,991	1,863,508	1,985,373	1,910,325
Other operation & maintenance of plant	7,497,926	7,457,522	6,713,920	8,209,496	8,079,642	6,074,490	5,696,822	5,613,821	5,060,480	5,072,463
Care & upkeep of grounds	-	-	701,718	-	-	591,773	750,456	729,979	772,492	748,906
Security	-	-	70,468	-	-	82,267	123,253	249,449	191,900	248,446
Student transportation services	9,476,625	9,412,322	8,669,599	8,066,125	8,025,144	8,591,943	8,869,955	9,221,793	8,433,031	7,549,757
Business and other support services	-	-	-	-	-	-	-	-	-	-
Unallocated employee benefits	39,342,417	42,122,176	30,909,449	30,606,483	29,567,886	30,894,656	31,318,413	29,344,776	31,543,206	29,872,917
Non-budgeted expenditures	-	-	13,981,509	9,786,198	15,318,050	10,143,969	10,646,290	10,185,513	9,690,419	9,912,583
Special schools	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	2,476,052	2,251,491	257,450	1,990,000	4,318,454	5,374,296	5,573,475	5,242,928	2,972,835	2,463,170
Interest and other charges	945,068	853,377	778,710	701,253	820,929	663,998	549,773	424,505	163,269	149,159
Capital outlay	1,574,196	8,242,678	6,878,942	6,640,466	9,125,635	2,785,949	4,698,041	4,669,595	5,309,027	4,788,671
Total expenditures	150,354,212	160,602,955	162,917,329	156,705,450	167,092,676	160,000,023	163,501,511	160,328,130	158,321,525	160,266,155
Excess (Deficiency) of revenues over (under) expenditures	3,383,442	(4,285,450)	(1,040,404)	1,639,212	(6,480,057)	(2,537,225)	(4,116,301)	2,571,894	6,432,615	10,060,366
Other Financing sources (uses)										
Bond issuance	-	-	-	-	-	-	-	3,985,000	-	-
Purchase agreement	-	-	-	-	2,715,000	1,774,500	115,500	-	-	-
Capital leases (non-budgeted)	219,349	-	-	-	-	-	450,000	643,296	-	-
Payment on refunded bonds	-	-	-	-	-	-	-	(3,930,000)	-	-
Bond refunding premium	-	-	-	-	-	-	-	82,847	-	-
Transfers in	-	-	2,035,487	(208)	545,521	-	-	574,958	-	-
Transfers out	-	-	(2,035,487)	208	(545,521)	-	-	(574,958)	-	-
Costs of issuance	-	-	(66,106)	-	-	-	-	(67,676)	-	-
Total other financing sources (uses)	219,349	-	(66,106)	-	2,715,000	1,774,500	565,500	713,467	-	-
Net change in fund balances	3,602,791	(4,285,450)	(1,106,510)	1,639,212	(3,765,057)	(762,725)	(3,550,801)	3,285,361	6,432,615	10,060,366
Debt service as a percentage of noncapital expenditures	2.30%	2.00%	0.70%	1.80%	3.30%	3.42%	3.51%	3.37%	2.05%	1.68%

Source: CAFR Schedule B-2 and District records

BRICK TOWNSHIP BOARD OF EDUCATION
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
UNAUDITED
(modified accrual basis of accounting)

Fiscal Year Ended June 30	Interest Earned	Adult Community School	Rentals	Prior Year Tuition Refunds	Fuel Reimbursements	Miscellaneous	Total
2021	\$ 48,603	\$ -	\$ 73,790	\$ -	\$ -	\$ 1,495,426	\$ 1,617,819
2020	55,900	-	170,284	-	-	1,061,006	1,600,361
2019	516,877	-	-	-	-	1,061,006	1,577,883
2018	48,404	-	394,556	-	-	404,944	\$ 847,904
2017	30,156	-	425,972	5,796	101,821	751,154	\$ 1,314,899
2016	25,885	-	425,679	-	-	864,517	\$ 1,316,081
2015	21,593	-	505,405	-	18,835	893,010	\$ 1,438,843
2014	26,833	-	473,221	-	21,329	876,321	1,397,704
2013	70,044	-	547,607	-	326,704	1,108,780	2,053,135
2012	72,785	-	372,667	-	377,919	1,132,979	1,956,350

Source: District records

BRICK TOWNSHIP BOARD OF EDUCATION
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
UNAUDITED

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities (2)	Less: Tax Exempt Property	Net Valuation Taxable	Estimated Actual (County Equalized) Value	Total Direct School Tax Rate ^b
2021	\$ 159,969,390	\$ 9,151,456,790	\$ 1,200	\$ -	\$ 991,443,198	\$ 22,148,588	\$ 132,059,600	\$ 10,457,078,766	\$ 11,199,572	744,027,100	\$ 9,724,251,238	\$ 10,457,078,766	1.110000
2020	164,545,690	9,070,694,790	1,200	-	989,733,398	22,148,588	132,059,600	10,379,183,266	11,014,859	737,206,100	9,652,992,025	10,379,183,266	1.110000
2019	175,733,290	8,977,610,020	1,200	-	996,811,098	21,052,688	132,159,600	10,303,367,896	11,112,562	728,278,000	10,314,480,458	10,314,480,458	1.063000
2018	175,733,290	8,977,610,020	1,200	-	996,811,098	21,052,688	132,159,600	10,303,367,896	11,112,562	728,278,000	10,314,480,458	10,314,480,458	1.063000
2017	165,068,290	8,968,898,232	1,200	-	1,000,883,098	21,052,688	115,832,800	10,271,736,308	10,925,152	727,740,600	9,554,920,860	10,282,661,460	1.020000
2016	185,967,990	8,934,074,602	1,200	-	996,334,548	20,889,288	115,832,800	10,253,100,428	11,079,784	728,257,200	9,535,923,012	10,542,502,272	1.008000
2015	178,891,000	8,925,065,000	-	-	1,005,815,000	20,464,000	116,385,000	10,246,620,000	-	728,833,500	9,517,786,500	10,246,620,000	0.966000
2014	162,326,640	8,926,738,052	-	-	1,025,458,148	20,464,400	115,832,800	10,250,820,040	-	726,141,400	9,524,678,640	10,250,820,040	0.972000
2013	121,555,000	8,903,688,224	-	-	1,027,664,875	20,464,400	116,971,600	10,190,344,099	-	722,741,300	9,467,602,799	10,190,344,099	0.963000
2012	129,397,600	9,289,179,194	-	-	1,047,749,575	20,799,800	124,319,600	10,611,445,769	-	723,957,100	9,887,488,669	10,611,445,769	0.917000

