

**SCHOOL DISTRICT
OF**

**BURLINGTON
TOWNSHIP**

**Burlington Township Board of Education
Burlington, New Jersey**

**Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2021**

**Annual Comprehensive
Financial Report**

of the

Burlington Township Board of Education

Burlington, New Jersey

For the Fiscal Year Ended June 30, 2021

**Prepared by
Burlington Township Board of Education
Finance Department**

BURLINGTON TOWNSHIP SCHOOL DISTRICT

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Introductory Section

BURLINGTON TOWNSHIP SCHOOLS

P.O. Box 428 - Hopkins Building, Burlington, NJ 08016, 609-387-3955

Mary Ann Bell, *Superintendent of Schools*
mbell@buritwpsch.org

Nicholas Bice, *School Business Administrator*
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www.buritwpsch.org

January 28, 2022

Honorable President and
Members of the Board of Education
Burlington Township School District
Burlington, New Jersey 08016

Dear Board Members:

The annual comprehensive financial report of the Burlington Township School District for the fiscal year ended June 30, 2021, is hereby submitted. Responsibility for the accuracy of the data, completeness, and fairness of the presentation, including all disclosures, rests with the management of the Burlington Township Board of Education. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds 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 annual comprehensive financial report has been prepared in accordance with Governmental Accounting Standards Board Statement 34 and is presented in four sections: introductory, financial, statistical, and single audit. The introductory section includes this transmittal letter, the District's organizational chart and a list of principal officials. The financial section includes the 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 District is required to undergo an annual single audit in conformity with the provisions of Title 2. U.S. Code of Federal Regulations, cost principles, and audit requirements for federal awards (uniform guidance); and the State of New Jersey Circular OMB15-08. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws, regulations, findings and recommendations, are included in the single audit section of this report.

- 1) **REPORTING ENTITY AND ITS SERVICES:** Burlington 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. Burlington Township Board of Education and all its schools constitute the District's reporting entity.

The District provides a full range of educational services appropriate to grade levels Pre-K through grade 12. These include regular and vocational, as well as special education for disabled students between the ages of 3 and 21 years old. The District completed the 2020-2021 fiscal year with an average student enrollment of 3,583 students, which is slightly lower than the previous year's enrollment. The District's highest enrollment was recorded in 2006-2007 at 4,182 students. The following details the changes in the student enrollment of the District over the last ten years.

Average Daily Enrollment

Fiscal Year	Average Student Enrollment	Percent Change
2011-2012	4,061	-1.05
2012-2013	4,021	-0.98
2013-2014	4,043	0.55
2014-2015	3,994	-1.21
2015-2016	3,931	-1.58
2016-2017	3,869	-1.58
2017-2018	3,819	-1.29
2018-2019	3,697	-3.19
2019-2020	3,690	-0.19
2020-2021	3,583	-2.90

- 2) **ECONOMIC CONDITION AND OUTLOOK:** The Burlington Township area had experienced a period of rapid development and expansion during the early 2000's which has since stabilized. The number of families sharing housing in the community has presented challenges to understanding the needs of students prior to enrollment and has resulted in an increase for educational services. Due to the economy during the last several years, the Free and Reduced Lunch numbers increased dramatically from prior levels. During this time, the District has also seen an increase in homeless counts, temporary residency affidavits, DCP&P placements and guardianship affidavit cases. Recent development of open space into warehousing and other uses has brought moderately paying employment.

3) **MAJOR INITIATIVES**

STRATEGIC PLANNING AND GOAL SETTING: The Burlington Township School District engages in a yearly goal setting process that is driven by a long-range strategic plan. The Mission of the District is *to develop the intellectual, creative, and social potential of each child through an active partnership with all members of the community.* The District has established four broad goals focused on ***improving teaching and learning, fostering a safe and secure climate, engaging the community in meaningful ways, and promoting efficiency and quality through effective management and operations.*** During 2020-2021, the District focused on objectives within these goal areas. This focus was presented as the "All Students Achieving Plan" and updates were provided in public at the January and June Board of Education Meetings.

STUDENT ACADEMIC PROGRESS: Student academic progress is measured, in part, by standardized assessments. These assessments include NJSLA (formerly known as PARCC), the State Science Assessment (formerly NJASK Science), MAP, and SAT. The District historically outperforms the state in State Science Assessment in grades 4 and 8 by considerable amounts. Burlington Township has been recognized for the last four consecutive years for increased scores and numbers of Advanced Placement Exams. For June 2020, over 99% of Burlington Township students have met the State testing standards or alternative portfolio completion as required for graduation. Additionally, Burlington Township High School requires four years of study in all four core content areas, which exceeds state graduation requirements. The Burlington Township attendance rate is over 95% and the dropout rate less than 1%. Ninety-five percent of

Burlington Township students continue their education after high school at four-year colleges and universities, community colleges, and technical schools. *Please see the section below regarding the impact of the COVID-19 pandemic. This disrupted the standardized testing schedules as well as overall in person instruction.*

SUMMARY OF SPECIFIC INITIATIVES: The Center for Education has worked on aligning the District's curricula to the New Jersey Student Learning Standards. The District has successfully administered on-line testing. The District utilizes various online adaptive assessment software for both math and language arts benchmarking to further understand the needs of our students. A multi-year focus has been refining the District's special education settings to ensure students are educated in the least restrictive environment as developmentally appropriate. The District's Counseling Department Strategic Planning Process was completed with the adoption of a five year plan to empower the counselors roles in the District to assist in removing the barriers to academic, behavioral and career and college readiness success for students following the outline of the national model.

REFERENDUM DECEMBER 2015: A referendum was approved by voters in December 2015 to refurbish needed specific facilities in each school. The timing took into consideration the expiration of debt currently outstanding. The final round of projects identified in the referendum were undertaken during the summer of 2019. All of the referendum projects are complete or substantially complete.

SCHOOL SAFETY AND SECURITY: School safety and security continues to be an important topic in education. From 2009-2014 the District has engaged in a five-year safety and security project entitled "*Project Guardian.*" The District has engaged in a continuous safety and security process review team entitled "*Team Guardian.*" The District's significant and innovative efforts have been acknowledged in the State's Task Force Report and mentioned by name in said report. Efforts to reinforce safety and security continue by establishing Project Guardian 2.0: Stay Alert, which is ongoing. The District engages in Emergency Preparedness Task Force meetings with various first responder agencies and other connected agencies. Safety remains our top priority.

SUMMARY OF INFORMATION SOURCES: The District commissioned a full demographic study in 2012, 2015, 2018, and 2020 for the purpose of understanding the potential future enrollments. The District continues to seek information that allows for the development of future plans based on relevant data.

SIGNIFICANT ADMINISTRATIVE CHANGES: The District restructured the administrative positions beginning in the 2015-2016 school year. Significant changes included establishment of a Director of Human Resources and Community Relations. During the 2015-2016 school year, the District moved to improving instruction by transferring seasoned building administrators into content specific supervisor roles. During the 2016-2017 school year, the District appointed a School Business Administrator and an Assistant Superintendent of Special Education. During the 2017-2018 school year, a District Supervisor acting as Homeless Liaison was created to ensure compliance with the many new requirements under the McKinney-Vento Act. Also during the 2017-2018 school year, a District Supervisor of data was created and filled with an experienced building administrator. During the 2018-2019 school year, the District appointed a Director of Pupil Personnel Services and a Vice-Principal at the Middle School and conducted searches for a Principal at the Middle School and a Vice-Principal at the Bernice Young School. In 2019-2020 the District added a responsibility to the Assistant Superintendent for Special

Education to include Early Childhood Development as the District moves to expand preschool offerings. In 2020-2021, the District appointed a Supervisor at the Middle School and a Principal at the Fountain Woods School due to retirements and resignations.

Post ACFR Update: Between the date of the ACFR and the date of this letter, the District appointed two elementary Principals, one elementary Vice-Principal and two Middle School Vice-Principals due to retirements and resignations.

- 4) **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. The District fiscal management team reviews the standard operating procedures on an annual basis and alters the SOPs as needed to continue to ensure the fiscal responsibility is well managed.
- 5) **BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Capital budgets are approved for capital improvements and are accounted for in the capital project fund.

An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are reported as reservations of fund balance at June 30, 2021.

- 6) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in "Notes to the Financial Statements," Note 2. The District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. The law requires governmental units to deposit public funds only in public depositories located in New Jersey, where the funds are secured in accordance with the act.
- 7) **RISK MANAGEMENT:** The Board carries various forms of insurance, including but not limited to general liability, automobile liability, comprehensive/collision, hazard and theft insurance on property and contents, student accident, and fidelity bonds.
- 8) **FISCAL AND OPERATIONAL EFFICIENCY:** The Burlington Township Board of Education is considered efficient in all areas reviewed by the Department of Education during the mid-year budget review. This efficiency was born from need resulting from periods of large enrollment growth and stagnant state aid during the late 1990's and 2000's. This efficiency has required the District to utilize such strategies as outsourcing almost all operational department personnel including facilities, food service, technology and transportation. The District has also outsourced in-class non-instructional support personnel. The 2% cap on

property tax increases continues to be a challenge for the District. Lack of adequate state funding has been a challenge for the District for many years; however, in the 2017-2018 school year, state funding was finally restored to the level the District received in the 2009-2010 school year.

Post ACFR Update: Between the date of the ACFR and the date of this letter, the District's transportation vendor terminated all of the district's contracted routes. The District bid for these services multiple times unsuccessfully, likely due to a nationwide shortage of school bus drivers. However, the District was able to hire several bus drivers and rent buses from a vendor, ultimately converting the transportation operations from outsourced to operated in-house.

9) **OTHER INFORMATION:**

INDEPENDENT AUDIT: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The Board selected the accounting firm of Inverso & Stewart. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Title 2 U.S. Code of Federal Regulations, cost principles and audit requirements for federal awards (uniform guidance); and State of New Jersey Circular OMB 15-08. The auditor's report on the general purpose financial statements 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.

PANDEMIC - COVID-19: In an unprecedented move, the District was moved to all remote instruction in the spring of 2020. The District provided hybrid instruction during the 2020-2021 school year including a mix of cohorts by day of the week and reduced daily in person schedules at all buildings.

This move from full time in person learning to hybrid learning altered various expenses of the District. These included increased needs for technology, decreased costs for transportation and extra and co-curricular activities and various other adjustments. The District began to see changes in supply chain availability and costs associated with supply chain disruptions.

Other costs were increased during this time as certain technical upgrades were needed to provide a safe, efficient, and effective online experience for students and staff. These included upgrades to Google apps for education, phone services, and various new online platforms, including subscriptions to various academic platforms and management platforms.

In addition to ensuring the online academic experience for students, the District was faced with preparation and distribution of meals to students who were remotely learning. This included food service costs for these services.

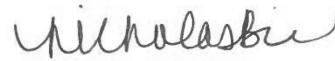
10) **ACKNOWLEDGEMENTS:** We would like to express our appreciation to the members of the Burlington Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school District and thereby contributing their full support to the development and maintenance of our financial operations. The preparation of this report could not have been accomplished without the efficient and dedicated services of our central office staff. We greatly appreciate their fine work.

Sincerely,

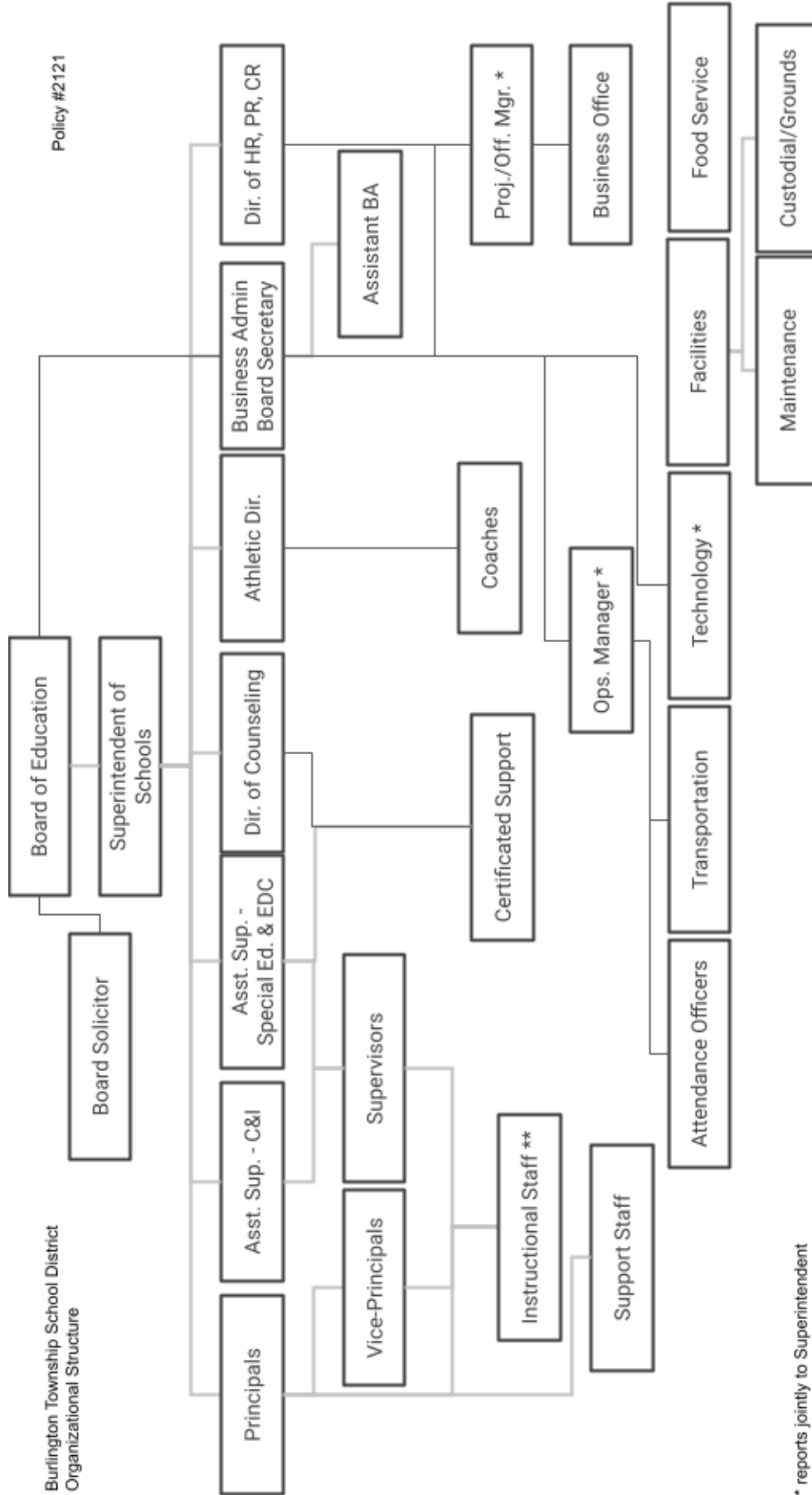


Mary Ann Bell
Superintendent of Schools

Sincerely,



Nicholas Bice
Business Administrator/Board Secretary



* reports jointly to Superintendent
 ** indirectly reports to Director of HR

BOARD OF EDUCATION
TOWNSHIP OF BURLINGTON
BURLINGTON, NEW JERSEY

ROSTER OF OFFICIALS
 JUNE 30, 2021

<u>Members of the Board of Education</u>	<u>Term Expires (December)</u>
Antoinette Minors-Ferguson, President	2021
Susan Eichmann, Vice President	2022
Lisa Bungarden	2023
Donna Custard	2022
Marilyn Dunham	2022
Lisa Hodnett	2021
Edward Leak	2023
Prabhdeep Pandher	2023
Velina Marie Riggi	2021

Other Officials (as of June 30, 2021)

Mary Ann Bell, Superintendent of Schools
 Nicholas Bice, School Business Administrator/Board Secretary
 Ann Britt, Assistant Superintendent for Curriculum & Instruction
 Christopher Giannotti, Assistant Superintendent for Special Education
 Elizabeth Scott, Director of Human Resources and Community Relations

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Consultants and Advisers

Audit Firm

Inverso & Stewart, LLC
651 Route 73 North
Suite 402
Marlton, NJ 08053

Attorney

David Serlin
302 N. Washington Ave.
Suite 202A East
Moorestown, NJ 08057

Special Education Counsel

Parker McCay
9000 Midlantic Dr., #300
Mount Laurel, NJ 08054

Bond Counsel

Parker McCay
9000 Midlantic Dr., #300
Mount Laurel, NJ 08054

Official Depositories

Investors Bank
NJ State Cash Management

Financial Section

INVERSO & STEWART, LLC
Certified Public Accountants

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Marlton, New Jersey 08053
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E-Mail: rinverso@inversocpa.com

-Member of-
American Institute of CPAs
New Jersey Society of CPAs

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Burlington Township School District, in the County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my 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 audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Burlington Township School District, in the County of Burlington, State of New Jersey, as of June 30, 2021, and the respective changes in financial position and where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Adoption of New Accounting Principle

As discussed in Note 21 to the financial statements, during the fiscal year ended June 30, 2021, the District adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. My opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of the School District's proportionate share of the net pension liability and schedule of the School District's contributions, schedule of the State's proportionate share of the net OPEB liability associated with the School District and changes in the total OPEB liability and related ratios 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. I 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Burlington Township School District's basic financial statements. The introductory section, combining statements and related major fund supporting statements and schedules, and statistical section are presented for purposes of additional analysis, as required by the Office of School Finance, Department of Education, State of New Jersey and are not a required part of the basic financial statements. The accompanying schedules of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost principles, and Audit 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, are also presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated January 28, 2022 on my consideration of the Burlington Township School District's internal control over financial reporting and my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Burlington Township School District's internal control over financial reporting and compliance.

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Public School Accountant No. CS001095

Marlton, New Jersey
January 28, 2022

Required Supplementary Information - Part I

Management's Discussion and Analysis

**Burlington Township School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

As management of the Board of Education of Burlington Township, New Jersey (School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets of the School District exceeded its liabilities at the close of the most recent fiscal year by \$48,332,923 (*net position*).
- Governmental activities have deficit unrestricted net position of \$7,303,079. The accounting treatments in the governmental funds for compensated absences payable, pension liability, and the June state aid payments, and the state statute that prohibits school districts from maintaining more than 4% of its adopted budget as unrestricted fund balance are primarily responsible for this balance.
- The total net position of the School District increased by \$4,818,757, or a 11.07% increase from the prior fiscal year-end balance. The majority of the increase is attributable to the increase in Governmental Activities.
- Fund balance of the School District's governmental funds increased by \$3,856,988 resulting in an ending fund balance of \$10,852,258. This increase is largely due to the results of operations in the General Fund.
- Business-type activities have unrestricted net position of \$28,141 which may be used to meet the School District's ongoing obligations of the food service operations and performing arts center.
- The School District's long-term obligations decreased by \$3,075,895 which is the result a decrease in serial bond debt, net pension liability and an increase in compensated absences.

Overview of the Basic Financial Statements

This discussion and analysis is intended to serve as an introduction to the School District's basic financial statements. Comparison to the prior year's activity is provided in this document. The basic financial statements are comprised of three components: 1) District-wide financial statements, 2) Fund financial statements, and 3) Notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-wide Financial Statements

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

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

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

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

Fund Financial Statements

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

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

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

The School District maintains four individual governmental funds. The major funds are the General Fund, the Special Revenue Fund, the Capital Projects Fund, and the Debt Service Fund. They are presented separately in the fund financial statements.

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

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

The School District's two enterprise funds (Food Service Fund and the Performing Arts Center Fund) are listed individually and are considered to be major funds.

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

Notes to the Basic Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also contains other supplementary information and schedules required by the New Jersey Audit Program, issued by the New Jersey Department of Education.

District-wide Financial Analysis

The assets of the School District are classified as current assets and capital assets. Cash, investments, receivables, inventories and prepaid expenses are current assets. These assets are available to provide resources for the near-term operations of the School District. The majority of the current assets are the results of the tax levy and state aid collection process.

Capital assets are used in the operations of the School District. These assets are land, buildings, improvements, equipment and vehicles. Capital assets are discussed in greater detail in the section titled, Capital Assets and Debt Administration, elsewhere in this analysis.

Current and long-term liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits, unearned revenues, and current debt obligations. The liquidation of current liabilities is anticipated to be either from currently available resources, current assets or new resources that become available during fiscal year 2022. Long-term liabilities such as long-term debt obligations and compensated absences payable will be liquidated from resources that will become available after fiscal year 2022.

The assets of the primary government activities exceeded liabilities by \$45,550,957 with an unrestricted deficit balance of \$7,303,079. The net position of the primary government does not include internal balances.

A net investment of \$44,132,061 in land, improvements, buildings, equipment and vehicles which provide the services to the School District's 3,583 public school students, represents 96.89% of the School District's net position. Net position of \$5,015,672 has been restricted to provide resources for future capital expansion and renovation projects, \$2,290,522 for maintenance reserve, \$5,525 for repayment of debt, \$715,517 for unemployment compensation, and \$694,739 for student activities.

As mentioned earlier, deficit unrestricted net position is primarily due to the accounting treatment for compensated absences payable and the June state aid payments, and state statutes that prohibit school districts from maintaining more than 4% of its adopted budget as unrestricted fund balance.

**Burlington Township School District
Comparative Summary of Net Position
As of June 30, 2021 and 2020**

	Governmental Activities		Business-Type Activities		District-Wide	
	2021	2020	2021	2020	2021	2020
ASSETS						
Current assets	\$ 11,106,771	\$ 5,541,369	\$ 374,607	\$ 482,983	\$ 11,481,378	\$ 6,024,352
Capital assets	57,251,061	59,382,376	2,753,825	2,824,573	60,004,886	62,206,949
Total assets	68,357,832	64,923,745	3,128,432	3,307,556	71,486,264	68,231,301
Deferred Outflows of Resources	968,487	1,104,297			968,487	1,104,297
LIABILITIES						
Current liabilities	3,542,427	2,921,705	346,466	421,528	3,888,893	3,343,233
Noncurrent liabilities	17,654,587	20,847,947			17,654,587	20,847,947
Total Liabilities	21,197,014	23,769,652	346,466	421,528	21,543,480	24,191,180
Deferred Inflows of Resources	2,578,348	2,819,637			2,578,348	2,819,637
Net Position	\$ 45,550,957	\$ 39,438,753	\$ 2,781,966	\$ 2,886,028	\$ 48,332,923	\$ 42,324,781
Net Position Consists of:						
Net investment in						
Capital Assets	44,132,061	43,678,376	2,753,825	2,824,573	46,885,886	46,502,949
Restricted Assets	8,721,975	5,972,376			8,721,975	5,972,376
Unrestricted Assets	(7,303,079)	(10,211,999)	28,141	61,455	(7,274,938)	(10,150,544)
Net Position	\$ 45,550,957	\$ 39,438,753	\$ 2,781,966	\$ 2,886,028	\$ 48,332,923	\$ 42,324,781

Governmental Activities

Governmental activities increased the net position of the School District by \$4,922,819 during the current fiscal year. Key elements of the increased net position for governmental activities are as follows:

- Governmental funds had a net gain of \$3,856,988.
- Repayment of bond principal \$2,585,000.

Business-type Activities

Business-type activities decreased the School District's net position by \$104,062. Key elements of the decrease in net position for business-type activities are as follows:

- The Food Service Fund had a net loss of \$89,222 and the Performing Arts Center had a net loss of \$14,840.

Burlington Township School District
Comparative Schedule of Changes in Net Position
As of and for the Fiscal Year Ended June 30, 2021 and 2020

	Governmental Activities		Business-Type Activities		District-Wide	
	2021	2020	2021	2020	2021	2020
Revenues:						
Charges for services	\$ 941,820	\$ 279,358	\$ 87,785	\$ 557,465	\$ 1,029,605	\$ 836,823
Operating Grants and contributions	34,480,036	23,552,023	351,866	514,676	34,831,902	24,066,699
Property taxes	45,383,392	45,561,588			45,383,392	45,561,588
State aid - unrestricted	23,266,614	22,931,796			23,266,614	22,931,796
Other revenues	661,074	909,171	21,183	3,535	682,257	912,706
Total Revenues	104,732,936	93,233,936	460,834	1,075,676	105,193,770	94,309,612
Expenses:						
Governmental Activities:						
Instruction	30,864,391	30,558,056			30,864,391	30,558,056
Tuition	3,175,440	3,669,942			3,175,440	3,669,942
Related Services	11,429,469	10,372,015			11,429,469	10,372,015
Administrative Services	3,310,821	3,449,995			3,310,821	3,449,995
Central services	2,006,904	1,671,942			2,006,904	1,671,942
Operations and Maintenance	6,709,138	5,513,168			6,709,138	5,513,168
Transportation	2,582,209	2,773,685			2,582,209	2,773,685
Employee benefits	39,029,963	29,904,081			39,029,963	29,904,081
Charter Schools	151,448	126,850			151,448	126,850
Interest on debt	419,553	528,034			419,553	528,034
Other	130,781	81,926			130,781	81,926
Business-Type Activities:						
Food Service			550,018	1,191,951	550,018	1,191,951
Performing Arts Center			14,878	31,995	14,878	31,995
Total Expenses	99,810,117	88,649,694	564,896	1,223,946	100,375,013	89,873,640
Increase (Decrease) in Net Position before transfers	4,922,819	4,584,242	(104,062)	(148,270)	4,818,757	4,435,972
Transfers						
Change in Net Position	4,922,819	4,584,242	(104,062)	(148,270)	4,818,757	4,435,972
Net Position, July 1	39,438,753	34,854,511	2,886,028	3,034,298	42,324,781	37,888,809
Prior Period Adjustment	1,189,385				1,189,385	
	40,628,138		2,886,028		43,514,166	
Net Position, June 30	\$ 45,550,957	\$ 39,438,753	\$ 2,781,966	\$ 2,886,028	\$ 48,332,923	\$ 42,324,781

Financial Analysis of the Governmental Funds

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

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

As of the end of the current fiscal year, the School District's governmental funds reported a combined ending fund balance of \$10,852,258, an increase of \$3,856,988 in comparison with the prior year. The majority of the increase is attributable to the results of operations in the general fund.

The unreserved fund balance for the School District at the end of the fiscal year includes a combination of an unreserved fund balance for the General Fund of \$224,784, and a deficit fund balance of \$273 for the Special Revenue Fund. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) as restricted cash reserved for future capital outlay expenditures of \$5,015,672, 2) \$2,290,522 for maintenance reserve, 3) \$715,517 for unemployment compensation, 4) \$694,739 for student activities, 5) \$5,525 for debt service, 6) \$610,582 appropriated as a revenue source in the subsequent year's budgets, and 7) \$1,295,190 reserved for encumbrances.

General Fund Budgetary Highlights

At the end of the current fiscal year, unassigned fund balance (budgetary basis) of the general fund was \$2,191,254, while total fund balance (budgetary basis) was \$12,074,727. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance (budgetary basis) and total fund balance (budgetary basis) to total general fund expenditures. Actual (budgetary basis) expenditures of the General Fund including other financing uses amounted to \$75,164,850. Unassigned fund balance (budgetary basis) represents 2.92% of expenditures while total fund balance (budgetary basis) represents 16.06% of that same amount.

Capital Asset and Debt Administration

The School District's investment in capital assets for its governmental and business-type activities as of June 30, 2021, totaled \$60,004,886 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings, equipment and vehicles. The total decrease in the District's investment in capital assets for the current fiscal year was \$2,202,063, or a 3.54% decrease. This decrease is due to capital asset purchases less annual depreciation expense.

Capital Asset (net of accumulated depreciation) June 30, 2021 and 2020

	Governmental Activities		Business-Type Activities		District-Wide	
	2021	2020	2021	2020	2021	2020
Land	\$ 1,621,644	\$ 1,621,644	\$ -	\$ -	\$ 1,621,644	\$ 1,621,644
Construction in Progress					-	-
Site Improvements	1,479,572	1,457,018			1,479,572	1,457,018
Building and Building Improvements	52,431,289	54,296,144	2,550,262	2,624,930	54,981,551	56,921,074
Equipment	1,718,556	2,007,570	203,563	199,643	1,922,119	2,207,213
Net Assets	<u>\$ 57,251,061</u>	<u>\$ 59,382,376</u>	<u>\$ 2,753,825</u>	<u>\$ 2,824,573</u>	<u>\$ 60,004,886</u>	<u>\$ 62,206,949</u>

Additional information on the School District's capital assets can be found in the notes to the basic financial statements (Note 5) of this report.

Long-term debt – During the fiscal year ended June 30, 2021, the School District had \$13,119,000 in serial bonds payable, and \$1,583,675 in compensated absences.

State statutes limit the amount of general obligation debt that the District may issue. At the end of the current fiscal year, the legal debt limit was \$103,173,518. The available amount as of June 30, 2021 is \$90,054,518.

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

Economic Factors and Next Year's Budgets and Rates

The following factors were considered and incorporated into the preparation of the School District's budget for the 2021-22 fiscal year.

- For the 2021-22 fiscal year the School District will be receiving an increase in state aid. The local tax levy in the General Fund increased by \$857,412 or 2.00 % as salaries continue to increase contractually. The 2021-22 General Fund Budget is \$1,677,545 more than the previous year or a 2.50% increase.
- The tax rate increased from \$1.919 in 2020 to \$1.936 in 2021, a 0.89% increase.

For the Future

The Burlington Township School District is in good financial condition presently. However, a major concern is the continued enrollment growth of the District with an increased reliance on local property taxes as state aid has remained stagnant.

In conclusion, the Burlington Township School District has committed itself to financial excellence for many years. In addition, the School District's system for financial planning, budgeting and internal financial controls are well regarded. The School District plans to continue its sound fiscal management to meet the challenges of the future.

Requests for Information

This financial report is designed to provide a general overview of the School District's finances for all those with an interest in the School District. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Burlington Township School District Business Administrator, Box 428, Burlington, New Jersey, 08016.

Basic Financial Statements

District-Wide Financial Statements

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Statement of Net Position
June 30, 2021

	Governmental Activities	Business-Type Activities	Total
ASSETS:			
Cash and cash equivalents	\$ 1,822,691	\$ 83,358	\$ 1,906,049
Internal Balances	(145,540)	145,540	
Accounts Receivables, net	2,149,386	104,361	2,253,747
Inventory		41,348	41,348
Restricted assets:			
Cash and cash equivalents	7,280,234		7,280,234
Capital assets, net	57,251,061	2,753,825	60,004,886
Total Assets	68,357,832	3,128,432	71,486,264
DEFERRED OUTFLOWS OF RESOURCES:			
Deferred outflows of resources from pensions	968,487		968,487
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	69,326,319	3,128,432	72,454,751
LIABILITIES:			
Accounts payable:			
Other	543,483		543,483
Related to pensions	394,067		394,067
Internal Balances	(301,970)	301,970	
Accrued Liabilities:			
Interest payable	191,024		191,024
Unearned revenue	13,000	44,496	57,496
Noncurrent liabilities:			
Due within one year	2,702,823		2,702,823
Due beyond one year	17,654,587		17,654,587
Total Liabilities	21,197,014	346,466	21,543,480
DEFERRED INFLOWS OF RESOURCES:			
Deferred inflows of resources from pensions	2,578,348	-	2,578,348
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	23,775,362	346,466	24,121,828
NET POSITION:			
Net investment in capital assets	44,132,061	2,753,825	46,885,886
Restricted for:			
Capital projects	5,015,672		5,015,672
Maintenance	2,290,522		2,290,522
Unemployment Compensation	715,517		715,517
Debt Service	5,525		5,525
Student Activities	694,739		694,739
Unrestricted (Deficit)	(7,303,079)	28,141	(7,274,938)
Total Net Position	\$ 45,550,957	\$ 2,781,966	\$ 48,332,923

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

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Statement of Activities
For the Fiscal 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:							
Regular	\$ 20,854,103	\$ 467,322	\$ 1,030,591	\$ -	\$ (19,356,190)	\$ -	\$ (19,356,190)
Special Education	7,270,472		904,910		(6,365,562)		(6,365,562)
Other instruction	2,739,816				(2,739,816)		(2,739,816)
Support Services:							
Tuition	3,175,440				(3,175,440)		(3,175,440)
Student & instruction related services	11,429,469		1,521,571		(9,907,898)		(9,907,898)
General administrative services	736,017				(736,017)		(736,017)
School administrative services	2,574,804				(2,574,804)		(2,574,804)
Central administrative services	2,006,904	474,498			(1,532,406)		(1,532,406)
Plant operations and maintenance	6,709,138		398,557		(6,310,581)		(6,310,581)
Pupil transportation	2,582,209				(2,582,209)		(2,582,209)
Unallocated employee benefits	39,029,963		30,624,407		(8,405,556)		(8,405,556)
Transfer of funds to Charter Schools	151,448				(151,448)		(151,448)
Interest on long-term debt	419,553				(419,553)		(419,553)
Unallocated depreciation and amortization	130,781				(130,781)		(130,781)
Total Governmental Activities	<u>99,810,117</u>	<u>941,820</u>	<u>34,480,036</u>	<u>-</u>	<u>(64,388,261)</u>	<u>-</u>	<u>(64,388,261)</u>
Business-Type Activities:							
Performing Arts	14,878			-	-	(14,878)	(14,878)
Food service	550,018	87,785	351,866	-	-	(110,367)	(110,367)
Total Business-Type Activities	<u>564,896</u>	<u>87,785</u>	<u>351,866</u>	<u>-</u>	<u>-</u>	<u>(125,245)</u>	<u>(125,245)</u>
Total Primary Government	<u>\$ 100,375,013</u>	<u>\$ 1,029,605</u>	<u>\$ 34,831,902</u>	<u>\$ -</u>	<u>(64,388,261)</u>	<u>(125,245)</u>	<u>(64,513,506)</u>
General Revenues:							
Taxes:							
Property taxes, levied for general purposes					42,870,599		42,870,599
Taxes levied for debt service					2,512,793		2,512,793
Federal and State aid unrestricted					23,266,614		23,266,614
Investment and Interest earnings - restricted					1,371		1,371
Miscellaneous					659,703	389	660,092
Special Items:							
Board Contribution of Fixed Assets						20,794	20,794
Total general revenues, special items, extraordinary items and transfers					<u>69,311,080</u>	<u>21,183</u>	<u>69,332,263</u>
Change in Net Position					4,922,819	(104,062)	4,818,757
Net Position - July 1,					39,438,753	2,886,028	42,324,781
Prior Period Adjustments					1,189,385		1,189,385
Net Position - July 1, Restated					<u>40,628,138</u>	<u>2,886,028</u>	<u>43,514,166</u>
Net Position - June 30					<u>\$ 45,550,957</u>	<u>\$ 2,781,966</u>	<u>\$ 48,332,923</u>

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

Fund Financial Statements

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Balance Sheet
Governmental Funds
June 30, 2021

ASSETS	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Assets:					
Cash and Cash Equivalents	\$ 7,971,327	\$ 1,046,696	\$ 44,356	\$ 5,179	\$ 9,067,558
Interfund Accounts Receivable					
General Fund					
Special Revenue Fund	551,524				551,524
Capital Projects Fund				346	346
Enterprise Fund	301,970				301,970
Internal Service Fund	72,654				72,654
Intergovernmental Accounts Receivables:					
State	1,462,120				1,462,120
Federal		480,894			480,894
Other	18,934				18,934
Other Accounts Receivable	150,151				150,151
Total Assets	\$ 10,528,680	\$ 1,527,590	\$ 44,356	\$ 5,525	\$ 12,106,151
LIABILITIES AND FUND BALANCES					
Liabilities:					
Interfund Accounts Payable					
General Fund		551,524			551,524
Debt Service Fund			346		346
Enterprise Fund	145,540				145,540
Accounts Payable:					
Payroll Deductions and Withholdings Payable	35,273				35,273
Unemployment Claims Payable	89,077				89,077
Other	137,533	281,600			419,133
Unearned Revenue	13,000				13,000
Total Liabilities	420,423	833,124	346		1,253,893
Fund Balances:					
Restricted:					
Capital Reserve	4,989,712				4,989,712
Maintenance Reserve	2,290,522				2,290,522
Unemployment Compensation	715,517				715,517
Capital Projects			25,960		25,960
Debt Service				5,525	5,525
Student Activities		694,739			694,739
Scholarships					
Assigned to:					
Other Purposes	1,277,140		18,050		1,295,190
Designated for Subsequent Year's Expenditures	610,582				610,582
Unassigned	224,784	(273)			224,511
Total Fund Balances	10,108,257	694,466	44,010	5,525	10,852,258
Total Liabilities and Fund Balances	\$ 10,528,680	\$ 1,527,590	\$ 44,356	\$ 5,525	

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 \$103,882,652 and the accumulated depreciation is \$46,631,591.	57,251,061
Accrued interest on debt is not due and payable in the current period and therefore is not reported as a liability in the funds.	(191,024)
Accounts payable related to the April 1, 2021 required PERS contribution that is not to be liquidated with current financial resources.	(394,067)
The District's proportionate share of net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows of resources are recognized in the government-wide statements and include:	
Deferred Outflows of resources from Pensions	\$ 968,487
Net Pension Liability	(5,654,735)
Deferred Inflows of resources from Pensions	(2,578,348)
	(7,264,596)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.	
Compensated Absences	\$ (1,583,675)
General Obligation Bonds	(13,119,000)
	(14,702,675)
Net position of governmental activities	\$ 45,550,957