Source: Municipal Tax Assessor
 Ocean County Clerk

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

^b Tax rates are per \$100
 Revaluation in 2010

BRICK TOWNSHIP BOARD OF EDUCATION
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
UNAUDITED
(rate per \$100 of assessed value)

Year Ended December 31	Brick Township School District Direct Rate			Overlapping Rates		Total Direct and Overlapping Tax Rate
	Basic Rates	General Obligation Debt Service	Total Direct	Brick Twp	Ocean County	
2021	\$ 1.104	\$ 0.017	\$ 1.121	\$ 0.757	\$ 0.448	\$ 2.326
2020	1.086	0.024	1.110	0.742	0.444	2.296
2019	1.069	0.024	1.093	0.723	0.442	2.258
2018	1.039	0.024	1.063	0.714	0.428	2.205
2017	0.996	0.023	1.019	0.695	0.431	2.145
2016	0.984	0.024	1.008	0.700	0.426	2.134
2015	0.952	0.014	0.966	0.691	0.421	2.078
2014	0.950	0.022	0.972	0.672	0.417	2.061
2013	0.940	0.023	0.963	0.636	0.348	1.947
2012	0.891	0.026	0.917	0.635	0.400	1.952

Source: Tax Collector

**BRICK TOWNSHIP BOARD OF EDUCATION
Principal Property Taxpayers
Current Year and Nine Years Ago
UNAUDITED**

<u>Taxpayer</u>	2021			2012		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>% of Total District Net Assessed Value</u>
Federal Realty Investment Trust	\$ 63,962,500	1	0.62%	\$ 57,038,900	1	0.54%
JSM LLC	60,375,600	2	0.59%	39,911,100	2	0.37%
Bricktown VF LLC	39,126,500	3	0.38%	39,126,500	3	0.37%
Waterside Holdings Manager LLC	28,000,000	4	0.27%	32,044,400	5	0.34%
Kentwood Construction Co.	25,500,000	5	0.25%	28,043,900	6	0.26%
Centro NP Laurel SQ Owner LLC	25,050,600	6	0.24%	36,129,100	4	0.34%
Bay Harbor Plaza LLC	20,000,000	7	0.19%	N/A	N/A	N/A
Brick Blvd. LLC ETAL	17,782,200	8	0.17%	16,260,900	10	0.15%
Dayton Hudson/Mervyn %Prop. Tx.	17,000,000	9	0.16%	18,150,000	8	0.17%
Lowes Home Center Inc. %D. Beckl	15,763,900	10	0.15%	17,616,700	9	0.17%
Crescent Center Associates	N/A	N/A	N/A	22,883,000	7	0.21%
Total	\$ 312,561,300		3.02%	\$ 307,204,500		2.92%

Source: Municipal Tax Assessor

**BRICK TOWNSHIP BOARD OF EDUCATION
Property Tax Levies and Collections
Last Ten Years
UNAUDITED**

<u>Year Ended June 30,</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>
2021	\$ 115,155,355	\$ 115,155,355	100.00%
2020	113,091,233	113,091,233	100.00%
2019	109,258,129	109,258,129	100.00%
2018	104,771,941	104,771,941	100.00%
2017	103,511,385	103,511,385	100.00%
2016	100,000,721	100,000,721	100.00%
2015	99,113,096	99,113,096	100.00%
2014	98,525,693	98,525,693	100.00%
2013	97,640,346	97,640,346	100.00%
2012	97,935,793	97,935,793	100.00%

Source: District Records

BRICK TOWNSHIP BOARD OF EDUCATION
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
UNAUDITED

Year Ended June 30,	Governmental Activities		Business- Type Activities	Total District	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Capital Leases	Capital Leases			
2021	\$ 2,824,000	\$ 357,925	\$ -	\$ 3,181,925	not available	not available
2020	4,709,000	936,095	-	5,645,095	not available	not available
2019	6,659,000	1,958,930	-	8,617,930	not available	not available
2018	8,484,000	4,678,562	-	13,162,562	0.33%	173.95
2017	10,699,000	7,587,037	-	18,286,037	0.48%	242.15
2016	12,829,000	9,056,833	-	21,885,833	0.61%	291.57
2015	14,884,000	9,853,030	-	24,737,030	0.72%	329.77
2014	16,874,000	1,803,452	-	18,677,452	0.56%	248.89
2013	18,814,000	1,160,642	-	19,974,642	0.63%	266.49
2012	20,759,000	904,349	-	21,663,349	0.68%	289.23