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

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
for the Fiscal Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES:					
Local property tax levy	\$ 42,870,599	\$ -	\$ -	\$ 2,512,793	\$ 45,383,392
Tuition charges	467,322				467,322
Transportation fees	36,340				36,340
Interest earned on capital reserve	1,721				1,721
Interest earned on maintenance reserve	4,125				4,125
Other restricted miscellaneous revenue	1,371				1,371
Unrestricted miscellaneous revenues	617,171		346		617,517
State sources	34,744,592	963,804	(39,419)	509,717	36,178,694
Federal sources	115,956	2,204,717			2,320,673
Local sources		794,655			794,655
Total revenues	78,859,197	3,963,176	(39,073)	3,022,510	85,805,810
EXPENDITURES:					
Current expense:					
Regular instruction	17,984,169	1,030,591			19,014,760
Special education instruction	6,365,562	904,910			7,270,472
Other instruction	2,739,816				2,739,816
Support services and undistributed costs:					
Tuition	3,175,440				3,175,440
Student & instruction related services	10,148,426	1,281,043			11,429,469
General administrative services	736,017				736,017
School administrative services	2,182,460				2,182,460
Central services	920,490				920,490
Administrative Info Technology	611,916				611,916
Plant operations and maintenance	5,486,642				5,486,642
Pupil transportation	2,582,209				2,582,209
Unallocated employee benefits	21,059,838	107,547			21,167,385
Transfer of funds to Charter Schools	151,448				151,448
Capital outlay	1,020,417	398,557	26,269		1,445,243
Debt service:					
Principal				2,585,000	2,585,000
Interest and other charges				450,055	450,055
Total expenditures	75,164,850	3,722,648	26,269	3,035,055	81,948,822
Excess (deficiency) of revenues over (under) expenditures	3,694,347	240,528	(65,342)	(12,545)	3,856,988
Other Financing Sources (Uses):					
Transfers in	12,321		39,419	346	52,086
Transfers out	(39,419)		(12,667)		(52,086)
Total other financing sources (uses)	(27,098)	-	26,752	346	-
Net change in fund balance	3,667,249	240,528	(38,590)	(12,199)	3,856,988
Fund balances, July 1	5,726,862	(21,301)	82,600	17,724	5,805,885
Prior Period Adjustments	714,146	475,239			1,189,385
Fund balances, July 1, Restated	6,441,008	453,938	82,600	17,724	6,995,270
Fund balances, June 30	\$ 10,108,257	\$ 694,466	\$ 44,010	\$ 5,525	\$ 10,852,258

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

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
for the Fiscal Year Ended June 30, 2021

Total net change in fund balances - governmental funds (from B-2)	\$	3,856,988
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
<p style="margin-left: 40px;">Capital outlays are reported in the governmental funds as expenditures. However, on 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 current fiscal year.</p>		
Depreciation expense	\$ (2,615,624)	
Capital outlay	<u>484,309</u>	(2,131,315)
<p style="margin-left: 40px;">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 reported in the statement of activities.</p>		
		2,585,000
<p style="margin-left: 40px;">In the statement of activities, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due. The accrued interest is an addition to the reconciliation.</p>		
		30,502
<p style="margin-left: 40px;">Net differences between pension system contributions recognized in the fund statement of revenues, expenditures and changes in fund balances and the statement of activities.</p>		
		590,050
<p style="margin-left: 40px;">In the statement of activities, certain operating expenses, e.g., compensated absences (vacations) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition to the reconciliation (+).</p>		
		<u>(8,406)</u>
Change in net position of governmental activities	\$	<u><u>4,922,819</u></u>

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Statement of Net Position
Proprietary Funds
June 30, 2021

	Business-type Activities Enterprise Funds			Governmental Activities - Internal Service
	<u>Food Service Program</u>	<u>Performing Arts Center</u>	<u>Total Enterprise</u>	<u>Technology Services</u>
ASSETS:				
Current assets:				
Cash and cash equivalents	\$ 70,067	\$ 13,291	\$ 83,358	\$ 35,367
Accounts receivable	102,986	1,375	104,361	37,287
Interfund receivable	142,410	3,130	145,540	-
Inventories	41,348	-	41,348	-
Total current assets	<u>356,811</u>	<u>17,796</u>	<u>374,607</u>	<u>72,654</u>
Noncurrent assets:				
Building and Building Improvements	2,875,568	-	2,875,568	-
Equipment	677,015	-	677,015	-
	<u>3,552,583</u>	<u>-</u>	<u>3,552,583</u>	<u>-</u>
Less accumulated depreciation	(798,758)	-	(798,758)	-
Total noncurrent assets	<u>2,753,825</u>	<u>-</u>	<u>2,753,825</u>	<u>-</u>
Total assets	<u>\$ 3,110,636</u>	<u>\$ 17,796</u>	<u>\$ 3,128,432</u>	<u>\$ 72,654</u>
LIABILITIES				
Current liabilities:				
Unearned Revenue	\$ 39,251	\$ 5,245	\$ 44,496	\$ -
Interfund payable	301,970	-	301,970	72,654
Total liabilities	<u>341,221</u>	<u>5,245</u>	<u>346,466</u>	<u>72,654</u>
NET POSITION				
Net Investment in Capital Assets	2,753,825	-	2,753,825	-
Unrestricted	15,590	12,551	28,141	-
Total net position	<u>\$ 2,769,415</u>	<u>\$ 12,551</u>	<u>\$ 2,781,966</u>	<u>\$ -</u>

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

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
for the Fiscal Year Ended June 30, 2021

	Business-type Activities			Governmental
	Enterprise Funds			Activities -
	<u>Food Service</u>	<u>Performing Arts</u>	<u>Total</u>	<u>Internal Service</u>
	<u>Program</u>	<u>Center</u>	<u>Enterprise</u>	<u>Technology</u>
				<u>Services</u>
Operating revenues:				
Charges for services:				
Daily sales-reimbursable programs	\$ -	\$ -	\$ -	\$ -
Daily sales-non-reimbursable programs	7,252	-	7,252	-
Special functions	10,533	-	10,533	-
Charges for technology services	-	-	-	474,498
Refund of prior year expense	70,000	-	70,000	-
Rentals	-	-	-	-
Total operating revenue	<u>87,785</u>	<u>-</u>	<u>87,785</u>	<u>474,498</u>
Operating expenses:				
Salaries and benefits	249,144	5,818	254,962	-
Supplies and materials	10,864	9,060	19,924	-
Depreciation	91,543	-	91,543	-
Management fee	28,059	-	28,059	-
Cost of sales - reimbursable programs	161,269	-	161,269	-
Cost of sales - nonreimbursable programs	2,830	-	2,830	-
Other costs	6,309	-	6,309	474,498
Total operating expenses	<u>550,018</u>	<u>14,878</u>	<u>564,896</u>	<u>474,498</u>
Operating income (loss)	<u>(462,233)</u>	<u>(14,878)</u>	<u>(477,111)</u>	<u>-</u>
Nonoperating revenues (expenses):				
State sources:				
State school lunch program	10,098	-	10,098	-
Federal sources:				
National school lunch program	195,597	-	195,597	-
National school breakfast program	126,982	-	126,982	-
U.S.D.A. commodities	19,189	-	19,189	-
Local sources:				
Interest revenue	351	38	389	-
Total nonoperating revenues (expenses)	<u>352,217</u>	<u>38</u>	<u>352,255</u>	<u>-</u>
Change in net position before other items	(110,016)	(14,840)	(124,856)	-
Other Items				
Board contribution of capital assets	20,794	-	20,794	-
Change in Net Position	(89,222)	(14,840)	(104,062)	-
Total net position - July 1	<u>2,858,637</u>	<u>27,391</u>	<u>2,886,028</u>	<u>-</u>
Total net position - June 30	<u>\$ 2,769,415</u>	<u>\$ 12,551</u>	<u>\$ 2,781,966</u>	<u>\$ -</u>

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

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Statement of Cash Flows
Proprietary Funds
for the Fiscal Year Ended June 30, 2021

	Business-type Activities			Governmental
	Enterprise Funds			Activities -
	Food Service Program	Performing Arts Center	Total Enterprise	Internal Service Technology Services
Cash flows from operating activities:				
Receipts from customers	\$ 174,786	\$ -	\$ 174,786	\$ 509,865
Payments to employees	(277,323)	(5,818)	(283,141)	
Payments to suppliers	(225,928)	(9,060)	(234,988)	(474,498)
Net cash used for operating activities	<u>(328,465)</u>	<u>(14,878)</u>	<u>(343,343)</u>	<u>35,367</u>
Cash flows from noncapital financing activities:				
State sources	10,333	-	10,333	-
Federal sources	231,449	-	231,449	-
Net cash provided by non-capital financing activities	<u>241,782</u>	<u>-</u>	<u>241,782</u>	<u>-</u>
Cash flows from capital activities:				
Purchases of fixed assets	(20,794)	-	(20,794)	
	<u>(20,794)</u>	<u>-</u>	<u>(20,794)</u>	<u>-</u>
Cash flows from investing activities:				
Interest and dividends	351	38	389	-
Net cash provided by investing activities	<u>351</u>	<u>38</u>	<u>389</u>	<u>-</u>
Net increase in cash and cash equivalents	(107,126)	(14,840)	(121,966)	35,367
Balances - July 1	<u>177,193</u>	<u>28,131</u>	<u>205,324</u>	<u>-</u>
Balances - June 30	<u>\$ 70,067</u>	<u>\$ 13,291</u>	<u>\$ 83,358</u>	<u>\$ 35,367</u>
Reconciliation of operating loss to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (462,233)	\$ (14,878)	\$ (477,111)	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	91,543	-	91,543	-
Federal commodities	19,189	-	19,189	-
Board contribution of fixed assets	20,794	-	20,794	-
(Increase) decrease in inventories	20,501	-	20,501	-
(Increase) decrease in accounts receivable	56,804	-	56,804	35,367
(Increase) decrease in interfund payable	(70,000)	-	(70,000)	-
Increase (decrease) in unearned revenue	(5,063)	-	(5,063)	-
Total adjustments	<u>133,768</u>	<u>-</u>	<u>133,768</u>	<u>35,367</u>
Net cash provided by (used for) operating activities	<u>\$ (328,465)</u>	<u>\$ (14,878)</u>	<u>\$ (343,343)</u>	<u>\$ 35,367</u>

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

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Township of Burlington School District (School District) is a Type II district located in the County of Burlington, State of New Jersey. As a Type II district, it functions independently through a Board of Education. The Board is comprised of nine members elected to three-year terms. These terms are staggered so that three member's terms expire each year. The purpose of the School District is to provide educational services for resident students in grades K through 12. The Burlington School District has an approximate enrollment at June 30, 2021 of 3,583 students.

The primary criteria for including activities within the School District's reporting entity, as set forth in Section 2100 of the Governmental Accounting Standards Board (GASB) *Codification of Governmental Accounting and Financial Reporting Standards* is the degree of oversight responsibility maintained by the School District. Oversight responsibility includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. The combined financial statements include all funds of the School district over which the Board exercises operating control.

Component Units – GASB Statement No. 14, *The Financial Reporting Entity* and GASB Statement No. 39, *Determining Whether Certain Organizations are Component Unit*, provide guidance that all entities associated with a primary government are potential component units and should be evaluated for inclusion in the financial reporting entity. A primary government is financially accountable not only for the organizations that make up its legal entity, but also for legally separate organizations that meet the criteria established by GASB Statements No. 14 and No. 39. In addition, GASB Statement No. 61, provides additional guidance for organizations that do not meet the financial accountability criteria for inclusion as component units but that nevertheless should be included because the primary government's management determines that it would be misleading to exclude them. GASB Statement No. 80, *Blending Requirements for Certain Component Units* - an Amendment of GASB Statement No. 14 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criteria requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. There were no additional entities required to be included in the reporting entity under the criteria as described above. Furthermore, the School District is not includable in any other reporting entity on the basis of such criteria.

Basis of Presentation

The basic financial statements of the School 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 School District's accounting policies are described below.

The School District's basic financial statements consists of government-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.

Government-wide Statements - The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The statement of net position presents the financial condition of the governmental and business-type activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for the business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program or department and, therefore, clearly identifiable to a particular function. The policy of the School District is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Government-wide Statements (Continued) - The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements - During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a single column. The fiduciary fund is reported by type. The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

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

As required by the New Jersey State Department of Education, the School District includes budgeted capital outlay in this fund. Accounting principles generally accepted in the United States of America 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 which 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.

Special Revenue Fund - The special revenue fund is used to account for and report the proceeds of specific revenues sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Projects Fund - The capital projects fund is used to account and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets, other than those financed by proprietary funds. The financial resources are derived from New Jersey Economic Development Authority grants, temporary notes or serial bonds which 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 and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Proprietary Funds - Proprietary funds are used to account for the School District's ongoing activities, which are similar to those in the private sector.

Enterprise Funds - The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the School District is that all costs (expenses, including depreciation) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges; or, where the School District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Proprietary Funds (Continued)

The School District's enterprise funds are:

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

Performing Arts Center Fund – This fund accounts for the financial transactions related to the performing arts center operations of the School District.

All proprietary funds are accounted for on a cost of services or “capital maintenance” measurement focus. This means that all assets and all liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (net position) is segregated into investment in capital assets, net of related debt, and unrestricted net position, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	12 Years
Light Trucks and Vehicles	4 Years
Heavy Trucks and Vehicles	6 Years

Internal Service Fund – The internal service fund has been established to account for the financing of technology services provided by the Burlington Township School District for use by other school districts, as well as for the Burlington Township School District itself. Services are provided on a cost-reimbursement basis.

Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net position.

Fund Financial Statements – All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e. revenues and other financing sources) and uses (i.e. expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus (Continued)

Fund Financial Statements (Continued) - Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e. revenues) and decreases (i.e. expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. Fiduciary funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined and "available" means that 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 School District, available means expected to be received within sixty days after fiscal year end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include Ad Valorem (property) taxes, grants, entitlements, and donations. 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 School 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 School District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". With the exception of restricted formula aids recorded in the special revenue fund, 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 fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: tuition, grants, fees, and rentals.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the fiscal year is reported in the operating statement as an expense. Unused donated commodities are reported as deferred revenue. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgets/Budgetary Control - Annual appropriated budgets are prepared in the spring of each fiscal year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for their approval. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:23A-16.2(f)1. Transfers of appropriations may be made by School Board resolution at any time during the fiscal year in accordance with N.J.A.C. 6A:23A-13.3.

Formal budgetary integration into the accounting system is employed as a management control device during the fiscal year. For governmental funds there are no substantial differences between the budgetary basis of accounting and accounting principles generally accepted in the United States of America with the exception of the legally mandated revenue recognition of the one or more June state aid payments for budgetary purposes only and the special revenue fund. 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 budgetary basis. The budgetary basis differs from GAAP in that the budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

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

Exhibit C-3 presents a reconciliation of the general fund revenues and special revenue fund revenues and expenditures from the budgetary basis of accounting as presented in the general fund budgetary comparison schedule and the special revenue fund budgetary comparison schedule to the GAAP basis of accounting as presented in the statement of revenues, expenditures and changes in fund balances – governmental funds. Note that the School 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 one or more June state aid payments.

Encumbrances - Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Encumbrances are a component of fund balance 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 governmental funds, other than the special revenue fund, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate.

Open encumbrances in the special revenue fund, however, for which the School District has received advances of grant awards, are reflected in the balance sheet as deferred 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.

Cash, Cash Equivalents and Investments - Cash and cash equivalents, for all funds, 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. Such is the definition of cash and cash equivalents used in the statement of cash flows for the proprietary funds. 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. N.J.S.A. 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash, Cash Equivalents and Investments (Continued) - N.J.S.A. 17:9-41et 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 Governmental Unit Deposit Protection Act (GUDPA), a multiple financial institution collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the governmental units.

Tuition Receivable - Tuition charges were established by the School District based on estimated costs. The charges are subject to adjustment when the final costs are determined.

Tuition Payable - Tuition charges for the fiscal years ended June 30, 2021 and 2020 were based on rates established by the receiving school district. These rates are subject to change when the actual costs have been determined.

Inventories - Inventories are valued at cost, which approximates market. The costs are determined on a first-in, first-out basis.

The cost of inventories in governmental fund types is recorded as expenditures when purchased rather than when consumed and is not recorded since any amounts are considered immaterial to the basic financial statements.

Inventories recorded in the government-wide financial statements and in the proprietary fund types are recorded as expenditures when consumed rather than when purchased.

Prepaid Expenses - Prepaid expenses recorded on the government-wide financial statements and in the proprietary fund types represent payments made to vendors for services that will benefit periods beyond June 30, 2021.

In the governmental fund types, however, payments for prepaid items are fully recognized as an expenditure in the fiscal year of payment. No asset for the prepayment is created, and no expenditure allocation to future accounting periods is required (*non-allocation method*). This is consistent with the basic governmental concept that only expendable financial resources are reported by a specific fund.

Deferred Expenditures - Deferred expenditures are disbursements that are made in one period but are more accurately reflected as an expenditure/expense in the next fiscal period. Unlike prepaid expenses, deferred expenditures are not regularly recurring cost of operations.

Short-Term Interfund Receivables / Payables - Short-term interfund receivables / payables represent amounts that are owed, other than charges for goods or services rendered to / from a particular fund in the School District and that are due within one year. These amounts are eliminated in the governmental and business-type columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Capital Assets - General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and the proprietary fund statement of net position.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets (Continued) - All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of \$2,000. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land and Improvements	10-20 years	N/A
Buildings and Improvements	10-50 years	N/A
Furniture and Equipment	5-20 years	12 years
Vehicles	5-10 years	4-6 years

Bond Discount and Bond Premium – Bond discount and bond premium arising from the issuance of the general obligation bonds are recorded as liabilities. They are amortized in a systematic and rational manner over the duration of the related debt as a component of interest expense. Bond discount and bond premium are presented as an adjustment of the face amount of the bonds.

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

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid with expendable available financial resources. In proprietary funds, the entire amount of compensated absences is recorded as a fund liability.

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

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

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

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net investment in capital assets - This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

Restricted – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or law or regulations of other governments.

Unrestricted – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

It is the School District’s policy to apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance – The School District reports fund balance in classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District’s classifications, and policies for determining such classifications, are as follows:

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The “not in spendable form” criteria includes items that are not expected to be converted to cash, such as inventories and prepaid amounts. The School District had no nonspendable fund balance at June 30, 2021.

Restricted – This fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – This fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the School District’s highest level of decision making authority, which for the School District is the Board of Education. Once committed, amounts cannot be used for any other purpose unless the Board of Education removes, or changes, the specified use by taking the same type of action imposing the commitment.

Assigned – This fund balance classification includes amounts that are constrained by the School District’s *intent* to be used for specific purposes but are neither restricted nor committed. *Intent* is expressed by either the Board of Education or by the Business Administrator, to which the Board of Education has delegated the authority to assign amounts to be used for specific purposes.

Unassigned – This fund balance classification is the residual classification for the General Fund. It represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available, it is the School District’s policy to spend restricted fund balances first. Likewise, when an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the School District to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Operating and Non-Operating Revenues and Expenses - Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for the food service program and rental fees for the performing arts center. Non-operating revenues principally consist of interest income earned on various interest bearing accounts and federal and state subsidy reimbursements for the food service program.

Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. There are no non-operating expenses.