**BRICK TOWNSHIP BOARD OF EDUCATION
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
UNAUDITED**

<u>Fiscal Year Ended June 30,</u>	<u>General Obligation Bonds</u>	<u>Deductions</u>	<u>Net General Bonded Debt Outstanding</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Per Capita</u>
2021	\$ 2,824,000	\$ -	\$ 2,824,000	not available	not available
2020	4,709,000	-	4,709,000	not available	not available
2019	6,659,000	-	6,659,000	not available	not available
2018	8,484,000	-	8,484,000	0.80%	112.12
2017	10,699,000	-	10,699,000	0.10%	141.68
2016	12,829,000	-	12,829,000	0.12%	170.91
2015	14,884,000	-	14,884,000	0.15%	198.42
2014	16,874,000	-	16,874,000	0.16%	224.86
2013	18,814,000	-	18,814,000	0.18%	251.00
2012	20,759,000	-	20,759,000	0.20%	277.16

Source: Assessed valuations were provided by the Abstract of Ratables,
County Board of Taxation.

School district population data was provided by the
U.S. Bureau of the Census, Population Division.

** Not Available

BRICK TOWNSHIP BOARD OF EDUCATION
Direct and Overlapping Governmental Activities Debt
As of June 30, 2021
UNAUDITED

Governmental Unit	Debt Outstanding	<u>30-Jun-21</u> Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Brick Township	\$141,915,724	100%	\$141,915,724
Brick Township MUA	52,835,214	100%	52,835,214
Ocean County	488,649,690	0%	488,649,690
Ocean County Utilities Authority	111,795,695	0%	111,795,695
Subtotal - Overlapping Debt	<u>795,196,323</u>		<u>795,196,323</u>
Brick Township School District	2,824,000	100%	2,824,000
Total Direct and Overlapping Debt	<u>798,020,323</u>		<u>798,020,323</u>

Sources: Ocean County Office of the Treasurer, Brick Township, Brick Township MUA, Ocean County Utilities Authority

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 Brick. 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.

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.

**BRICK TOWNSHIP BOARD OF EDUCATION
Legal Debt Margin Information
Last Ten Fiscal Years
UNAUDITED**

Equalized valuation basis (1)

2021	\$ 11,838,649,118
2020	\$ 11,370,723,975
2019	11,176,448,526
[A]	<u>\$ 34,385,821,619</u>
[A/3]	\$ 11,461,940,540
[B]	458,477,622
[C]	2,824,000
[B-C]	<u>\$ 455,653,622</u>

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	\$ 486,708,395	\$ 468,412,533	\$ 448,160,057	\$ 429,033,181	\$ 419,225,777	\$ 421,655,847	\$ 425,052,307	\$ 433,745,384	\$ 443,010,175	\$ 458,477,622
Total net debt applicable to limit (2)	<u>23,362,945</u>	<u>20,726,451</u>	<u>18,514,000</u>	<u>14,884,000</u>	<u>12,829,000</u>	<u>12,529,000</u>	<u>10,399,000</u>	<u>6,741,847</u>	<u>4,709,000</u>	<u>2,824,000</u>
Legal debt margin	<u>\$ 463,345,450</u>	<u>\$ 447,686,082</u>	<u>\$ 429,646,057</u>	<u>\$ 414,149,181</u>	<u>\$ 406,396,777</u>	<u>\$ 409,126,847</u>	<u>\$ 414,653,307</u>	<u>\$ 427,003,537</u>	<u>\$ 438,301,175</u>	<u>\$ 455,653,622</u>
Total net debt applicable to the limit as a percentage of debt limit	4.80%	4.42%	4.13%	3.47%	3.06%	2.97%	2.45%	1.55%	1.06%	0.62%

Sources:

- (1) Equalization valuation bases were provided by the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation.
- (2) District Records

BRICK TOWNSHIP BOARD OF EDUCATION
Demographic and Economic Statistics
Last Ten Fiscal Years
UNAUDITED

Year	Unemployment Rate ^a	Personal Income ^b	Per Capita Personal Income ^c	School District Population ^d
2021	N/A	N/A	N/A	N/A
2020	N/A	N/A	N/A	N/A
2019	N/A	N/A	N/A	N/A
2018	4.30%	\$ 3,935,289,336	\$ 52,008	\$ 75,667
2017	4.70%	3,789,694,944	50,184	75,516
2016	5.20%	3,558,867,193	47,413	75,061
2015	5.80%	3,458,728,308	46,109	75,012
2014	6.90%	3,330,483,383	44,381	75,043
2013	8.20%	3,191,059,215	42,573	74,955
2012	10.10%	3,183,132,601	42,499	74,899

Source:

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

^b Personal income not available by municipality.

^c Per Capita Income not available by municipality.

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

**BRICK TOWNSHIP BOARD OF EDUCATION
Principal Employers
Current Year and Nine Years Ago
UNAUDITED**

Employer	2021			2012		
	Employees	Rank [Optional]	Percentage of Total Municipal Employment	Employees	Rank [Optional]	Percentage of Total Municipal Employment
Meridian Health Care	1,750		0.00%	1,400	2	0.00%
Brick Board of Education	1,448		0.00%	1,550	1	0.00%
Township of Brick	603		0.00%	406	3	0.00%
Walmart	364		0.00%	225	4	0.00%
Target	260		0.00%	190	5	0.00%
	<u>4,425</u>		<u>0.00%</u>	<u>3,771</u>		<u>0.00%</u>

Source: Brick Township

Note: Brick Township did not have the required 10 employer data available.

BRICK TOWNSHIP BOARD OF EDUCATION
Full-time Equivalent District Employees by Function/Program
Last Ten Fiscal Years
UNAUDITED

<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	514	478	510	527	545	543	540	542	539	522
Special education	255	293	314	345	332	340	327	320	312	317
Support services										
Student and Instruction Related Services	275	262	244	221	215	227	229	222	228	229
General Administrative	3	3	4	4	4	4	4	4	4	5
School Administrative	58	60	60	63	61	65	65	67	70	73
Central Services	17	17	18	17	17	18	17	16	17	18
Administrative Information Technology	9	9	10	8	8	7	7	8	7	7
Plant Operations & Maintenance	111	114	119	123	118	117	118	112	101	115
Pupil Transportation	151	145	150	140	151	156	156	151	151	156
Other Support Services	4	4	4	4	4	4	6	6	6	4
Food service	51	58	61	60	55	56	58	58	58	56
Total	<u>1,448</u>	<u>1,443</u>	<u>1,494</u>	<u>1,512</u>	<u>1,510</u>	<u>1,537</u>	<u>1,527</u>	<u>1,506</u>	<u>1,493</u>	<u>1,502</u>

Source: District Personnel Records

**BRICK TOWNSHIP BOARD OF EDUCATION
Operating Statistics
Last Ten Fiscal Years
UNAUDITED**

Pupil/Teacher Ratio

Fiscal Year	Enrollment	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio			Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary	Middle School	High School				
2012	9,714	145,358,896	14,964	4.77%	838	19:1	18:1	13:1	9,784	9,247	-2.90%	94.51%
2013	9,666	149,255,409	15,441	3.19%	851		district average 12.9:1		9,559	9,036	-2.29%	94.53%
2014	9,515	155,002,227	16,290	5.50%	893		district average 12.2:1		9,312	8,820	-2.58%	95.71%
2015	9,251	147,373,731	15,931	-2.21%	867		district average 11.7:1		9,141	8,650	-1.84%	94.63%
2016	9,047	152,827,656	16,893	6.04%	823		district average 11.0:1		8,839	8,369	-3.30%	94.68%
2017	8,753	157,175,428	17,957	6.31%	877		district average 11.0:1		8,698	8,222	-1.60%	94.53%
2018	8,654	158,350,485	18,298	1.89%	872		district average 11.3:1		8,606	8,150	-1.06%	94.70%
2019	8,467	149,991,102	17,715	-3.19%	824		district average 11:1		8,470	7,987	-1.58%	94.30%
2020	8,382	149,876,394	17,881	-2.28%	771		district average 11:1		8,440	8,129	-0.35%	96.32%
2021	7,995	152,865,155	19,120	4.49%	769		district average 11:1		8,232	7,687	-2.46%	93.38%

Source: District Records, School Register Summary

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).

**BRICK TOWNSHIP BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
UNAUDITED**

<u>District Building</u>	<u>Square Feet</u>	<u>Enrollment per Building</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>
Brick Twp High School	207,400	1,254	1,327	1,274	1,282	1,289	1,369	1,469	1,471	1,475	1,533
Brick Twp Memorial High School	228,340	1,353	1,453	1,456	1,437	1,501	1,579	1,659	1,662	1,747	1,820
Warren H. Wolf Elementary School (Brick Community Primary Learning Ctr)	58,000	279	288	428	354	328	271	194	199	173	544
Drum Point Road School	52,720	480	483	439	421	431	455	481	483	524	472
Emma Havens Young School	68,701	732	766	786	763	766	824	876	873	924	884
Herbertsville Elementary School	26,924	153	226	250	244	229	218	224	222	241	226
Lake Riviera Middle School	91,964	865	941	937	947	967	992	957	959	975	994
Lanes Mill Elementary School	54,770	559	550	567	560	564	516	567	575	601	521
Midstreams Elementary School	34,690	546	481	472	473	453	504	523	526	530	475
Osbornville Elementary School	37,200	400	400	375	393	437	421	445	443	423	298
Veterans Memorial Elementary School	54,357	651	617	607	636	708	702	713	712	671	577
Veterans Memorial Middle School	98,942	959	1,008	1,031	1,096	1,102	1,093	1,143	1,149	1,173	1,217
Administration Building	6,475	-	-	-	-	-	-	-	-	-	-
Laurelton School	14,900	-	-	-	-	-	-	-	-	-	-
Educational Enrichment Center	20,400	-	-	-	-	-	-	-	-	-	153