Interfunds – Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed.

Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

Recently Issued Accounting Pronouncements – In June 2017, the GASB issued Statement 87, *Leases*. This Statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. Management is currently evaluating the impact of the adoption of this Statement on the District’s financial statements.

In May 2019, the GASB issued 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. The requirements of this Statement are effective for reporting periods beginning after December 15, 2021. This Statement should have no impact on the District’s financial statements.

In March 2020, the GASB issued 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). The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. This Statement should have no impact on the District’s financial statements.

In May 2020, the GASB issued 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). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset-and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosure regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. Management is currently evaluating the impact of the adoption of this Statement on the District’s financial statements.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

2. CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits – Custodial credit risk refers to the risk that, in the event of a bank failure, the School District’s deposits might not be recovered. Although the School District does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Unit (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the School district in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings of funds that pass to the School District relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized. Of the School District’s amount on deposit of \$12,535,833 as of June 30, 2021, \$250,000 was insured under FDIC and the remaining balance of \$12,176,859 was collateralized under GUDPA.

During the fiscal year, the School district participated in the New Jersey Cash Management Fund. This Fund is governed by regulations of the State Investment Council, who prescribe standards designed to insure the quality of investments in order to minimize risk to the Funds participants. Deposits with the New Jersey Cash Management Fund are not subject to custodial risk. Accordingly, the School District’s deposits with the New Jersey Cash Management Fund of \$108,974 were uninsured and uncollateralized

3. CAPITAL RESERVE ACCOUNT

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

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

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

Balance – July 1, 2020		\$ 3,083,387
Increased by:		
Budget Resolution	\$ 2,500,000	
Interest Earned	4,126	
Transfer from Capital Reserve	12,321	2,516,447
		5,599,834
Decreased by:		
Transfer to General Fund Budget		570,703
Transfer to Capital Projects Fund		39,419
		610,122
Balance – June 30, 2021		\$ 4,989,712

The June 30, 2021 capital reserve balance does not exceed the LRFP balance of local support costs of uncompleted capital projects.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

4. ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2021 consisted of accounts (fees) and intergovernmental grants. All intergovernmental receivables are considered collectible in full due to the stable condition of State programs and the current fiscal year guarantee of federal funds.

Accounts receivable at June 30, 2021 for the School District's individual major and fiduciary funds, in the aggregate, are as follows:

	General Fund	Special Revenue Fund	Capital Projects Fund	Proprietary Funds	Total
State Aid	\$ 1,462,120	\$ -	\$ -	\$ 2,261	\$ 1,464,381
Federal Aid	-	480,894	-	29,235	510,129
Other	169,085	-	-	72,865	241,950
	<u>\$ 1,653,055</u>	<u>\$ 480,894</u>	<u>\$ -</u>	<u>\$ 104,361</u>	<u>\$ 2,216,460</u>

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

5. CAPITAL ASSETS

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

	<u>Balance June 30, 2020</u>	<u>Additions</u>	<u>Adjustments/ Deletions</u>	<u>Balance June 30, 2021</u>
Governmental Activities:				
<i>Capital Assets, not being depreciated</i>				
Land	\$ 1,621,644	\$ -	\$ -	\$ 1,621,644
Total Capital Assets not being Depreciation	1,621,644			1,621,644
<i>Capital Assets, being depreciated</i>				
Building and Improvements	92,890,605	265,352		93,155,957
Equipment	8,886,094	218,957		9,105,051
Total Historical Cost	101,776,699	484,309	-	102,261,008
<i>Less Accumulated Depreciation:</i>				
Building and Improvements	(37,137,443)	(2,107,653)		(39,245,096)
Equipment	(6,878,524)	(507,971)		(7,386,495)
Total Accumulated Depreciation	(44,015,967)	(2,615,624)	-	(46,631,591)
Total Capital Assets, being depreciated, net	57,760,732	(2,131,315)	-	55,629,417
Governmental Activities Capital Assets, Net	<u>\$ 59,382,376</u>	<u>\$ (2,131,315)</u>	<u>\$ -</u>	<u>\$ 57,251,061</u>
Business-Type Activities:				
Building and Improvements	\$ 2,875,568	\$ -	\$ -	\$ 2,875,568
Equipment	656,221	20,794		677,015
Total Historical Cost	3,531,789	20,794	-	3,552,583
<i>Less Accumulated Depreciation:</i>				
Building and Improvements	(250,638)	(74,668)		(325,306)
Equipment	(456,578)	(16,874)		(473,452)
Total Accumulated Depreciation	(707,216)	(91,542)	-	(798,758)
Business-Type Activities Capital Assets, Net	<u>\$ 2,824,573</u>	<u>\$ (70,748)</u>	<u>\$ -</u>	<u>\$ 2,753,825</u>

Depreciation expense in the amount of \$2,615,624 was charged to governmental functions as follows:

<u>Function</u>	<u>Amount</u>
Regular Instruction	\$ 1,830,937
Administration	392,344
Plant Operations and Maintenance	261,562
Unallocated	130,781
Total depreciation expense	<u>\$ 2,615,624</u>

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

6. INVENTORY

Inventory in the Food Service Fund at June 30, 2021 consisted of the following:

Food	\$ 29,405
Supplies	11,943
	\$ 41,348

7. LONG-TERM OBLIGATIONS

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

	Balance June 30, 2020	Increases	Decreases	Balance June 30, 2021	Due Within One Year
Bonds Payable	\$ 15,704,000	\$ -	\$ 2,585,000	\$ 13,119,000	\$ 2,630,000
Compensated Absences Payable	1,575,269	126,860	118,454	1,583,675	72,823
Net Pension Liability	6,154,036		499,301	5,654,735	
Total Long-Term Obligations	\$ 23,433,305	\$ 126,860	\$ 3,202,755	\$ 20,357,410	\$ 2,702,823

Bonds Payable - Bonds and loans are authorized in accordance with State law by the voters of the District through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Outstanding bonds issued by the District are as follows:

Refunding Bonds - Authorized and issued, \$6,005,000, dated April 1, 2012, for refunding a portion of the 2004 bonds issued for the acquisition of land, construction of a new elementary school, expansion of Fountain Woods Elementary School and High School. The final maturity is due July 15, 2024 with interest rates varying from 4.00% to 4.50%

School Bonds - Authorized and issued, \$7,114,000, dated July 15, 2016, for various improvements and renovations, to acquire necessary furnishings and equipment, and site work of the district. The final maturity is due July 15, 2026 with interest rates varying from 1.50% to 2.00%.

Debt Service Requirements

Principal and interest due on bonds outstanding are as follows:

Year ending June 30,	Principal	Interest	Total
2022	\$ 2,630,000	\$ 380,430	\$ 3,010,430
2023	2,665,000	296,630	2,961,630
2024	2,695,000	199,130	2,894,130
2025	2,730,000	98,530	2,828,530
2026	1,200,000	35,980	1,235,980
2027-2028	1,199,000	11,990	1,210,990
	\$ 13,119,000	\$ 1,022,690	\$ 14,141,690

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

Compensated Absences

Compensated absences will be paid from the fund from which the employees' salaries are paid.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

8. OPERATING LEASES

The District has various commitments for office equipment under operating leases which fully expire in 2024. Total operating lease payments made during the year ended June 30, 2021 and 2020 were \$122,341 and \$131,854, respectively. Future minimum lease payments are as follows:

<u>Year Ended</u>	<u>Amount</u>
June 30, 2022	\$ 67,950
June 30, 2023	66,079
June 30, 2024	7,324
June 30, 2025	<u>-</u>
Total future minimum lease payments	<u>\$ 141,353</u>

9. PENSION PLANS

Description of Plans – Substantially all of the School District's employees participate in one of the following pension plans which have been established by State statute and are administered by the New Jersey Division of Pensions and Benefits (Division): the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS). In addition, several School District employees participate in the Defined Contribution Retirement Program (DCRP), which is a defined contribution pension plan. This plan is administered by Prudential Financial for the Division. Each plan has a Board of Trustees that is primarily responsible for its administration. The Division issues a publicly available financial report that includes financial statements and required supplementary information. For additional information about TPAF, please refer to the Division's annual financial statements which can be found at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

Teachers' Pension and Annuity Fund (TPAF)

Plan Description - The Teachers' Pension and Annuity Fund is a cost-sharing multiple-employer defined benefit pension plan, with a special funding situation, which was established on January 1, 1955, under the provisions of N.J.S.A. 18A:66. 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. The TPAF's designated purpose is to provide retirement, death and disability, and medical benefits to qualified members. Membership in the TPAF is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, who have titles that are unclassified, professional and certified. The TPAF's Board of Trustees is primarily responsible for the administration of the TPAF.

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

The following represents the membership tiers for TPAF:

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

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

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

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

Contributions - The contribution requirements of plan members are determined by N.J.S.A.18A:66 and requires contributions by active members and contributing employers. Pursuant to the provisions of Chapter 78, P.L. 2011, the member contribution rate was 7.50% in State fiscal year 2021. 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.

Under current statute, all employer contributions are made by the State of New Jersey on-behalf of the School District and all other related non-contributing employers. No normal or accrued liability contribution by the School District has been required over the several preceding fiscal years. These on-behalf contributions by the State of New Jersey are considered a special funding situation, under the definition of GASB 68, *Accounting and Financial Reporting for Pensions*.

The School District was not required to make any contributions to the pension plan during the fiscal year ended June 30, 2021 because of the 100.00% special funding situation with the State of New Jersey.

Based on the most recent TPAF measurement date of June 30, 2020, the State's contractually required contribution, on-behalf of the School District, to the pension plan for the fiscal year ended June 30, 2021 was \$5,677,499 and was paid by April 1, 2021. School District employee contributions to the pension plan during the fiscal year ended June 30, 2021 were \$2,162,820.

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the 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.

At June 30, 2021, the School District was not required to report a liability for its proportionate share of the net pension liability because of a 100% special funding situation by the State of New Jersey.

For the year ended June 30, 2021, the School District recognized pension expense of \$10,259,356 and revenue of \$10,259,356 for support provided by the State. Although the School District does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the School District.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

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

The collective amounts are the total of all New Jersey local governments participating in the TPAF plan.

	06/30/20	06/30/19
Collective deferred outflows of resources	\$ 9,458,881,999	\$ 9,932,767,606
Collective deferred inflows of resources	14,424,322,612	17,539,845,423
Collective net pension liability (Non-Employer – State of New Jersey)	65,993,498,688	61,519,112,443
State's portion of the net pension liability that was associated with the School District	164,983,169	153,660,779
State's portion of the net pension liability that was associated with the School District as a percentage of the collective net pension liability	.2505484947%	.2503803414%

Actuarial assumptions – The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020.

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	1.55- 4.45%
	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 tables 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.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

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

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:

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

Discount rate. The discount rate used to measure the State's 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 (State of New Jersey) 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.

Sensitivity of the School District's proportionate share of the net pension liability to changes in the discount rate. As previously mentioned, TPAF has a special funding situation where the State pays 100% of the School District's annual required contribution. As such, the proportionate share of the net pension liability as of June 30, 2020, the pension plans measurement date, attributable to the School District is \$0.00, and the State of New Jersey's proportionate share of the net pension liability, attributable to the School District, using a discount rate of 5.40%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.40%) or 1 percentage point higher (6.40%) that the current rate:

	<u>1% Decrease (4.40%)</u>	<u>Current Discount Rate (5.40%)</u>	<u>1% Increase (6.40%)</u>
District's proportionate share of the net pension liability	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the School District	<u>193,792,054</u>	<u>164,983,169</u>	<u>141,062,225</u>
	<u>\$ 193,792,054</u>	<u>\$ 164,983,169</u>	<u>\$ 141,062,225</u>

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

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

Detailed information about the pension plan's sensitivity of the collective net pension liability to changes in the discount rate is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

Public Employees' Retirement System (PERS)

Plan Description - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan which was established on January 1, 1955. The PERS provides retirement, death and disability, and medical benefits to certain qualified members. Vesting Membership in the PERS is mandatory for substantially all full-time employees of the Authority, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund. The PERS's Board of Trustees is primarily responsible for the administration of the PERS. For additional information about PERS, please refer to Division's annual financial statements, which can be found at <http://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

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

The following represents the membership tiers for PERS:

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

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

Contributions - The contribution requirements of plan members are determined by N.J.S.A 43:15A and requires contributions by active members and contributing employers. The School District's contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

Based on the most recent PERS measurement date of June 30, 2020, the School Districts contractually required contribution to the pension plan for the fiscal year ended June 30, 2021 was \$379,337 and was paid by April 1, 2021. School District employee contributions to the pension plan during the fiscal year ended June 30, 2021 were \$191,465.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

The School District is billed annually for its normal contribution plus any accrued liability. The School District's contributions, equal to the required contribution for each fiscal year, were as follows:

Fiscal Year	Normal Contributions	Accrued Liability	Non Contributory Life	Long Term Disability	Total Liability Paid by District
2021	\$ 43,307	\$ 317,695	\$ 18,335	\$ -	\$ 379,337
2020	30,743	284,490	16,986	1,196	333,415
2019	43,576	289,273	15,856	1,128	349,833

Pension Liabilities, Pension Expense, and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. 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.

At June 30, 2021, the School District reported a liability of \$5,654,735 for its proportionate share of the net pension liability. 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. The School District's proportion of the of the net pension liability was based on a projection of the School District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employees, actuarially determined.

For the year ended June 30, 2021, the School District recognized pension expense of (210,715). At June 30, 2021, the School District reported a liability of \$5,654,735 for its proportionate share of the PERS net pension liability and deferred outflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 102,963	\$ 19,998
Changes of assumptions	183,446	2,367,691
Net Difference between projected and actual earnings on pension plan investments	193,283	-
Changes in proportion	94,728	190,659
District contributions subsequent to the measurement date	394,067	
Total	\$ 968,487	\$ 2,578,348

\$394,067 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2021, the plan measurement date is June 30, 2020) will be recognized as a reduction of the net liability in the year ended June 30, 2021.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

For the year ended:	Net Deferred Outflows (Inflows) of Resources
2022	\$ (797,585)
2023	(602,521)
2024	(450,518)
2025	(125,250)
2026	(28,054)
Total	\$ (2,003,928)

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, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	-	5.63
June 30, 2019	5.16	-
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, 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

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Additional Information

Collective balances at June 30, 2020 and 2019 are as follows:

	<u>6/30/2020</u>	<u>6/30/2019</u>
Collective deferred outflows of resources	\$ 2,590,600,991	\$ 3,149,522,616
Collective deferred inflows of resources	\$ 12,009,239,423	\$ 7,645,087,574
Collective net pension liability	\$ 16,435,616,426	\$ 18,143,832,135
School District's Proportion	.0346759131%	.0341540191%

Actuarial assumptions – The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020.

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through 2026	2.00 – 6.00% based on years of service
Thereafter	3.00 – 7.00% based on years of service
Investment Rate of Return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 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.

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.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2020 are summarized in the following table:

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

Discount rate. The discount rate used to measure the State's 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 the 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 School District's proportionate share of the net pension liability to changes in the discount rate. The following presents the School District's proportionate share of the net pension liability measured as of June 30, 2020, calculated using the discount rate of 7.00%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
School District's proportionate share of the net pension liability	\$ 7,118,368	\$ 5,654,735	\$ 4,412,802

Pension Plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

9. PENSION PLANS (Continued)

Defined Contribution Retirement Program (DCRP)

The Defined Contribution Retirement Program 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 a 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 Financial not later than the fifth business day after the date on which the employee is paid for that pay period.

The School District’s contributions, equal to the required contribution for each fiscal year, were as follows:

<u>Fiscal Year</u>	<u>Total Liability</u>	<u>Paid by School District</u>
2021	\$ 23,412	\$ 23,412
2020	36,600	36,600
2019	6,062	6,062

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Description and Benefits Provided

The State Health Benefit Local Education Retired Employees Plan (the “OPEB Plan”) is a multiple-employer defined benefit OPEB plan, with a special funding situation, 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 OPEB Plan is administered by the State of New Jersey Division of Pensions and Benefits (the “Division”) and is part of the New Jersey State Health Benefits Program (SHBP). The Division issues a publicly available financial report that includes financial statements and required supplementary information which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
<https://www.nj.gov/treasury/pensions/financial-reports.shtml>

The OPEB Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Contributions

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey (the “State”) 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 Teacher’s Pension and Annuity Fund (TPAF), the Public Employees’ Retirement System (PERS), the Police and Firemen Retirement System (PFRS). 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.

Plan Membership

As of June 30, 2019, the program membership consisted of the following:

Active Plan Members	216,804
Inactive Plan Members or Beneficiaries Currently Receiving Benefits	149,304
Inactive Plan Members Entitled to but Not Yet Receiving Benefits	-
	366,108

Total Non-Employer OPEB Liability

The State of New Jersey, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB Plan for qualified retired PERS, TPAF and PFRS participants. The School District’s proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the School District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position.

Actuarial assumptions and other imputes - The total nonemployer OPEB liability as of the June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. The actuarial assumptions vary for each plan member depending on the pension plan the member enrolled in.

This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	2.50%		
	TPAF/ABP	PERS	PFRS
Salary Increases Through 2026	1.55 – 4.45% based on service years	2.00 – 6.00% based on service years	3.25 – 15.25% based on service years
Thereafter	1.55 – 4.45% based on service years	3.00 - 7.00% based on service years	Applied to all future years

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Preretirement mortality rates were based on the Pub-2010 Healthy Teacher’s (TPAF), and “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using the Scale MP-2020. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational improvement projections from the central year using the Scale MP-2020. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational improvement projections from the central year using the Scale MP-2020.

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

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 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%.

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.

Changes in the Total Nonemployer OPEB Liability

The table below summarizes the State’s proportionate share of the change in the total nonemployer OPEB liability associated with the School District:

	Total OPEB Liability
Balance as of June 30, 2019	\$ 92,638,573
Changes for the years'	
Service Cost	4,109,465
Interest	3,340,922
Changes of benefit terms	
Differences between expected and actual experience	28,820,872
Changes in assumptions	28,226,982
Gross Benefit Payments	(2,690,208)
Contributions from the Non-employer	N/A
Contributions from the Member	81,540
Net Investment Income	N/A
Administrative Expense	N/A
Net Changes	\$ 61,889,573
Balance at 06/30/2020	\$ 154,528,146

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

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

	1% Decrease (1.21%)	Discount Rate (2.21%)	1% Increase (3.21%)
State of New Jersey's Proportionate Share of the Total Nonemployer OPEB Liability Associated with the School District	\$ 186,291,656	\$ 154,528,146	\$ 129,692,140

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

	1% Decrease	Healthcare Cost Trend Rates	1% Increase
State of New Jersey's Proportionate Share of the Total Nonemployer OPEB Liability Associated with the School District	\$ 124,740,331	\$ 154,528,146	\$ 189,998,814

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

For the fiscal year ended June 30, 2021, the School District recognized \$8,403,987 in OPEB expense and revenue, in the government-wide financial statements, for the State's proportionate share of the OPEB Plan's OPEB Expense, associated with the School District. This expense and revenue were based on the OPEB Plan's June 30, 2020 measurement date.