Source: District Facilities Office

**BRICK TOWNSHIP BOARD OF EDUCATION
Schedule of Required Maintenance
Last Ten Years
UNAUDITED**

**Undistributed Expenditures - required
Maintenance For School Facilities
11-000-261-XXX**

	<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>
Brick Twp High School	\$ 377,814	\$ 392,656	\$ 368,556	\$ 378,144	\$ 322,335	\$ 307,057	\$ 355,083	\$ 363,837	\$ 245,187	\$ 212,000
Brick Twp Memorial High School	306,636	318,682	299,121	306,903	261,608	249,209	350,732	359,486	312,648	270,330
Brick Community Primary Learning Center	93,648	97,327	91,353	93,730	79,897	76,110	73,251	83,251	65,305	56,466
Drum Point Road School	73,415	76,299	71,616	73,479	62,635	59,666	56,808	56,808	49,539	42,834
Emma Havens Young School	113,740	118,209	110,953	113,839	97,038	92,439	89,580	89,580	77,352	66,882
Herbertsville Elementary School	53,371	55,468	52,063	53,418	45,534	43,376	40,518	40,518	31,574	27,300
Lake Riviera Middle School	225,049	233,890	219,534	225,245	192,002	182,902	179,023	192,023	146,446	126,624
Lanes Mill Elementary School	76,349	79,348	74,477	76,415	65,137	62,050	59,192	61,192	50,872	43,986
Midstreams Elementary School	76,058	79,046	74,194	76,124	64,890	61,814	58,955	60,934	49,653	42,932
Osbornville Elementary School	78,099	81,168	76,185	78,168	66,631	63,473	60,614	62,614	52,979	45,808
Veterans Memorial Elementary School	106,349	110,527	103,743	106,442	90,732	86,432	83,573	85,573	71,109	61,484
Veterans Memorial Middle School	199,195	207,021	194,313	199,369	169,945	161,890	165,450	175,450	152,217	131,615
Administration Building	33,668	34,991	32,843	33,698	28,724	27,363	26,563	25,619	7,339	6,346
Laurelton School	2,695	2,801	2,629	2,697	2,299	2,190	1,190	1,190	1,190	1,029
Educational Enrichment Center	28,694	29,821	27,991	28,719	24,480	23,320	22,820	25,820	20,717	17,913
Warehouse	16,909	17,573	16,494	16,923	14,426	13,742	12,414	12,414	11,221	9,702
Garage/ Transportation	12,279	12,761	11,978	12,289	10,476	9,979	8,652	8,652	7,821	6,762
Maintenance Building	10,433	10,843	10,177	10,442	8,901	8,479	8,151	8,151	7,367	6,370
Grounds	2,348	2,440	2,290	2,350	2,003	1,908	1,881	1,881	1,700	1,470
Special Services Building	2,777	2,886	2,709	2,780	2,369	2,257	1,930	1,930	1,744	1,508
Technology Training Center	8,801	9,147	8,586	8,809	7,509	7,153	5,826	5,826	5,266	4,553
BTHS Athletic Facilities	6,513	6,769	6,353	6,518	5,556	5,293	4,966	4,966	4,489	1,326
BMHS Athletic Facilities	2,490	2,588	2,429	2,493	2,125	2,024	1,697	1,697	1,534	3,881
VMMS Athletic Facilities	2,995	3,113	2,921	2,997	2,555	2,434	2,107	2,107	1,904	1,646
Grand Total	<u>\$ 1,910,325</u>	<u>\$ 1,985,374</u>	<u>\$ 1,863,508</u>	<u>\$ 1,911,991</u>	<u>\$ 1,629,807</u>	<u>\$ 1,552,560</u>	<u>\$ 1,670,976</u>	<u>\$ 1,731,519</u>	<u>\$ 1,377,170</u>	<u>\$ 1,190,767</u>

*School Facilities as defined under EFCFA
(NJAC 6A:26-1.2 and NJAC 6:24-1.3)

BRICK TOWNSHIP BOARD OF EDUCATION
Insurance Schedule
For the Year Ended June 30, 2021
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
Property and Grounds		
Real and Personal Property	\$327,978,284	\$5,000
Flood/Earthquake (non Flood zones)		
Comprehensive General Liability		
Bodily Injury and Property Damage	16,000,000	
Products and Completed Operations	16,000,000	
Sexual Abuse	16,000,000	
Personal Injury and Advertising Injury	16,000,000	
Employee Benefits Liability	16,000,000	1,000
Premises Medical Payments	10,000.00 per accident 5,000.00 per person	
Terrorism	1,000,000	
Automobile		
Bodily Injury and Property Damage	16,000,000	1,000
Uninsured / Underinsured Motorists - Private Passenger	1,000,000.00	
Uninsured / Underinsured Motorists - All Other Vehicles	15,000.00 per person 30,000.00 per accident 5,000.00 damage	
Personal Injury Protection	250,000.00	
Medical Payments	10,000.00 private 5,000.00 all others	
Terrorism	1,000,000.00	
Crime Coverage		
Employee Dishonesty with Faithful Performance	500,000.00	1,000
Theft, Disappearance and Destruction - Loss of Money	100,000.00	500
Forgery or Alteration	100,000.00	500
Computer Fraud	500,000.00	1,000
Public Official Bonds		
Business Administrator	550,000	1,000
Treasurer	550,000	
Educators Legal Liability	\$1,000,000 Cov A	15,000
Workers Comp	Statutory	

SINGLE AUDIT SECTION

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
Brick Township Board of Education
County of Ocean
Brick, New Jersey 08723

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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Brick Township Board of Education in the County of Ocean, State of New Jersey, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Brick Township Board of Education basic financial statements, and have issued our report thereon dated January 21, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Brick Township Board of Education in the County of Ocean, State of New Jersey's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Brick Township Board of Education in the County of Ocean, State of New Jersey's internal control. Accordingly, we do not express an opinion on the effectiveness of the Brick Township Board of Education 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 School District'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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

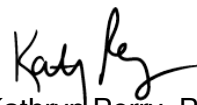
As part of obtaining reasonable assurance about whether the Brick Township Board of Education financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have 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*.

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 in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

Jump, Perry and Company, L.L.P.
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

January 21, 2022

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

Honorable President and
Members of the Board of Education
Brick Township Board of Education
County of Ocean
Brick, New Jersey 08723

Report on Compliance for Each Major Federal and State Program

We have audited Brick Township School District's compliance with the types of compliance requirements described in the OMB Compliance Supplement and the New Jersey OMB Circular 15-08 that could have a direct and material effect on each of Brick Township Board of Education's major federal programs for the year ended June 30, 2021. Brick Township Board of Education's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Brick Township Board of Education's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulations 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. Those standards, the Uniform Guidance and the New Jersey OMB 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 and state program occurred. An audit includes examining, on a test basis, evidence about Brick Township Board of Education's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal and State Program

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

Report on Internal Control Over Compliance

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

A *deficiency* in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal and 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 and 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 and 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.