In accordance with GASBS No. 75, the School District's proportionate share of the OPEB liability is zero. As such, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources by the School District.

At June 30, 2021, the State's proportionate share of the total nonemployer OPEB liability's deferred outflows of resources and deferred inflows of resources, associated with the School District, from the following sources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Change in Proportion	\$ 6,071,765	\$ (78,974)
Differences between expected and actual experience	23,461,398	(20,898,579)
Changes of assumptions	26,284,729	(17,632,537)
Total	\$ 55,817,892	\$ (38,610,090)

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB) (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to State's proportionate share of the total nonemployer OPEB Liability, associated with the School District, will be recognized in OPEB expense as follows:

For the year ended:		
2021	\$	151,892
2022		151,892
2023		151,892
2024		151,892
2025		151,892
Thereafter		16,448,342
Total	\$	17,207,802

Detailed information about the pension plan's sensitivity of the collective net pension liability to changes in the discount rate is available in the separately issued State of New Jersey Division of Pensions and Benefits financial report.

11. ON-BEHALF PAYMENTS

For the fiscal year ended June 30, 2021, the School District has recognized as revenues and expenditures on-behalf payments made by the state for normal retirement costs, post-retirement medical costs and long-term disability insurance related to TPAF, in the fund statements. The amounts recognized as revenues and expenditures in the fund financial statements for normal costs, post-retirement medical costs and long-term disability insurance were \$7,586,023, \$2,377,342, and \$2,648, respectively. In addition, \$2,098,219 on-behalf payments were made by the state for the employer's share of social security contributions for TPAF members, as calculated on their base salaries.

12. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and accident claims; and natural disasters. The District has chosen to purchase insurance to transfer the risk to outside parties.

Property and Liability Insurance - The District maintains commercial insurance coverage for all risks of loss, including property, liability, employee health, accident insurance and public official surety bonds. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

A complete schedule of insurance coverage can be found in the "Statistical Section" of this report.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the "Business 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.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

12. RISK MANAGEMENT (Continued)

The following is a summary of the School District's unemployment compensation contributions, employee contributions, reimbursements to the State for benefits paid and the ending balance of the current and previous two fiscal years:

<u>Fiscal Year</u>	<u>Employee Contributions</u>	<u>Employer Contributions</u>	<u>Interest Earned</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020-2021	\$ -	\$ -	\$ 1,371	\$ -	\$ 715,517
2019-2020	50,767	-	8,386	76,681	714,146
2018-2019	50,790	-	9,903	3,713	731,674

13. DEFERRED COMPENSATION

The School District offers its employees a choice of various deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, available to all permanent School District employees, permit participants to defer a portion of their current salary to future years. Participation in the plans is optional. The deferred compensation is not available to the participants until termination, retirement, death, or an unforeseeable emergency occurs. The plan assets are held in trust for the benefit of the employee and are administered by a third party therefore they are not reflected on the financial statements of the School District.

14. COMPENSATED ABSENCES

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

School District employees are granted vacation and sick leave in varying amounts in accordance with the School District's personnel policies. Unused sick leave may be accumulated carried forward to the subsequent years. Employees who retire from the School District shall be paid for unused sick leave in accordance with the School District's agreement or personnel policy.

The liability for vested compensated absences is recorded within those funds as the benefits accrued to the employees. As of June 30, 2021, the liability for compensated absences in the governmental fund was \$1,583,675.

15. INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables/payables are recorded to cover temporary cash shortages and/or timing differences in the respective funds. There are no interfund balances that are not expected to be repaid by June 30, 2022. The following interfund balances were recorded on the various balance sheets as of June 30, 2021:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ 926,148	\$ 145,540
Special Revenue	-	551,524
Capital Projects	-	346
Debt Service	346	-
Internal Service	-	72,654
Proprietary	145,540	301,970
	<u>\$ 1,072,034</u>	<u>\$ 1,072,034</u>

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

16. CONTINGENCIES

The School District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School District may be required to reimburse the grantor government.

At June 30, 2021, significant amounts of grant expenditures have not been audited by the granting agency, but the School District believes that disallowed expenditures discovered in subsequent audits, if any, will not have a material effect on any of the individual funds or the overall financial position of the School District. Additionally, deferred revenues are recognized in those funds that have received grant monies in advance of future, reimbursable expenditures.

17. TAX ABATEMENTS

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

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

The Township of Burlington (Municipality) provides for long-term tax exemptions, as authorized by New Jersey State Statutes. N.J.S.A. 40A:20-1 et seq. sets forth the criteria and mechanism by which property taxes can and are abated. The exemptions provided by the Municipality are for affordable housing and other permitted purposes. Taxes abated include municipal, local school, and county taxes.

The municipality recognized revenue of \$537,944 from the annual service charge in lieu of payment of taxes in 2020. The assessed value on these tax exemption properties amounted to \$47,859,500 which would have resulted in 2020 taxes billed in full of \$1,434,349. Of this amount, \$918,424 would have been allocated to the District.

18. DEFICIT UNASSIGNED FUND BALANCE

The School District has a deficit unassigned fund balance of \$273 in the Special Revenue Fund as of June 30, 2021 as reported in the fund statements (modified accrual basis). N.J.S.A. 18A:22-44.2 provides that in the event a state school aid payment is not made until the following school budget year, school districts must record the delayed one or more June state aid payments as revenues, for budget purposes only, in the current school budget year. The statute provides legal authority for school districts to recognize this revenue in the current budget year. For intergovernmental transactions, GASB Statement No. 33 requires that recognition (revenue, expenditure, asset, liability) should be in symmetry, i.e., if one government recognizes an asset, the other government recognizes a liability. Since the State is recording the June state aid payments in the subsequent fiscal year, the School District cannot recognize the June state aid payment on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June state aid payments, the general and special revenue fund balance deficit does not alone indicate that the School District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the June payments of state aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The School District deficit in the GAAP funds statements of \$273 in the Special Revenue Fund is equal to or less than the June state aid payments.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

19. DEFICIT UNRESTRICTED NET POSITION

As of June 30, 2021, a deficit of \$7,303,079 existed in the Unrestricted Net Position of the Governmental Activities. A reconciliation of Unreserved Fund Balance reported on Exhibit B-1 to Unrestricted Net Position reported on Exhibited A-1 is as follows:

Balances June 30, 2021	
Fund Balance (Deficit)	
(Exclusive of Capital Projects and Debt Service Funds):	
Fund Balance – Unassigned	\$ 224,511
Fund Balance – Assigned	1,905,772
Liabilities:	
Accrued interest payable	(191,024)
Net pension differences	(7,658,663)
Compensated Absences	<u>(1,583,675)</u>
Unrestricted Net Position (Deficit)	<u>\$ (7,303,079)</u>

20. FUND BALANCES

RESTRICTED

As stated in Note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the School District’s fund balance are summarized as follows:

General Fund:

Capital Reserve – As of June 30, 2021, the balance in the capital reserve account is \$4,989,712, all of which is restricted for future capital outlay expenditures for capital projects in the School District’s approved Long-Range Facilities Plan.

Maintenance Reserve Account – As of June 30, 2021 the balance in the maintenance reserve account is \$2,290,522. Of this amount, \$375,000 has been appropriated and included as an anticipated revenue for the fiscal year ended June 30, 2022. These funds are restricted for the required maintenance of school facilities in accordance with the Educational Facilities Construction and Financing Act (EFCFA) (N.J.S.A. 18A:7G-9) as amended by P.L. 2004, c. 73 (S1701).

Unemployment Compensation Reserve – As of June 30, 2021, the balance in the unemployment compensation reserve is \$715,517. These funds are restricted for the purpose of financing unemployment claims.

Special Revenue Fund:

Student Activities – As of June 30, 2021, \$694,739 is the restricted fund balance.

Capital Projects Fund:

Capital Projects – As of June 30, 2021, \$25,960 is the restricted fund balance.

Debt Service Fund:

Debt Service – As of June 30, 2021, \$5,525 is the restricted fund balance.

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

20. FUND BALANCES (Continued)

ASSIGNED

As stated in Note 1, the assigned fund balance classification includes amounts that are constrained by the School District's *intent* to be used for specific purposes but are neither restricted nor committed. Specific assignments of the School District's fund balance are summarized as follows:

General Fund:

Designated for Subsequent Year's Expenditures – The School District has appropriated and included as an anticipated revenue for the fiscal year ending June 30, 2022, \$610,582 of general fund balance at June 30, 2021.

Other Purposes – At June 30, 2021 the School District has \$1,277,140 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

Capital Projects Fund:

Other Purposes – At June 30, 2021 the School District has \$18,050 of encumbrances outstanding for purchase orders and contracts signed by the School District, but not completed, as of the close of the fiscal year.

UNASSIGNED

As stated in Note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. The School District's unassigned fund balance is summarized as follows:

General Fund – As of June 30, 2021, \$224,784 of general fund balance was unassigned.

Special Revenue Fund – As of June 30, 2021, the unassigned fund balance of the special revenue fund was a deficit of \$273. The deficit is a result of the delay in the recording of the payment of state aid until the following fiscal year (See Note 18).

**Burlington Township School District
Notes to Basic Financial Statements
For the Fiscal Year Ended June 30, 2021**

21. PRIOR PERIOD ADJUSTMENT

GASB Statement No. 84, *Fiduciary Activities*, was implemented during the fiscal year ended June 30, 2021. As part of this implementation, the activity for the Unemployment Compensation Insurance Trust Fund which had previously been reported in the Fiduciary Funds is now reported in the General Fund. The Student Activities Fund is now reported in the Special Revenue Fund. The ending balances as of June 30, 2020, were restated due to this implementation as follows:

	Balance June 30, 2020 as Previously Reported	Retroactive Adjustments	Balance June 30, 2020 as Restated
<u>Statement of Net Activities - Governmental Activities:</u>			
Net Position - Ending	\$ 39,438,753	\$ 1,189,385	\$ 40,628,138
<u>Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds:</u>			
General Fund:			
Fund Balance - June 30	5,726,862	714,146	6,441,008
Special Revenue Fund:			
Fund Balance - June 30	(21,301)	475,239	453,938
<u>Statement of Fiduciary Net Position - Fiduciary Funds:</u>			
Unemployment Compensation Trust:			
Net Position - End of the Year	714,146	(714,146)	-
Student Activity Agency Fund:			
Net Position - End of the Year	475,239	(475,239)	-

22. SUBSEQUENT EVENTS

COVID-19 - The management of the School District has evaluated its financial statements for subsequent events through the date that the financial statements were issued. The COVID-19 pandemic in New Jersey is ongoing. While the impact that COVID-19 will have on the School District is uncertain, there has been no material impact to the financial statements at this time.

Required Supplementary Information - Part II

Budgetary Comparison Schedules

BURLINGTON TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 42,870,599	\$ -	\$ 42,870,599	\$ 42,870,599	\$ -
Tuition - other LEAS within State	50,000	-	50,000	458,486	408,486
Tuition - from individuals				8,836	8,836
Transportation fees from other LEAs	20,000	-	20,000	36,340	16,340
Capital reserve interest	400	-	400	1,721	1,321
Maintenance reserve interest				4,125	4,125
Restricted miscellaneous revenue				1,371	1,371
Unrestricted miscellaneous revenue	321,500	-	321,500	617,171	295,671
Total local sources	43,262,499	-	43,262,499	43,998,649	736,150
State sources:					
Categorical special education aid	2,355,238		2,355,238	2,355,238	-
Equalization aid	17,569,327	(856,181)	16,713,146	16,713,146	-
Categorical security aid	533,760		533,760	533,760	-
Categorical transportation aid	1,741,167		1,741,167	1,741,167	-
Homeless tuition aid				28,199	28,199
Additional non-public transportation aid				28,714	28,714
Extraordinary aid	400,000		400,000	1,301,986	901,986
On-behalf TPAF Pension (non-budgeted)				7,586,023	7,586,023
On-behalf TPAF post retirement (non-budgeted)				2,377,342	2,377,342
On-behalf TPAF-LTDI (non-budgeted)				2,648	2,648
Reimbursed TPAF social security contributions (non-budgeted)				2,098,219	2,098,219
Total state sources	22,599,492	(856,181)	21,743,311	34,766,442	13,023,131
Federal sources:					
Medicaid Reimbursement	46,872	-	46,872	108,644	61,772
Medicaid - CARES				7,312	7,312
Total federal sources	46,872	-	46,872	115,956	69,084
TOTAL REVENUES	65,908,863	(856,181)	65,052,682	78,881,047	13,828,365
EXPENDITURES:					
CURRENT EXPENSE:					
Regular Programs - Instruction:					
Salaries of teachers					
Preschool	41,956	-	41,956	31,560	10,396
Kindergarten	946,449	(47,892)	898,557	887,049	11,508
Grades 1-5	5,794,521	(500,564)	5,293,957	5,271,062	22,895
Grades 6-8	4,460,080	(366,963)	4,093,117	4,082,015	11,102
Grades 9-12	6,097,504	(274,620)	5,822,884	5,793,622	29,262
Total Instruction	17,340,510	(1,190,039)	16,150,471	16,065,308	85,163
Regular Programs - Home Instruction:					
Salaries of teachers	102,952	(45,855)	57,097	33,220	23,877
Purchased Prof. - Ed. Services	29,000	-	29,000	18,047	10,953
Total Home Instruction	131,952	(45,855)	86,097	51,267	34,830
Regular Programs - Undistributed Instruction:					
Purchased Prof. - Ed. Services	583,600	668,200	1,251,800	1,223,214	28,586
Other purchased services	148,000	-	148,000	118,059	29,941
General supplies	681,077	(70,965)	610,112	445,157	164,955
Textbooks	100,600	-	100,600	81,164	19,436
Total Undistributed Instruction	1,513,277	597,235	2,110,512	1,867,594	242,918
Total - Regular Programs - Instruction	18,985,739	(638,659)	18,347,080	17,984,169	362,911

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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BURLINGTON TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2021

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Learning and/or Language Disabilities Mild or Moderate					
Salaries of teachers	\$ 63,577	\$ 242,698	\$ 306,275	\$ 305,947	\$ 328
Other salaries for instruction		1	1		1
Purchased professional education services	66,062	37,000	103,062	99,439	3,623
Total Learning and/or Language Disabilities	129,639	279,699	409,338	405,386	3,952
Special Educ Instruction: Multiple Disabilities					
Salaries of teachers	521,802	110,849	632,651	631,475	1,176
Other salaries for instruction	80,498	625	81,123	81,122	1
Purchased professional - educ services	327,881	22,000	349,881	296,945	52,936
General supplies	12,700		12,700	8,149	4,551
Textbooks	700		700		700
Total Multiple Disabilities	943,581	133,474	1,077,055	1,017,691	59,364
Special Educ Instruction: Res. Room/Res. Center					
Salaries of teachers	3,592,133	(428,118)	3,164,015	3,117,304	46,711
Other salaries for instruction	107,631	900	108,531	108,463	68
Purchased professional education services	965,116	219,817	1,184,933	1,051,131	133,802
General supplies	34,700		34,700	17,760	16,940
Textbooks	4,300		4,300	1,000	3,300
Total Resource Room/Resource Center	4,703,880	(207,401)	4,496,479	4,295,658	200,821
Special Educ Instruction: Autism					
Salaries of teachers	130,216	(1)	130,215	90,167	40,048
Other salaries for instruction		1	1		1
Purchased professional - educ services	168,819	26,500	195,319	189,637	5,682
General supplies	7,850		7,850	1,657	6,193
Total Autism	306,885	26,500	333,385	281,461	51,924
Special Educ Instruction: Preschool Disabilities - PT					
Salaries of teachers	41,956		41,956	31,560	10,396
Other salaries for instruction		1	1		1
Total Preschool Disabilities - Part-Time	41,956	1	41,957	31,560	10,397
Special Educ Instruction: Preschool Disabilities - FT					
Salaries of teachers	237,692	25,298	262,990	262,821	169
Other salaries for instruction		1	1		1
Purchased professional - educ services	127,266	(59,679)	67,587	67,548	39
General Supplies	2,500	1,000	3,500	3,437	63
Total Preschool Disabilities - Full-Time	367,458	(33,380)	334,078	333,806	272
Total Special Education - Instruction	6,493,399	198,893	6,692,292	6,365,562	326,730
Basic Skills/Remedial - Instruction					
Salaries of teachers	1,343,229	(15,700)	1,327,529	1,140,823	186,706
Other salaries for instruction	14,258	1	14,259	14,257	2
Purchased professional - educ services	4,000		4,000		4,000
Total Basic Skills/Remedial - Instruction	1,361,487	(15,699)	1,345,788	1,155,080	190,708
Bilingual Education - Instruction					
Salaries of teachers	273,542	1,720	275,262	275,240	22
General supplies	4,800		4,800	2,748	2,052
Textbooks	2,000		2,000	1,000	1,000
Total Bilingual Instruction- Instruction	280,342	1,720	282,062	278,988	3,074

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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BURLINGTON TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2021

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Vocational Programs - Local - Instruction					
Salaries of teachers	\$ 158,174	\$ -	\$ 158,174	\$ 147,888	\$ 10,286
General supplies	22,300		22,300	19,571	2,729
Total Vocational Programs- Instruction	180,474		180,474	167,459	13,015
School-Sponsored Cocurricular Act - Inst.					
Salaries	297,034	(78,000)	219,034	100,335	118,699
Supplies and materials	101,950	14,283	116,233	78,308	37,925
Total School-Sponsored Cocurr. Act. - Inst	398,984	(63,717)	335,267	178,643	156,624
School-Sponsored Athletics - Inst.					
Salaries	496,261	2,000	498,261	474,627	23,634
Purchased services (300-500)	53,100		53,100	41,765	11,335
Supplies and materials	76,550		76,550	57,023	19,527
Transfer to cover deficit (agency funds)	80,000		80,000	80,000	
Total School-Sponsored Athletics - Inst	705,911	2,000	707,911	653,415	54,496
Summer School					
Salaries	134,357	2,489	136,846	134,876	1,970
Other Salaries of Instructions	20,454		20,454	5,670	14,784
Purchased Professional & Technical Services	131,738	(126,013)	5,725	4,574	1,151
General Supplies	8,850		8,850	663	8,187
Total Summer School	295,399	(123,524)	171,875	145,783	26,092
Other Supplemental/At-Risk Programs					
Salaries of Teacher Tutors	20,655	3,496	24,151	16,104	8,047
Salaries of Reading Specialist	144,344	2	144,346	144,344	2
Total Other Supplemental/At-Risk Programs	164,999	3,498	168,497	160,448	8,049
Undistributed Expenditures - Instruction					
Tuition to other LEA's w/ the state - reg.	158,222	16,000	174,222	174,092	130
Tuition to other LEA's w/ the state - spl.	85,040	49,000	134,040	130,735	3,305
Tuition to county voc. school dist. - reg.	235,639		235,639	235,639	
Tuition to CSSD & reg. day schools	1,358,354	(256,166)	1,102,188	1,101,049	1,139
Tuition to priv. sch. for the disabled w/ state	1,798,298	(352,661)	1,445,637	1,445,147	490
Tuition - Other	58,127	33,000	91,127	88,778	2,349
Total Undistributed Expenditures - Instruction	3,693,680	(510,827)	3,182,853	3,175,440	7,413
Undistributed Expenditures - Attend. and Social Work					
Salaries	74,792	(35,201)	39,591	37,552	2,039
Salaries of Community School Coordinator	73,888	3,100	76,988	76,679	309
Other Purchased Serv.	2,600		2,600	610	1,990
Total Undistributed Expenditures - Attendance	151,280	(32,101)	119,179	114,841	4,338
Undistributed Expenditures - Health Services					
Salaries	559,219	38,800	598,019	594,772	3,247
Purchased prof. and technical services	85,000	(16,000)	69,000	67,303	1,697
Supplies and materials	14,600		14,600	9,224	5,376
Total Undistributed Expenditures - Health Svcs.	658,819	22,800	681,619	671,299	10,320