Report on Internal Control Over Compliance (continued)

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.

Purpose of this Report

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 the New Jersey OMB 15-08. Accordingly, this report is not suitable for any other purpose.

Respectfully submitted,

Jump, Perry and Company, L.L.P.
Toms River, New Jersey



Kathryn Perry, Partner
Licensed Public School Accountant
No. CS 20CS00226400

January 21, 2022

BRICK TOWNSHIP BOARD OF EDUCATION
Schedule of Expenditures of Federal Awards, Schedule A
For the Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant Period	Award Amount	Balance at June 30, 2020	Carryover Amount	Cash Received	Budgetary Expenditures	Repayment of Prior years' Balances	Deferred Revenue at June 30, 2021	(Accounts Receivable) at June 30, 2021	Due to Grantor at June 30, 2021
U.S. Department of Agriculture											
Passed-through State Department of Education:											
Enterprise Fund:											
Child Nutrition Cluster:											
Summer Food Service Program for Children	10.559	7/1/19-6/30/20	214,537	(77,429)	-	77,429	-	-	-	-	-
Summer Food Service Program for Children	10.559	7/1/20-6/30/21	2,318,982	-	-	2,135,512	(2,318,982)	-	-	(183,470)	-
Total Child Nutrition Cluster				(77,429)	-	2,212,941	(2,318,982)	-	-	(183,470)	-
Food Donation Program	10.565	7/1/20-6/30/21	230,684	-	-	230,684	(230,684)	-	-	-	-
Total Enterprise Fund				(77,429)	-	2,443,625	(2,549,666)	-	-	(183,470)	-
U.S. Department of Education											
Passed-through State Department of Education:											
Special Revenue Fund:											
Special Education Cluster											
I.D.E.A. Part B Preschool	84.173	9/1/19-8/31/20	100,332	(17,458)	-	17,458	-	-	-	-	-
I.D.E.A. Part B Preschool	84.173	9/1/20-8/31/21	110,110	-	-	53,706	(100,060)	-	-	(46,354)	-
I.D.E.A. Part B Basic Regular	84.027	9/1/19-8/31/20	2,440,487	(726,494)	-	726,494	-	-	-	-	-
I.D.E.A. Part B Basic Regular	84.027	9/1/20-8/31/21	2,538,680	-	-	1,725,545	(2,257,141)	-	-	(531,596)	-
Subtotal of Special Education Cluster				(743,952)	-	2,523,203	(2,357,201)	-	-	(577,950)	-
Title I	84.010	7/1/19-6/30/20	1,392,987	(410,240)	-	410,240	-	-	-	-	-
Title I	84.010	7/1/20-6/30/21	1,552,621	-	-	1,183,748	(1,521,671)	-	-	(337,923)	-
Title II - Part A	84.367A	7/1/19-6/30/20	468,901	(177,044)	-	177,044	-	-	-	-	-
Title II - Part A	84.367A	7/1/20-6/30/21	343,831	-	-	253,684	(327,173)	-	-	(73,489)	-
Title III	84.365	9/1/19-8/31/20	83,787	(11,154)	-	11,154	-	-	-	-	-
Title III	84.365	9/1/20-8/31/21	83,232	-	-	61,866	(77,653)	-	-	(15,787)	-
Title IV	84.424	7/1/20-6/30/21	90,057	-	-	66,640	(71,885)	-	-	(5,245)	-
CARES	84.425D	7/1/20-6/30/21	980,498	-	-	719,828	(764,951)	-	-	(45,123)	-
Digital Divide	84.425D	7/1/20-6/30/21	898,515	-	-	898,433	(898,433)	-	-	-	-
Coronavirus Relief Fund	84.425D	7/1/20-6/30/21	548,947	-	-	548,947	(548,947)	-	-	-	-
COPS	16.710	10/1/18-9/30/20	469,281	(253,322)	-	-	-	-	-	(253,322)	-
COPS	16.710	10/1/20-9/30/21	215,957	-	-	-	(215,957)	-	-	(215,957)	-
Total Special Revenue Fund				(1,595,712)	-	6,854,787	(6,783,871)	-	-	(1,524,796)	-
U.S. Department of Education											
General Fund:											
SEMI / CARES FFCRA	93.778	7/1/20-6/30/21	27,081	-	-	27,081	(27,081)	-	-	-	-
Medicaid	93.778	7/1/20-6/30/21	297,863	-	-	297,863	(297,863)	-	-	-	-
Total General Fund				-	-	324,944	(324,944)	-	-	-	-
Total Expenditures of Federal Financial Awards				\$ (1,673,141)	\$ -	\$ 9,623,356	\$ (9,658,481)	\$ -	\$ -	\$ (1,708,266)	\$ -

See accompanying notes to schedules of expenditures.