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

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BURLINGTON TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2021

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Speech, OT, PT, - Related Services					
Salaries	\$ 776,699	\$ 42,687	\$ 819,386	\$ 803,787	\$ 15,599
Purchased prof. and educational services	146,000	73,507	219,507	205,575	13,932
Supplies and materials	13,300	4,800	18,100	13,364	4,736
Total Undst. Expend. - Speech, OT, PT. - Rel. Serv.	935,999	120,994	1,056,993	1,022,726	34,267
Undist. Expend. - Other Supp. Serv. Stud. - Extra. Serv.					
Salaries	146,958		146,958	120,829	26,129
Purchased prof. and educational services	2,434,212	(654,904)	1,779,308	1,747,587	31,721
Total Undst. Expend. - Other Supp. Serv. Stud. - Extra. Serv.	2,581,170	(654,904)	1,926,266	1,868,416	57,850
Undist. Expend. - Guidance					
Salaries of other professional staff	1,302,546	7,903	1,310,449	1,301,190	9,259
Salaries of secretarial and clerical assistants	265,910		265,910	265,909	1
Other purchased prof. and technical services	9,200		9,200	3,452	5,748
Other purchased prof. services	1,100		1,100		1,100
Supplies and materials	38,000	(17,840)	20,160	13,098	7,062
Other objects	1,000		1,000		1,000
Total Undst. Expend. - Guidance	1,617,756	(9,937)	1,607,819	1,583,649	24,170
Undist. Expend. - Child Study Team					
Salaries of other professional staff	1,237,146	937	1,238,083	1,232,520	5,563
Salaries of secretarial and clerical assistants	152,280		152,280	150,082	2,198
Purchased Prof. - Ed Services	113,500	(18,833)	94,667	87,215	7,452
Other purchased prof. and technical services	6,000		6,000	4,451	1,549
Other purchased services (400-500 series)	9,700		9,700	7,163	2,537
Supplies and materials	96,500	(4,400)	92,100	81,909	10,191
Other objects	1,500	2,000	3,500	2,071	1,429
Total Undst. Expend. - Child Study Team	1,616,626	(20,296)	1,596,330	1,565,411	30,919
Undist. Expend. - Improvement of Instr. Services					
Salaries of supervisor of instruction	852,757	(12,433)	840,324	839,885	439
Salaries of other professional staff	134,599	22,106	156,705	145,527	11,178
Salaries of secretarial and clerical assistants	55,500	3	55,503	55,500	3
Other Salaries	30,382		30,382	27,351	3,031
Salaries of Facilitators, Math & Literacy	153,106		153,106	152,005	1,101
Purchased prof. and educational services	609,392	(21,256)	588,136	531,683	56,453
Other purchased services (400-500)	20,200		20,200	1,940	18,260
Supplies and materials	359,494	(50,000)	309,494	240,565	68,929
Other Objects	9,600		9,600	1,000	8,600
Total Undst. Expend. - Improvement of Instr. Services	2,225,030	(61,580)	2,163,450	1,995,456	167,994
Undist. Expend. - Educ. Media Serv./Sch. Library					
Salaries	170,962	(13,889)	157,073	149,982	7,091
Purchased prof. and technical services	27,500	(27,500)			
Supplies and materials	312,991	1,129,575	1,442,566	1,143,071	299,495
Total Undst. Expend. - Educ. Media Serv./Sch. Library	511,453	1,088,186	1,599,639	1,293,053	306,586
Undist. Expend. - Instructional Staff Training					
Salaries of other professional staff	18,608	5,223	23,831	23,823	8
Purchased prof. and educational services	1,000		1,000		1,000
Other purchased services (400-500)	63,500	(29,100)	34,400	9,752	24,648
Total Undst. Expend. - Instructional Staff Training	83,108	(23,877)	59,231	33,575	25,656

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

BURLINGTON TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2021

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Supp. Serv. General Admin.					
Salaries	\$ 241,797	\$ 4,006	\$ 245,803	\$ 238,855	\$ 6,948
Legal services	125,000	(51,600)	73,400	56,132	17,268
Audit fees	36,190		36,190	35,000	1,190
Architectural/Engineering Services	50,000	68,500	118,500	118,375	125
Other purchased professional services	18,495	(3,000)	15,495	6,287	9,208
Communications / telephone	280,000	(54,000)	226,000	225,981	19
BOE Other Purchased Services	1,500		1,500		1,500
Other purchased services (400-500)	59,000	(17,836)	41,164	25,999	15,165
General supplies	7,500	1,000	8,500	111	8,389
BOE In-House Training/Meeting Supplies	19,000	(10,000)	9,000	10	8,990
Miscellaneous expenditures	8,500		8,500	5,749	2,751
BOE Membership Dues and Fees	25,000		25,000	23,518	1,482
Total Undst. Expend. - Supp. Serv. General Admin.	871,982	(62,930)	809,052	736,017	73,035
Undist. Expend. - Supp. Serv. School Admin.					
Salaries of principals/assist. principals	1,447,619	22,000	1,469,619	1,469,183	436
Salaries of secretarial and clerical assistants	614,209		614,209	583,304	30,905
Other purchased services (400-500)	15,450		15,450	1,827	13,623
Supplies and materials	362,600	(179,000)	183,600	104,120	79,480
Other Objects	22,500	2,000	24,500	24,026	474
Total Undst. Expend. - Supp. Serv. School Admin.	2,462,378	(155,000)	2,307,378	2,182,460	124,918
Undist. Expend. - Central Services					
Salaries	839,173		839,173	831,057	8,116
Misc. Purchased services	52,340	3,560	55,900	49,217	6,683
Supplies and materials	91,106	10,500	101,606	35,767	65,839
Miscellaneous Expenditures	5,000		5,000	4,449	551
Total Undst. Expend. - Central Services	987,619	14,060	1,001,679	920,490	81,189
Undist. Expend. - Admin Info Technology					
Purchased Technical Services	442,585	18,500	461,085	461,026	59
Other purchased services (400-500)	5,500	-	5,500	3,139	2,361
Supplies and materials	300,000	4,000	304,000	147,751	156,249
Total Undst. Expend. - Admin Info Technology	748,085	22,500	770,585	611,916	158,669
Undist. Expend. - Required Maint. Sch. Facilities					
Salaries	507,826		507,826	384,419	123,407
Cleaning, repair, and maintenance services	304,400	213,000	517,400	426,345	91,055
General supplies	200,000	(51,000)	149,000	145,932	3,068
Total Undst. Expend. - Required Maint. Sch. Facilities	1,012,226	162,000	1,174,226	956,696	217,530
Undist. Expend. - Custodial Services					
Salaries of Non-Instructional Aides	67,723	1,660	69,383	64,426	4,957
Purchased professional & tech. services	2,718,057	(10,010)	2,708,047	2,527,101	180,946
Other purchased property services	26,000		26,000	14,109	11,891
Insurance	355,494	23,500	378,994	378,469	525
General supplies	99,000		99,000	63,002	35,998
Energy (Natural Gas)	250,000	(3,500)	246,500	196,294	50,206
Energy (Electricity)	1,140,000		1,140,000	950,747	189,253
Total Undst. Expend. - Custodial Services	4,656,274	11,650	4,667,924	4,194,148	473,776
Undist. Expend. - Care & Upkeep of Grounds					
Purchased professional & tech. services					
Cleaning, repair, and maintenance services	15,000	16,000	31,000	30,975	25
General supplies	55,000	5,000	60,000	59,792	208
Total Undst. Expend. - Care & Upkeep of Grounds	70,000	21,000	91,000	90,767	233

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

BURLINGTON TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2021

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
Undist. Expend. - Security					
Salaries	\$ 87,026	\$ 1,950	\$ 88,976	\$ 41,075	\$ 47,901
Purchased professional & tech. services	231,563		231,563	197,958	33,605
Cleaning, repair, and maintenance services	20,000		20,000	2,882	17,118
General supplies	20,000		20,000	3,116	16,884
Total Undst. Expend. - Security	<u>358,589</u>	<u>1,950</u>	<u>360,539</u>	<u>245,031</u>	<u>115,508</u>
Total Undst. Expend. - Oper. & Maint. of Plant Services	<u>6,097,089</u>	<u>196,600</u>	<u>6,293,689</u>	<u>5,486,642</u>	<u>807,047</u>
Undist. Expend. - Student Trans. Services					
Salaries for Non-Instructional Aides	48,411		48,411	22,052	26,359
Salaries for pupil trans (bet home & sch) - reg ed.	132,400		132,400	132,400	
Salaries for pupil trans (bet home & sch) - spl. ed.	495,065		495,065	334,782	160,283
Salaries for pupil trans (other than bet home & sch)	77,055		77,055	12,826	64,229
Cleaning, repair, and maintenance services	50,000	(1,800)	48,200	48,158	42
Contr. serv. (bet. home & sch.) - vendors	1,478,618	(90,103)	1,388,515	1,206,294	182,221
Contr. serv. (other than bet. home & sch.) - vendors	76,000	(3,000)	73,000	46,564	26,436
Contr. serv. (bet. home & sch.) - joint agreement		12,000	12,000	11,937	63
Contr. serv. (sp ed stds) - vendors	557,958	36,998	594,956	593,525	1,431
Contr. serv. (sp ed stds) - joint agreements	130,000	(39,500)	90,500	90,450	50
Contr. serv. Aid in Lieu Pymts - Non Public	105,000	(21,810)	83,190	66,120	17,070
Misc. purchased services - transportation	3,000		3,000	617	2,383
Supplies and materials	7,500	9,000	16,500	16,484	16
Total Undst. Expend. - Student Trans. Services	<u>3,161,007</u>	<u>(98,215)</u>	<u>3,062,792</u>	<u>2,582,209</u>	<u>480,583</u>
Regular Programs - Instruction - Employee Benefits					
Social security contributions	375,000	58,888	433,888	433,851	37
Other retirement contributions - PERS	389,775	47,500	437,275	420,633	16,642
Unemployment Compensation					
Workmen's Compensation	328,000	(89,147)	238,853	235,424	3,429
Health benefits	7,932,265	(225,724)	7,706,541	7,696,720	9,821
Tuition reimbursement	90,000	(5,163)	84,837	83,114	1,723
Unused Sick Payment to Terminated/Retired Staff					
Other employee benefits	24,390	143,196	167,586	125,864	41,722
Total Regular Programs - Instruction	<u>9,139,430</u>	<u>(70,450)</u>	<u>9,068,980</u>	<u>8,995,606</u>	<u>73,374</u>
Support Services - General Administration - Employee Benefits					
Social security contributions	90,000	(90,000)			
Workmen's Compensation	2,000	(2,000)			
Health benefits	405,000	(405,000)			
Tuition reimbursement	5,000	(5,000)			
Unused Sick Payment to Terminated/Retired Staff	32,400	(32,400)			
Total Other Support Services	<u>534,400</u>	<u>(534,400)</u>			
Support Services - General Administration - Central Services					
Tuition reimbursement	5,500	(5,500)			
Total Other Support Services	<u>5,500</u>	<u>(5,500)</u>			
Total Allocated Benefits	<u>9,679,330</u>	<u>(610,350)</u>	<u>9,068,980</u>	<u>8,995,606</u>	<u>73,374</u>
On-behalf TPAF Pension Contributions (non-budgeted)				7,586,023	(7,586,023)
On-behalf TPAF post retirement (non-budgeted)				2,377,342	(2,377,342)
On-behalf TPAF-LTDI (non-budgeted)				2,648	(2,648)
Reimbursed TPAF social security contributions (non-budgeted)				2,098,219	(2,098,219)
Total Undistributed Expenditures - TPAF				<u>12,064,232</u>	<u>(12,064,232)</u>
Total Undistributed Expenditures	<u>\$ 38,082,411</u>	<u>\$ (774,877)</u>	<u>\$ 37,307,534</u>	<u>\$ 46,903,438</u>	<u>\$ (9,595,904)</u>
Total General Current Expense	<u>\$ 66,949,145</u>	<u>\$ (1,410,365)</u>	<u>\$ 65,538,780</u>	<u>\$ 73,992,985</u>	<u>\$ (8,454,205)</u>

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

(CONTINUED TO NEXT PAGE)

BURLINGTON TOWNSHIP BOARD OF EDUCATION
Budgetary Comparison Schedule
General Fund
Fiscal Year Ended June 30, 2021

(Continued from prior page)	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES:					
CAPITAL OUTLAY:					
Equipment:					
Grades 6-8	\$ -	\$ 40,000	\$ 40,000	\$ -	\$ 40,000
Grades 9-12	22,000	25,906	47,906	18,067	29,839
Undistributed Expenditures - Admin. Info. Tech.					
Undistributed Expenditures - Required Maint.	354,306	254,276	608,582	397,033	211,549
Undistributed Expenditures - Care and Upkeep of Grnds		247,846	247,846	214,841	33,005
School Buses - Special	130,330	165,844	296,174	130,331	165,843
Total Equipment	<u>506,636</u>	<u>733,872</u>	<u>1,240,508</u>	<u>760,272</u>	<u>480,236</u>
Facilities Acquisition and Construction Services:					
Construction Services		338,103	338,103	96,285	241,818
Assessment for Debt Service on SDA funding	163,860		163,860	163,860	
Total Facilities Acquisition and Construction Services	<u>163,860</u>	<u>338,103</u>	<u>501,963</u>	<u>260,145</u>	<u>241,818</u>
Total Capital Outlay	<u>670,496</u>	<u>1,071,975</u>	<u>1,742,471</u>	<u>1,020,417</u>	<u>722,054</u>
Transfer of Funds to Charter Schools	114,988	52,912	167,900	151,448	16,452
Total Expenditures	<u>67,734,629</u>	<u>(285,478)</u>	<u>67,449,151</u>	<u>75,164,850</u>	<u>\$ (7,715,699)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures:	<u>(1,825,766)</u>	<u>(570,703)</u>	<u>(2,396,469)</u>	<u>3,716,197</u>	<u>6,112,666</u>
Other Financing Sources(Uses):					
Operating Transfer In - Capital Projects Fund				12,321	12,321
Operating Transfer Out - Capital Projects Fund				(39,419)	(39,419)
Total Other Financing Sources				<u>(27,098)</u>	<u>(27,098)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	(1,825,766)	(570,703)	(2,396,469)	3,689,099	6,085,568
Fund Balance, July 1	7,671,482		7,671,482	7,671,482	
Prior Period Adjustment				714,146	714,146
Fund Balance, July 1, Restated	<u>7,671,482</u>		<u>7,671,482</u>	<u>8,385,628</u>	<u>714,146</u>
Fund Balance, June 30	<u>\$ 5,845,716</u>	<u>\$ (570,703)</u>	<u>\$ 5,275,013</u>	<u>\$ 12,074,727</u>	<u>\$ 6,799,714</u>
Recapitulation:					
Restricted:					
Capital Reserve:					
Designated for Subsequent Year's Expenditures				\$ -	
Capital Reserve				4,989,712	
Maintenance Reserve:					
Designated for Subsequent Year's Expenditures				375,000	
Maintenance Reserve				1,915,522	
Unemployment Compensation				715,517	
Assigned:					
Year-end encumbrances				1,277,140	
Designated for Subsequent Year's Expenditures				610,582	
Unassigned				<u>2,191,254</u>	
				12,074,727	
Reconciliation on Governmental Fund Statements (GAAP):					
Less: State Aid Payment not Recognized on GAAP Basis				<u>(1,966,470)</u>	
Fund Balance per Government Fund (GAAP)				<u>\$ 10,108,257</u>	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

BURLINGTON SCHOOL DISTRICT
Budgetary Comparison Schedule
Special Revenue Fund
Fiscal 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>
REVENUES:					
Local sources	\$ 60,430	\$ -	\$ 60,430	\$ 794,655	\$ 734,225
State sources	1,019,455		1,019,455	947,431	(72,024)
Federal sources	<u>3,311,948</u>		<u>3,311,948</u>	<u>2,200,062</u>	<u>(1,111,886)</u>
Total revenues	<u>4,391,833</u>		<u>4,391,833</u>	<u>3,942,148</u>	<u>(449,685)</u>
EXPENDITURES:					
Instruction:					
Salaries of teachers	777,709	32,661	810,370	583,830	226,540
Purchased professional - educ. services	125,120	(41,095)	84,025	84,025	
Purchased professional - tech. services		-			
Other purchases services		-			
Tuition	875,239	-	875,239	875,239	
General supplies	834,503	22,606	857,109	356,198	500,911
Textbooks	<u>6,537</u>		<u>6,537</u>	<u>6,537</u>	
Total instruction	<u>2,619,108</u>	<u>14,172</u>	<u>2,633,280</u>	<u>1,905,829</u>	<u>727,451</u>
Support services:					
Salaries	3,500		3,500	3,500	
PEA Comm. Parent Inv.	65,000	(65,000)			
PEA Master Teachers	65,000	(65,000)			
Personal services - employee benefits	128,635	(1,578)	127,057	107,548	19,509
Purchased professional - educ. services	406,569		406,569	367,775	38,794
Purchased professional - tech. services	432,021		432,021	96,734	335,287
Other purchases services	11,000	57,000	68,000	46,833	21,167
Cleaning, Repair	27,000	(19,012)	7,988	4,990	2,998
Contra	42,912	(42,912)			
Travel	670	(670)			
General supplies	290,418		290,418	258,010	32,408
Student activities				<u>532,872</u>	<u>(532,872)</u>
Total support services	<u>1,472,725</u>	<u>(137,172)</u>	<u>1,335,553</u>	<u>1,418,262</u>	<u>(82,709)</u>
Facilities acquisition and construction services:					
Building	300,000		300,000	281,600	18,400
Non- Instructional equipment		123,000	123,000	116,957	6,043
Total facilities acq. and const. services	<u>300,000</u>	<u>123,000</u>	<u>423,000</u>	<u>398,557</u>	<u>24,443</u>
Total expenditures	<u>4,391,833</u>		<u>4,391,833</u>	<u>3,722,648</u>	<u>669,185</u>
Total outflows	<u>4,391,833</u>		<u>4,391,833</u>	<u>3,722,648</u>	<u>669,185</u>
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>219,500</u>	<u>219,500</u>
Fund Balance, July 1				-	
Prior Period Adjustment				<u>475,239</u>	
Fund Balance, July 1 (Restated)				<u>475,239</u>	
Fund Balance, June 30				<u>\$ 694,739</u>	
Recapitulation:					
Restricted:					
Student Activities				<u>\$ 694,739</u>	
Total Fund Balance				<u>\$ 694,739</u>	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

Burlington Township School District
Notes to Required Supplementary Information
Budgetary Comparison
Fiscal Year Ended June 30, 2021

**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 schedules	\$ 78,881,047	\$ 3,942,148
Difference - budget to GAAP:		
State aid payment recognized for GAAP statements in the current year, previously recognized for budgetary purposes.	1,944,620	21,301
State aid payment recognized for budgetary purposes, not recognized for GAAP statements until the subsequent year.	(1,966,470)	(273)
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds.	<u>\$ 78,859,197</u>	<u>\$ 3,963,176</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total expenditures" from the budgetary comparison schedule	\$ 75,164,850	\$ 3,722,648
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received is reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes.		
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 75,164,850</u>	<u>\$ 3,722,648</u>

Required Supplementary Information - Part III
Schedules Related to Accounting and Reporting
For Pensions and
Other Post Employment Benefits

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Public Employees Retirement System
Last Eight Fiscal Years

	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension liability (asset)	0.0346759131%	0.0341540191%	0.0350571118%	0.0354646385%	0.0357718493%	0.0359487690%	0.0465927608%	0.0493936415%
District's proportionate share of the net pension liability (asset)	\$ 5,654,735	\$ 6,154,036	\$ 6,902,571	\$ 8,255,601	\$ 10,594,596	\$ 8,069,778	\$ 8,723,439	\$ 9,440,106
District's covered-employee payroll	2,534,592	2,507,840	2,489,563	2,428,858	2,399,955	2,400,251	2,432,574	2,428,688
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	223.10%	245.39%	277.26%	339.90%	441.45%	336.21%	358.61%	388.69%
Plan fiduciary net position as a percentage of the total pension liability	42.90%	42.04%	40.45%	36.78%	31.20%	38.21%	42.74%	40.71%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Contributions
Public Employees Retirement System
Last Eight Fiscal Years

	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Contractually required contribution	\$ 394,067	\$ 379,337	\$ 333,415	\$ 348,705	\$ 328,542	\$ 317,792	\$ 309,063	\$ 384,104
Contributions in relation to the contractually required contributions	<u>(394,067)</u>	<u>(379,337)</u>	<u>(333,415)</u>	<u>(348,705)</u>	<u>(331,074)</u>	<u>(317,792)</u>	<u>(309,063)</u>	<u>(384,104)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,532)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	2,534,592	2,507,840	2,489,563	2,428,858	2,399,955	2,400,251	2,432,574	2,428,688
Contributions as a percentage of covered-employee payroll	15.55%	15.13%	13.39%	14.36%	13.69%	13.24%	12.71%	15.82%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the District's Proportionate Share of the Net Pension Liability
Teachers' Pension and Annuity Fund
Last Eight Fiscal Years

	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension liability (asset)	0.2505484947%	0.2503803415%	0.2439661007%	0.2442348240%	0.2417216061%	0.2451435951%	0.2468446315%	0.2392690707%
District's proportionate share of the net pension liability (asset)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	<u>\$ 164,983,169</u>	<u>\$ 153,660,779</u>	<u>\$ 155,205,993</u>	<u>\$ 164,671,925</u>	<u>\$ 190,153,606</u>	<u>\$ 154,941,220</u>	<u>\$ 131,930,422</u>	<u>\$ 120,924,706</u>
Total	<u>\$ 164,983,169</u>	<u>\$ 153,660,779</u>	<u>\$ 155,205,993</u>	<u>\$ 164,671,925</u>	<u>\$ 190,153,606</u>	<u>\$ 154,941,220</u>	<u>\$ 131,930,422</u>	<u>\$ 120,924,706</u>
District's covered-employee payroll	28,643,409	28,449,848	27,963,154	27,127,442	25,865,375	24,975,921	24,681,882	24,642,454
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%

This schedule does not contain ten years of information as GASB 68 was implemented during the fiscal year ended June 30, 2015.

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information
Schedule of the State's Proportionate Share of the Net OPEB Liability Associated with the District
and Changes in the Total OPEB Liability and Related Ratios
Public Employee's Retirement System and Teachers' Pension and Annuity Fund
Last Four Fiscal Years

	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
State's proportion of the net OPEB liability (asset) associated with the District	0.23%	0.22%	0.22%	0.22%
District's proportionate share of the net OPEB liability	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net OPEB liability associated with the District	<u>154,528,146</u>	<u>92,638,573</u>	<u>99,803,736</u>	<u>115,801,625</u>
Total proportionate share of the net OPEB liability (asset) associated with the District	<u>\$ 154,528,146</u>	<u>\$ 92,638,573</u>	<u>\$ 99,803,736</u>	<u>\$ 115,801,625</u>
Plan fiduciary net position as a percentage of the total OPEB Liability	0.00%	0.00%	0.00%	0.00%
	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Total OPEB Liability				
Service Cost	\$ 4,109,465	\$ 4,043,442	\$ 4,507,399	\$ 5,443,504
Interest	3,340,922	3,965,998	4,261,350	3,681,243
Difference between expected and actual experiences	28,820,872	(13,796,420)	(10,737,179)	-
Changes of assumptions	28,226,982	1,381,249	(11,452,978)	(15,745,241)
Member Contributions	81,540	84,296	92,235	98,766
Benefit payments	<u>(2,690,208)</u>	<u>(2,843,728)</u>	<u>(2,668,716)</u>	<u>(2,682,211)</u>
Net Change in total OPEB Liability	61,889,573	(7,165,163)	(15,997,889)	(9,203,939)
Total OPEB Liability - beginning	<u>92,638,573</u>	<u>99,803,736</u>	<u>115,801,625</u>	<u>125,005,564</u>
Total OPEB Liability - ending	<u>\$ 154,528,146</u>	<u>\$ 92,638,573</u>	<u>\$ 99,803,736</u>	<u>\$ 115,801,625</u>
District's covered-employee payroll	31,178,001	30,957,688	30,452,717	29,556,300
Total OPEB Liability as a percentage of covered-employee payroll	495.63%	299.24%	327.73%	391.80%

This schedule does not contain ten years of information as GASB 75 was implemented during the fiscal year ended June 30, 2018.

Burlington Township School District
Notes to Required Supplementary Information – Part III
For the Fiscal Year Ended June 30, 2021

Teacher's Pension and Annuity Fund (TPAF)

Changes of benefit term: There were none.

Changes of assumptions: The discount rate changed to 5.40% as of June 30, 2020 from 5.60% as of June 30, 2019 and the long-term rate of return remained at 7.00%.

Public Employees' Retirement System (PERS)

Changes of benefit term: There were none.

Changes of assumptions: The discount rate changed to 7.00% as of June 30, 2020 from 6.28% as of June 30, 2019 and the long-term rate of return remained at 7.00%.

Other Post-Retirement Plan – Public Employees' Retirement System and Teachers' Pension and Annuity Fund

Changes of benefit term: There were none.

Changes of assumptions: The discount rate changed to 2.21% as of June 30, 2020 from 3.50% as of June 30, 2019.

Other Supplementary Information

Special Revenue Fund

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year Ended June 30, 2021

	Brought Forward (Exh. E-1B)	Brought Forward Coronavirus	Brought Forward (Exh. E-1D)	Totals
REVENUES:				
Local sources	\$ -	\$ -	\$ 794,655	\$ 794,655
State sources	-	921,951	20,825	942,776
Federal sources	1,116,886	1,083,176	4,655	2,204,717
Total Revenues	<u>1,116,886</u>	<u>2,005,127</u>	<u>820,135</u>	<u>3,942,148</u>
EXPENDITURES:				
Instruction:				
Salaries of teachers	87,352	496,479	-	583,831
Purchased professional and educational services	-	84,025	-	84,025
Purchased professional and technical services	-	-	-	-
Tuition	875,239	-	-	875,239
Textbook	-	6,537	-	6,537
General supplies	42,716	293,204	20,278	356,198
Total instruction	<u>1,005,307</u>	<u>880,245</u>	<u>20,278</u>	<u>1,905,830</u>
Support services:				
Salaries	-	3,500	-	3,500
Personal services-employee benefits	19,099	88,448	-	107,547
Purchased professional and technical services	71,734	25,000	-	96,734
Purchased professional and educational services	-	346,950	20,825	367,775
Cleaning, Repair	-	4,990	-	4,990
Other purchased services	-	46,833	-	46,833
Supplies	20,746	210,604	26,660	258,010
Student activities	-	-	532,872	532,872
Total support services	<u>111,579</u>	<u>726,325</u>	<u>580,357</u>	<u>1,418,261</u>
Facilities acquisition and const. serv.:				
Building	-	281,600	-	281,600
Non-Instructional equipment	-	116,957	-	116,957
Total facilities acquisition and const. serv.	<u>-</u>	<u>398,557</u>	<u>-</u>	<u>398,557</u>
Total Expenditures	<u>1,116,886</u>	<u>2,005,127</u>	<u>600,635</u>	<u>3,722,648</u>
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	<u>-</u>	<u>-</u>	<u>219,500</u>	<u>219,500</u>
Fund Balance, July 1	-	-	-	-
Prior Period Adjustment	-	-	475,239	475,239
Fund Balance, July 1 (Restated)	<u>-</u>	<u>-</u>	<u>475,239</u>	<u>475,239</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 694,739</u>	<u>\$ 694,739</u>

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year Ended June 30, 2021

	E.S.E.A. as amended by No Child Left Behind (N.C.L.B.)					Individuals with Disabilities Act (IDEA)		CARES Act	Carried Forward (Exh. E-1A)
	Title I - Reallocated	Title IIA	Title III	Title III - Immigrant	Title IV	Basic	Preschool		
REVENUES:									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources									-
Federal sources	38,255	68,877	17,152	20,909	21,725	875,239	29,671	45,058	1,116,886
Total Revenues	38,255	68,877	17,152	20,909	21,725	875,239	29,671	45,058	1,116,886
EXPENDITURES:									
Instruction:									
Salaries of teachers	20,959	52,448	8,495		5,450				87,352
Purchased professional and edcational services									-
Purchased professional and technical services									-
Tuition						875,239			875,239
Textbooks									-
General supplies	15,693		2,757	10,409	5,195			8,662	42,716
Total instruction	36,652	52,448	11,252	10,409	10,645	875,239	-	8,662	1,005,307
Support services:									
Salaries									-
Personal services-employee benefits	1,603	16,429	650		417				19,099
Purchased professional and technical services			5,250	10,500	10,663		29,671	15,650	71,734
Purchased professional and educational services									-
Other purchased services									-
Supplies								20,746	20,746
Total support services	1,603	16,429	5,900	10,500	11,080	-	29,671	36,396	111,579
Facilities acquisition and const. serv.:									
Instructional equipment									-
Total facilities acquisition and const. serv.:	-	-	-	-	-	-	-	-	-
Total Expenditures	38,255	68,877	17,152	20,909	21,725	875,239	29,671	45,058	1,116,886
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	-	-	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-	-	-
Prior Period Adjustment	-	-	-	-	-	-	-	-	-
Fund Balance, July 1 (Restated)	-	-	-	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year Ended June 30, 2021

	Digital Divide	Coronavirus Relief	ESSER II	Nonpolic Textbook	Nonpolic Nursing	Preschool Expansion	Title I	Title I - SIA	Totals
REVENUES:									
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State sources				6,537	12,138	903,276			921,951
Federal sources	212,063	215,661	281,600				324,099	49,753	1,083,176
Total Revenues	212,063	215,661	281,600	6,537	12,138	903,276	324,099	49,753	2,005,127
EXPENDITURES:									
Instruction:									
Salaries of teachers						198,706	275,773	22,000	496,479
Purchased professional and edcational services						84,025			84,025
Purchased professional and technical services									-
Tuition									-
Textbooks				6,537					6,537
General supplies	212,063	27,215				49,587	1,287	3,052	293,204
Total instruction	212,063	27,215	-	6,537	-	332,318	277,060	25,052	880,245
Support services:									
Salaries						3,500			3,500
Personal services-employee benefits						39,726	47,039	1,683	88,448
Purchased professional and educational services					12,138	334,812			346,950
Purchased professional and technical services		25,000							25,000
Cleaning, Repair						4,990			4,990
Other purchased services						46,833			46,833
Supplies		163,446				24,140		23,018	210,604
Total support services	-	188,446	-	-	12,138	454,001	47,039	24,701	726,325
Facilities acquisition and const. serv.:									
Building			281,600						281,600
Non-Instructional Equipment						116,957			116,957
Total facilities acquisition and const. serv.:	-	-	281,600	-	-	116,957	-	-	398,557
Total Expenditures	212,063	215,661	281,600	6,537	12,138	903,276	324,099	49,753	2,005,127
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	-	-	-	-	-	-	-	-	-
Fund Balance, July 1	-	-	-	-	-	-	-	-	-
Prior Period Adjustment	-	-	-	-	-	-	-	-	-
Fund Balance, July 1 (Restated)	-	-	-	-	-	-	-	-	-
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Special Revenue Fund
Combining Statement of Revenues and Expenditures
Budgetary Basis
for the Fiscal Year Ended June 30, 2021

	Digital Divide Nonpub Tech	Nonpublic Security	Safety Grant	Hope Thru Technology	FW Teachers Gifts	Foundation Theatre	Wellness Grant	Student Activity Fund	Totals
REVENUES:									
Local sources	\$ -	\$ -	\$ 22,837	\$ 260	\$ 363	\$ 15,000	\$ 3,823	\$ 752,372	\$ 794,655
State sources		20,825							20,825
Federal sources	4,655								4,655
Total Revenues	4,655	20,825	22,837	260	363	15,000	3,823	752,372	820,135
EXPENDITURES:									
Instruction:									
Salaries of teachers									-
Purchased professional and edcational services									-
Purchased professional and technical services									-
Tuition									-
Textbooks									-
General supplies	4,655			260	363	15,000			20,278
Total instruction	4,655	-	-	260	363	15,000	-	-	20,278
Support services:									
Salaries									-
Personal services-employee benefits									-
Purchased professional and educational services		20,825							20,825
Purchased professional and technical services									-
Supplies			22,837				3,823		26,660
Student activities								532,872	532,872
Total support services	-	20,825	22,837	-	-	-	3,823	532,872	580,357
Facilities acquisition and const. serv.:									
Instructional equipment									-
Total facilities acquisition and const. serv.:	-	-	-	-	-	-	-	-	-
Total Expenditures	4,655	20,825	22,837	260	363	15,000	3,823	532,872	600,635
Excess (Deficiency) of revenues over (under) expenditures and other financing sources (uses)	-	-	-	-	-	-	-	219,500	219,500
Fund Balance, July 1	-	-	-	-	-	-	-	-	-
Prior Period Adjustment	-	-	-	-	-	-	-	475,239	475,239
Fund Balance, July 1 (Restated)	-	-	-	-	-	-	-	475,239	475,239
Fund Balance, June 30	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 694,739	\$ 694,739

Burlington Township School District
Special Revenue Fund
Schedule of Preschool Education Aid Expenditures
Preschool - All Programs
Budgetary Basis
For the Fiscal Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Instruction:					
Salaries of teachers	\$ 175,886	\$ 28,689	\$ 204,575	\$ 198,706	\$ 5,869
Purchased professional & technical services	125,120	(41,095)	84,025	84,025	-
Other purchased services (400-500 series)	-	-	-	-	-
General supplies	30,680	25,000	55,680	49,587	6,093
Total instruction	331,686	12,594	344,280	332,318	11,962
Support services:					
Salaries of program directors	3,500	-	3,500	3,500	-
Salaries of community parent involvement spec.	65,000	(65,000)	-	-	-
Salaries of master teachers	65,000	(65,000)	-	-	-
Personal services - employee benefits	40,176	-	40,176	39,726	450
Purchased professional - educational services	373,606	-	373,606	334,812	38,794
Other purchased services	-	57,000	57,000	46,833	10,167
Cleaning, Repair	27,000	(19,012)	7,988	4,990	2,998
Contra	42,912	(42,912)	-	-	-
Travel	670	(670)	-	-	-
Supplies & materials	25,750	-	25,750	24,140	1,610
Total support services	643,614	(135,594)	508,020	454,001	54,019
Facilities acquisition and cont. serv.:					
Non-Instructional equipment	-	123,000	123,000	116,957	6,043
Total facilities acquisition and cont. serv.	-	123,000	123,000	116,957	6,043
Contribution to charter schools					
Transfer to general fund	-	-	-	-	-
Total expenditures	\$ 975,300	\$ -	\$ 975,300	\$ 903,276	\$ 72,024

CALCULATION OF BUDGET & CARRYOVER

Total 2020-19 PreK Aid Allocation	\$ 975,300
Add: Actual PreK/ECPA Aid Carryover June 30, 2020	-
Add: Budgeted Transfer From General Fund	-
Total Funds Available for 2020-21 Budget	975,300
Less: 2018-19 Budgeted PreK/ECPA (Including prior year budgeted carryover)	(975,300)
Available & Unbudgeted Funds as of June 30, 2021	-
Add: June 30, 2021 Unexpended PreK Aid	72,024
2021 - Actual Carryover - PreK Aid	<u>\$ 72,024</u>
2020-21 PreK Aid Carryover Budgeted in 2021-22	<u> </u>

**Burlington Township School District
Special Revenue Fund
Schedule of Preschool Education Aid Expenditures
Preschool - Full Day 3yr & 4 yr - Regular
Budgetary Basis
For the Fiscal Year Ended June 30, 2021**

	Original Budget	Budget Transfers	Final Budget	Actual	Variance
EXPENDITURES:					
Instruction:					
Salaries of teachers	\$ 175,886	\$ 28,689	\$ 204,575	\$ 198,706	\$ 5,869
Purchased professional & educational services	125,120	(41,095)	84,025	84,025	-
Other purchased services (400-500 series)	-	-	-	-	-
General supplies	30,680	25,000	55,680	49,587	6,093
Total instruction	331,686	12,594	344,280	332,318	11,962
Support services:					
Salaries of program directors	3,500	-	3,500	3,500	-
Salaries of community parent involvement spec.	65,000	(65,000)	-	-	-
Salaries of master teachers	65,000	(65,000)	-	-	-
Personal services - employee benefits	40,176	-	40,176	39,726	450
Purchased professional - educational services	373,606	-	373,606	334,812	38,794
Other purchased services	-	57,000	57,000	46,833	10,167
Cleaning, Repair	27,000	(19,012)	7,988	4,990	2,998
Contra	42,912	(42,912)	-	-	-
Travel	670	(670)	-	-	-
Supplies & materials	25,750	-	25,750	24,140	1,610
Total support services	643,614	(135,594)	508,020	454,001	54,019
Facilities acquisition and cont. serv.:					
Non-Instructional equipment	-	123,000	123,000	116,957	6,043
Total facilities acquisition and cont. serv.	-	123,000	123,000	116,957	6,043
Total program expenditures	\$ 975,300	\$ -	\$ 975,300	\$ 903,276	\$ 72,024