BRICK TOWNSHIP BOARD OF EDUCATION
Schedule of Expenditures of State Financial Assistance, Schedule B
For the Year Ended June 30, 2021

State Grantor/ Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2020	Cash Received	Budgetary Expenditures	Repayment of Prior Years' Balances	Deferred Revenue at June 30, 2021	(Accounts Receivable) at June 30, 2021	Due to Grantor at June 30, 2021	MEMO	
											Budgetary Receivable	Total Expenditures
State Department of Agriculture:												
Enterprise Fund:												
National School Lunch Program (State Share)	20-100-010-3350-023	7/1/19-6/30/20	27,162	\$ (7,398)	\$ 7,398	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
National School Lunch Program (State Share)	21-100-010-3350-023	7/1/20-6/30/21	68,418	-	59,955	(68,418)	-	-	(8,463)	-	-	68,418
Total Enterprise Fund				(7,398)	67,353	(68,418)	-	-	(8,463)	-	-	68,418
State Department of Education:												
General Fund:												
Special Education Aid	21-495-034-5120-089	7/1/20-6/30/21	5,784,673	-	5,206,206	(5,784,673)	-	-	-	-	(578,467)	5,784,673
Extraordinary Aid	20-495-034-5120-011	7/1/19-6/30/20	1,497,567	(1,497,567)	1,497,567	-	-	-	-	-	-	-
Extraordinary Aid	21-495-034-5120-011	7/1/20-6/30/21	2,192,707	-	150,002	(2,192,707)	-	-	(2,042,705)	-	-	2,192,707
Transportation Aid	21-495-034-5120-014	7/1/20-6/30/21	4,922,064	-	4,429,863	(4,922,064)	-	-	-	-	(492,201)	4,922,064
Equalization Aid	21-495-034-5120-078	7/1/20-6/30/21	9,463,269	-	8,516,942	(9,463,269)	-	-	-	-	(946,327)	9,463,269
Security Aid	21-495-034-5120-084	7/1/20-6/30/21	1,672,094	-	1,504,885	(1,672,094)	-	-	-	-	(167,209)	1,672,094
Adjustment Aid	21-495-034-5120-085	7/1/20-6/30/21	5,371,047	-	4,833,938	(5,371,047)	-	-	-	-	(537,109)	5,371,047
Non-Public Transportation Aid	20-495-034-5120-014	7/1/20-6/30/21	42,469	-	-	(42,469)	-	-	(42,469)	-	-	42,469
On-Behalf TPAF Pension Contribution	21-100-034-5095-002	7/1/20-6/30/21	17,123,507	-	17,123,507	(17,123,507)	-	-	-	-	-	17,123,507
On-Behalf TPAF Post-Retirement Medical	21-100-034-5095-001	7/1/20-6/30/21	5,366,241	-	5,366,241	(5,366,241)	-	-	-	-	-	5,366,241
On-Behalf TPAF Long-Term Disability Insurance	21-100-034-5095-004	7/1/20-6/30/21	7,146	-	7,146	(7,146)	-	-	-	-	-	7,146
Reimbursed TPAF Social Security Contributions	20-495-034-5095-002	7/1/19-6/30/20	4,585,433	(15,477)	15,477	-	-	-	-	-	-	-
Reimbursed TPAF Social Security Contributions	21-495-034-5095-002	7/1/20-6/30/21	4,539,196	-	4,539,196	(4,539,196)	-	-	-	-	-	4,539,196
Total General Fund				(1,513,044)	53,190,970	(56,484,413)	-	-	(2,085,174)	-	(2,721,313)	56,484,413
Special Revenue Fund:												
Preschool Expansion Education Aid	20-495-034-5120-086	7/1/19-6/30/20	1,995,779	12,716	-	(12,716)	-	-	-	-	-	12,716
Preschool Expansion Education Aid	21-495-034-5120-086	7/1/20-6/30/21	4,290,330	-	3,861,297	(4,170,025)	-	120,304	-	-	(429,032)	4,170,025
Chapter 192-Comp Ed	20-100-034-5120-067	7/1/19-6/30/20	125,004	(13,560)	-	-	13,560	-	-	-	-	-
Chapter 192-Comp Ed	21-100-034-5120-067	7/1/20-6/30/21	201,057	-	201,057	(182,281)	-	-	-	18,776	-	182,281
Chapter 193-support	20-100-034-5120-066	7/1/19-6/30/20	50,187	(3,557)	-	-	3,557	-	-	-	-	-
Chapter 193-support	21-100-034-5120-066	7/1/20-6/30/21	55,045	-	55,045	(49,378)	-	-	-	5,667	-	49,378
Chapter 193-exam	20-100-034-5120-066	7/1/19-6/30/20	62,793	21,202	-	-	(21,202)	-	-	-	-	-
Chapter 193-exam	21-100-034-5120-066	7/1/20-6/30/21	65,217	-	65,217	(63,355)	-	-	-	1,862	-	63,355
Chapter 193-speech	20-100-034-5120-066	7/1/19-6/30/20	33,722	(640)	-	-	640	-	-	-	-	-
Chapter 193-speech	21-100-034-5120-066	7/1/20-6/30/21	36,456	-	36,456	(31,899)	-	-	-	4,557	-	31,899
Chapter 192-transportation	20-100-034-5120-067	7/1/19-6/30/20	15,784	14,205	-	-	(14,205)	-	-	-	-	-
Nonpublic Technology	21-100-034-5120-373	7/1/20-6/30/21	16,852	-	16,852	(16,852)	-	-	-	-	-	16,852
Nonpublic Technology	20-100-034-5120-373	7/1/19-6/30/20	15,264	114	-	-	(114)	-	-	-	-	-
Nonpublic Textbooks	21-100-034-5120-064	7/1/20-6/30/21	23,996	-	24,008	(23,996)	-	-	-	12	-	23,996
Nonpublic Textbooks	20-100-034-5120-064	7/1/19-6/30/20	22,349	935	-	-	(935)	-	-	-	-	-
Nonpublic Nursing	20-100-034-5120-066	7/1/19-6/30/20	41,128	1,121	-	-	(1,121)	-	-	-	-	-
Nonpublic Nursing	21-100-034-5120-066	7/1/20-6/30/21	37,815	-	40,086	(37,815)	-	-	-	2,271	-	37,815
Nonpublic Home Instruction	20-100-034-5120-067	7/1/19-6/30/20	2,535	(2,535)	-	-	2,535	-	-	-	-	-
Nonpublic Security Aid	21-100-034-5120-509	7/1/20-6/30/21	53,740	-	68,775	(53,740)	-	-	-	15,035	-	53,740
Total Special Revenue Fund				30,001	4,368,793	(4,642,057)	(17,285)	120,304	-	48,180	(429,032)	4,642,057
Debt Service Fund:												
Debt Service Aid	21-100-034-5120-017	7/1/20-6/30/21	225,327	-	225,327	(225,327)	-	-	-	-	-	225,327
Total Debt Service				-	225,327	(225,327)	-	-	-	-	-	225,327
Total State Expenditures Subject to Single Audit Determination				(1,490,441)	57,852,443	(61,420,215)	(17,285)	120,304	(2,093,637)	48,180	(3,150,345)	61,420,215
State Expenditures Not Subject to Major Program Determination												
General Fund:												
On-Behalf TPAF Pension Contribution	21-100-034-5095-002	7/1/20-6/30/21	17,123,507	-	17,123,507	(17,123,507)	-	-	-	-	-	-
On-Behalf TPAF Post-Retirement Medical	21-100-034-5095-001	7/1/20-6/30/21	5,366,241	-	5,366,241	(5,366,241)	-	-	-	-	-	-
On-Behalf TPAF Long-Term Disability Insurance	21-100-034-5095-004	7/1/20-6/30/21	7,146	-	7,146	(7,146)	-	-	-	-	-	-
Total State Expenditures Not Subject to Major Program Determination				-	22,496,894	(22,496,894)	-	-	-	-	-	-
Total Expenditures of State Awards Subject to Major Program Determination				\$ (1,490,441)	\$ 35,355,549	\$ (38,923,321)	\$ (17,285)	\$ 120,304	\$ (2,093,637)	\$ 48,180	\$ (3,150,345)	\$ 61,420,215

See accompanying notes to schedules of expenditures.

Brick Township Board of Education

Notes to the Schedules of Awards and Financial Assistance

June 30, 2021

1. General

The accompanying schedules of expenditures of awards present the activity of all federal and state awards of the Board of Education, Brick Township School District. The Board of Education is defined in Note 1(A) to the Board's general purpose financial statements. All federal and state awards received directly from federal and state agencies, as well as federal and state awards passed through other government agencies are included on the schedules of expenditures of federal and state awards.

2. Basis of Accounting

The accompanying schedules of expenditures of federal and state awards are presented on the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the Board's basic financial statements.

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 are presented for the general fund and special revenue fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the last state aid payment in the current budget year, which is mandated pursuant to P.L. 2003, c.97.(A3521). For GAAP purposes that payment is not recognized until the subsequent budget year due to the state deferral and recording of the last state aid payment 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.

Brick Township Board of Education

Notes to the Schedules of Awards and Financial Assistance (continued)

June 30, 2021

3. Relationship to General Purpose Financial Statements (continued)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(16,701,882) for the general fund, \$(421,308) for the special revenue fund and \$- for the food service fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the GAAP basis of accounting for the general and special revenue fund. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented below:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund	\$ 324,944	\$ 39,782,531	\$ 40,107,475
Special Revenue Fund	6,805,761	4,195,357	11,001,118
Debt Service Fund	-	225,327	225,327
Food Service Fund	<u>2,549,666</u>	<u>68,418</u>	<u>2,618,084</u>
Total awards and financial assistance	<u>\$ 9,680,371</u>	<u>\$ 44,271,633</u>	<u>\$ 53,952,004</u>

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.

5. Other

TPAF Social Security Contributions of \$2,332,491 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.

The amount reported as TPAF Pension Contributions, LTDI and OPEB of \$22,496,894 represent the amounts paid by the state on behalf of the district for the year ended June 30, 2021. The TPAF pension and post retirement/medical benefits expenditures are not subject to New Jersey OMB Circular 15-08.

6. Indirect Costs

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

Brick Township Board of Education
Schedule of Findings and Questioned Costs
June 30, 2021

Section I - Summary of Auditor's Results
Financial Statement Section

Type of auditor's report issued: Unmodified opinion

Internal control over financial reporting:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

Noncompliance material to general-purpose financial statements noted? _____ yes X no

Federal Awards Section

Internal Control over major programs:

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

2) Significant deficiencies identified that are not considered to be material weaknesses? _____ yes X none reported

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

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

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
10.559	Summer Food Service Program for Children
84.425D	Elementary and Secondary School Emergency Relief Fund

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? X yes _____ no

Brick Township Board of Education

Schedule of Findings and Questioned Costs (continued)

June 30, 2021

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

State Awards Section

Dollar threshold used to distinguish between type A and type B programs: \$1,167,700

Auditee qualified as low-risk auditee? yes no

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

Internal Control over major programs:

1) Material weakness(es) identified? yes no

2) Significant deficiencies identified that are not considered to be material weaknesses? yes none reported

Any audit findings disclosed that are required to be reported in accordance with NJOMB Circular Letter 15-08? yes no

Identification of major programs:

GMIS Number(s)

Name of State Program

State Aid

495-034-5120-078
495-034-5120-089
495-034-5120-084
495-034-5120-085

Equalization Aid
Special Education Cateorical Aid
Security Aid
Adjustment Aid

Brick Township Board of Education
Schedule of Findings and Questioned Costs (continued)

June 30, 2021

Section II - Financial Statement Findings - N/A

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs -
N/A

Brick Township Board of Education
Summary Schedule of Prior Audit Findings
June 30, 2021

Summary Schedule of Prior Audit Findings - N/A