Capital Projects Fund
Detail Statements

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Summary Statement of Revenues, Expenditures,
and Changes in Fund Balance - Budgetary Basis
For the Fiscal Year ended June 30, 2021

Revenues and Other Financing Sources:

Interest	\$ 346
State Aid - SDA Grant	(39,419)
Transfer from Capital Reserve	39,419
Total revenues and other financing sources	<u>346</u>

Expenditures and Other Financing (Uses):

Purchased professional services	725
Construction services	25,544
Transfer to Debt Service Fund	346
Transfer to Capital Reserve	12,321
Total expenditures and other financing (uses)	<u>38,936</u>

Excess (deficiency) or revenues over (under) expenditures	(38,590)
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Fund Balance - July 1, 2020	<u>82,600</u>
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Fund Balance - June 30, 2021	<u><u>\$ 44,010</u></u>
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BURLINGTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
High School - Mechanical and Electrical Upgrades, Security System, Window Replacements
From Inception and for the Fiscal Year ended June 30, 2021

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SDA Grant	\$ 809,471	\$ -	\$ 809,471	\$ 809,471
Transfer from capital reserve	1,795,591		1,795,591	1,795,591
Total revenues	2,605,062	10,068	2,605,062	2,605,062
Expenditures and Other Financing Uses:				
Purchased professional services	161,833		161,833	161,833
Construction services	2,433,161		2,433,161	2,433,161
Transfer to Capital Reserve		10,068	10,068	10,068
	2,594,994	10,068	2,605,062	2,605,062
Excess (deficiency) or revenues over (under) expenditures	\$ 10,068	\$ (10,068)	\$ -	\$ -

Additional project information:

Project Number	#0620-010-14-1001
Grant Date	06/20/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 1,634,562
Additional Authorized Cost	\$ 970,500
Revised Authorized Cost	\$ 2,605,062
Percentage Increase over Original Authorized Cost	5.00%
Percentage Completion	0.00%
Original target completion date	12/31/15
Revised target completion date	N/A

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance
and Project Status - Budgetary Basis
Hopkins School - Mechanical Upgrades, Security Upgrades, Window Replacements, Communications
From Inception and for the Fiscal Year ended June 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Total</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources:				
State sources - SDA Grant	\$ 246,036	\$ -	\$ 246,036	\$ 246,036
Transfer from capital reserve	250,784		250,784	250,784
Total revenues	<u>496,820</u>	<u> </u>	<u>496,820</u>	<u>496,820</u>
Expenditures and Other Financing Uses:				
Purchased professional services	61,755		61,755	61,755
Construction services	432,812		432,812	432,812
Transfer to Capital Reserve		2,253	2,253	2,253
	<u>494,567</u>	<u>2,253</u>	<u>496,820</u>	<u>496,820</u>
Excess (deficiency) or revenues over (under) expenditures	<u>\$ 2,253</u>	<u>\$ (2,253)</u>	<u>\$ -</u>	<u>\$ -</u>

Additional project information:

Project Number	#0620-025-14-1002
Grant Date	05/02/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 496,820
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 496,820
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	10.00%
Original target completion date	12/31/15
Revised target completion date	N/A

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
BTMS @ Springside School - Security Upgrades and Communications
From Inception and for the Fiscal Year ended June 30, 2021

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SDA Grant	\$ 97,064	\$ -	\$ 97,064	\$ 97,064
Transfer from capital reserve	98,936		98,936	98,936
Total revenues	196,000		196,000	196,000
Expenditures and Other Financing Uses:				
Purchased professional services	14,450		14,450	14,450
Construction services	181,550		181,550	181,550
	196,000		196,000	196,000
Excess (deficiency) or revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -

Additional project information:

Project Number	#0620-051-14-1005
Grant Date	05/02/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 196,000
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 196,000
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	5.00%
Original target completion date	12/31/15
Revised target completion date	N/A

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Fountain Woods School - Security Upgrades and Communications
From Inception and for the Fiscal Year ended June 30, 2021

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SDA Grant	\$ 74,283	\$ -	\$ 74,283	\$ 74,283
Transfer from capital reserve	75,717		75,717	75,717
Total revenues	150,000		150,000	150,000
Expenditures and Other Financing Uses:				
Purchased professional services	11,475		11,475	11,475
Construction services	138,525		138,525	138,525
	150,000		150,000	150,000
Excess (deficiency) or revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -

Additional project information:

Project Number	#0620-037-14-1004
Grant Date	05/02/14
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$ 150,000
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 150,000
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	5.00%
Original target completion date	12/31/15
Revised target completion date	N/A

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
B. Bernice Young School - Exterior Closure and HVAC
From Inception and for the Fiscal Year ended June 30, 2021

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
State sources - SDA Grant	\$ 1,104,619	\$ (39,419)	\$ 1,065,200	\$ 1,065,200
Transfer from capital reserve	1,125,934	39,419	1,165,353	1,165,353
Total revenues	2,230,553		2,230,553	2,230,553
Expenditures and Other Financing Uses:				
Purchased professional services	203,488		203,488	203,488
Construction services	2,027,065		2,027,065	2,027,065
	2,230,553		2,230,553	2,230,553
Excess (deficiency) or revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -
Additional project information:				
Project Number	#0620-030-14-1003			
Grant Date	05/02/14			
Bond Authorization Date	N/A			
Bonds Authorized	N/A			
Bonds Issued	N/A			
Original Authorized Cost	\$ 2,230,553			
Additional Authorized Cost	\$ -			
Revised Authorized Cost	\$ 2,230,553			
Percentage Increase over Original Authorized Cost	0.00%			
Percentage Completion	10.00%			
Original target completion date	12/31/15			
Revised target completion date	N/A			

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
Statement of Project Revenues, Expenditures, Project Balance,
and Project Status - Budgetary Basis
Various Improvements to School Facilities
From Inception and for the Fiscal Year ended June 30, 2021

	Prior Periods	Current Year	Total	Revised Authorized Costs
Revenues and Other Financing Sources:				
Bond Proceeds	\$ 10,114,000	\$ -	\$ 10,114,000	\$ 10,114,000
Total revenues	10,114,000		10,114,000	10,114,000
Expenditures and Other Financing Uses:				
Purchased professional services	1,527,192	725	1,527,917	1,527,917
Construction services	8,516,529	25,544	8,542,073	8,542,073
	10,043,721	26,269	10,069,990	10,069,990
Excess (deficiency) or revenues over (under) expenditures	\$ 70,279	\$ (26,269)	\$ 44,010	\$ 44,010

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	12/08/15
Bonds Authorized	\$ 10,114,000
Bonds Issued	N/A
Original Authorized Cost	\$ 10,114,000
Additional Authorized Cost	\$ -
Revised Authorized Cost	\$ 10,114,000
Percentage Increase over Original Authorized Cost	0.00%
Percentage Completion	10.00%
Original target completion date	12/31/15
Revised target completion date	N/A

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Capital Projects Fund
 Summary Statement of Project Expenditures
 Year Ended June 30, 2021

Issue/Project Title	Original Date	Appropriations	Expenditures to Date		Transfer to Capital Reserve	Unexpended Balance
			Prior Years	Current Year		
High School - Mechanical and Electrical Upgrades Security System and Windows	6/20/14	\$ 2,605,062	\$ 2,594,994	\$ -	\$ 10,068	\$ -
Hopkins School - Mechanical Upgrades, Security Upgrades Windows and Communications	5/2/14	496,820	494,567		2,253	
BTMS @ Springside School - Security Upgrades and Communications	5/2/14	196,000	196,000			
Fountain Woods - Security Upgrades and Communications	5/2/14	150,000	150,000			
Young School - Exterior Closure and HVAC	5/2/14	2,230,553	2,230,553			
Various Improvements to School Facilities	12/8/15	<u>10,114,000</u>	<u>10,043,721</u>	<u>26,269</u>		<u>44,010</u>
Total		<u>\$ 15,792,435</u>	<u>\$ 15,709,835</u>	<u>\$ 26,269</u>	<u>\$ 12,321</u>	<u>\$ 44,010</u>

Proprietary Funds

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Enterprise Funds
Statement of Net Position
as of June 30, 2021

	Food Service	Performing Arts Center	Total
ASSETS:			
Current assets:			
Cash and cash equivalents	\$ 70,067	\$ 13,291	\$ 83,358
Accounts receivable:			
State	2,261		2,261
Federal	29,235		29,235
Other	71,490	1,375	72,865
Interfund	142,410	3,130	145,540
Inventories	41,348		41,348
Total current assets	356,811	17,796	374,607
Fixed assets:			
Buildings and Improvements	2,875,568	-	2,875,568
Equipment	677,015	-	677,015
Total Fixed Assets	3,552,583	-	3,552,583
Less Accumulated depreciation	(798,758)	-	(798,758)
Total fixed assets	2,753,825	-	2,753,825
Total assets	\$ 3,110,636	\$ 17,796	\$ 3,128,432
LIABILITIES:			
Current liabilities:			
Unearned Revenue	\$ 39,251	\$ 5,245	\$ 44,496
Interfund payable	301,970	-	301,970
Total current liabilities	341,221	5,245	346,466
NET POSITION:			
Net investment in capital assets	2,753,825	-	2,753,825
Unrestricted	15,590	12,551	28,141
Total net position	\$ 2,769,415	\$ 12,551	\$ 2,781,966

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Enterprise Funds

Statement of Revenues, Expenses and Changes in Net Position
for the Fiscal Years ended June 30, 2021

	<u>Food Service</u>	<u>Performing Arts Center</u>	<u>Total</u>
OPERATING REVENUES:			
Local sources:			
Daily sales-reimbursable programs	\$ -	\$ -	\$ -
Total reimbursable programs	-	-	-
Daily sales-non-reimbursable programs	7,252	-	7,252
Special functions	10,533	-	10,533
Miscellaneous - refund of prior year expenditures	<u>70,000</u>	<u>-</u>	<u>70,000</u>
Total non-reimbursable programs	87,785	-	87,785
Total operating revenue	<u>87,785</u>	<u>-</u>	<u>87,785</u>
OPERATING EXPENSES:			
Salaries and Wages	199,279	5,818	205,097
Employee Benefits	49,865		49,865
Direct expenses			-
Supplies and materials	10,864	9,060	19,924
Depreciation	91,543		91,543
Management fee	28,059		28,059
Cost of Sales - reimbursable programs	161,269		161,269
Cost of Sales - nonreimbursable programs	2,830		2,830
Other	<u>6,309</u>	<u>-</u>	<u>6,309</u>
Total operating expenses	<u>550,018</u>	<u>14,878</u>	<u>564,896</u>
Operating income (loss)	<u>(462,233)</u>	<u>(14,878)</u>	<u>(477,111)</u>
Non-operating revenues:			
State sources:			
State School Lunch Program	10,098	-	10,098
Federal sources:			
National School Lunch Program	195,597	-	195,597
National School Breakfast Program	126,982	-	126,982
U.S.D.A. commodities	19,189	-	19,189
Interest revenue	<u>351</u>	<u>38</u>	<u>389</u>
Total non-operating revenues	<u>352,217</u>	<u>38</u>	<u>352,255</u>
Change in Net position Before Other Items	(110,016)	(14,840)	(124,856)
Other Items:			
Board Contribution of Capital assets	<u>20,794</u>	<u>-</u>	<u>20,794</u>
Change in Net Position	(89,222)	(14,840)	(104,062)
Net position - July 1	<u>2,858,637</u>	<u>27,391</u>	<u>2,886,028</u>
Net position - June 30	<u>\$ 2,769,415</u>	<u>\$ 12,551</u>	<u>\$ 2,781,966</u>

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Enterprise Funds
Statement of Cash Flows
for the Fiscal Year ended June 30, 2021

	<u>Food Service</u>	<u>Performing Arts Center</u>	<u>Total</u>
Cash flows from operating activities:			
Cash receipts from customers	\$ 174,786	\$ -	\$ 174,786
Cash payments to employees for services	(277,323)	(5,818)	(283,141)
Cash payments to suppliers for goods and services	<u>(225,928)</u>	<u>(9,060)</u>	<u>(234,988)</u>
Net cash used by operating activities	<u>(328,465)</u>	<u>(14,878)</u>	<u>(343,343)</u>
Cash flows from noncapital financing activities:			
Cash received from state and federal reimbursements	<u>241,782</u>	<u>-</u>	<u>241,782</u>
Net cash provided by noncapital financing activities	<u>241,782</u>	<u>-</u>	<u>241,782</u>
Cash flows from capital financing activities:			
Purchases of fixed assets	<u>(20,794)</u>	<u>-</u>	<u>(20,794)</u>
Net cash used by capital financing activities	<u>(20,794)</u>	<u>-</u>	<u>(20,794)</u>
Cash flows from investing activities:			
Interest on investments	<u>351</u>	<u>38</u>	<u>389</u>
Net cash provided by investing activities	<u>351</u>	<u>38</u>	<u>389</u>
Net increase (decrease) in cash and cash equivalents	(107,126)	(14,840)	(121,966)
Cash and cash equivalents, July 1	<u>177,193</u>	<u>28,131</u>	<u>205,324</u>
Cash and cash equivalents, June 30	<u>\$ 70,067</u>	<u>\$ 13,291</u>	<u>\$ 83,358</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (462,233)	\$ (14,878)	\$ (477,111)
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:			
Depreciation	91,543	-	91,543
Federal commodities	19,189	-	19,189
Board contribution of Fixed Assets	20,794	-	20,794
Change in assets and liabilities:			
(Increase)/decrease in inventory	20,501	-	20,501
(Increase)/decrease in accounts receivable	56,804	-	56,804
Increase/(decrease) in interfund payable	(70,000)	-	(70,000)
Increase/(decrease) in unearned revenue	<u>(5,063)</u>	<u>-</u>	<u>(5,063)</u>
Net cash used by operating activities	<u>\$ (328,465)</u>	<u>\$ (14,878)</u>	<u>\$ (343,343)</u>

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Internal Service Fund
Statement of Net Position
as of June 30, 2021

	<u>Governmental Activities - Internal Service Technology Service</u>
ASSETS:	
Current assets:	
Cash and cash equivalents	\$ 35,367
Accounts receivable:	
Intergovernmental	<u>37,287</u>
Total current assets	<u>72,654</u>
Total assets	<u><u>\$ 72,654</u></u>
LIABILITIES:	
Current liabilities:	
Interfund payable	<u>\$ 72,654</u>
Total current liabilities	<u>72,654</u>
NET POSITION:	
Unrestricted	<u>-</u>
Total net position	<u><u>\$ -</u></u>

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Internal Service Fund
Statement of Revenues, Expenses and Changes in Net Position
for the Fiscal Years ended June 30, 2021

	Governmental Activities - Internal Service Technology Service
OPERATING REVENUES:	
Local sources:	
Shared Service Agreements	\$ 474,498
Total operating revenue	474,498
OPERATING EXPENSES:	
Technology Services	474,498
Total operating expenses	474,498
Operating income (loss)	-
Net Income (loss)	-
Net position - July 1	-
Net position - June 30	\$ -

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Internal Service Fund
Statement of Cash Flows
for the Fiscal Year ended June 30, 2021

	<u>Governmental Activities - Internal Service Technology Service</u>
Cash flows from operating activities:	
Cash receipts from customers	\$ 509,865
Cash payments to suppliers for goods and services	<u>(474,498)</u>
Net cash used by operating activities	<u>35,367</u>
Net increase (decrease) in cash and cash equivalents	35,367
Cash and cash equivalents, July 1	<u>-</u>
Cash and cash equivalents, June 30	<u>\$ 35,367</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ -
Adjustments to reconcile operating income (loss) to cash provided (used) by operating activities:	
Change in assets and liabilities:	
(Increase)/decrease in accounts receivable	35,367
Increase/(decrease) in interfund payable	<u>-</u>
Net cash used by operating activities	<u>\$ 35,367</u>

Long-Term Debt Schedules

BURLINGTON TOWNSHIP SCHOOL DISTRICT
General Long-Term Debt Account Group
Statement of Serial Bonds
June 30, 2021

Issue	Date of Issue	Amount of Issue	Annual Maturities		Rate of Interest	Balance July 1, 2020	Issued	Retired	Balance June 30, 2021
			Date	Amount					
Refunding Bonds	4/1/2012	\$ 13,795,000	07/15/21	\$ 1,430,000	4.00%	\$ 7,390,000	\$ -	\$ 1,385,000	\$ 6,005,000
			07/15/22	1,485,000	4.50%				
			07/15/23	1,540,000	4.50%				
			07/15/24	1,550,000	4.40%				
2016 School Bonds	7/15/2016	10,114,000	7/15/2021	1,200,000	1.500%	8,314,000		1,200,000	7,114,000
			7/15/2022	1,180,000	1.750%				
			7/15/2023	1,155,000	2.000%				
			7/15/2024	1,180,000	2.000%				
			7/15/2025	1,200,000	2.000%				
			7/15/2026	1,199,000	2.000%				
Total						\$ 15,704,000	\$ -	\$ 2,585,000	\$ 13,119,000

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Budgetary Comparison Schedule
Debt Service Fund
Fiscal Year Ended June 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES:					
Local sources:					
Local tax levy	\$ 2,512,793	\$ -	\$ 2,512,793	\$ 2,512,793	\$ -
Total revenues - local sources	2,512,793	-	2,512,793	2,512,793	-
State sources:					
Debt service aid type II	509,717	-	509,717	509,717	-
Total revenues - state sources	509,717	-	509,717	509,717	-
Total Revenues	3,022,510	-	3,022,510	3,022,510	-
EXPENDITURES:					
Regular debt service:					
Interest on bonds	450,055	-	450,055	450,055	-
Redemption of principal	2,585,000	-	2,585,000	2,585,000	-
Total Expenditures	3,035,055	-	3,035,055	3,035,055	-
Excess (Deficiency) of revenues over (under) expenditures	(12,545)	-	(12,545)	(12,545)	-
Other Financing Sources and (Uses):					
Transfer from Capital Projects	-	-	-	346	346
Total Other Financing Sources	-	-	-	346	346
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses):	(12,545)	-	(12,545)	(12,199)	346
Fund Balance, July 1	17,724	-	17,724	17,724	-
Fund Balance, June 30	\$ 5,179	\$ -	\$ 5,179	\$ 5,525	\$ 346

Statistical Section

Burlington Township School District
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-1

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities:										
Net investment in capital assets	\$ 26,690,199	\$ 28,803,444	\$ 31,090,573	\$ 36,972,907	\$ 40,367,864	\$ 33,307,706	\$ 36,783,789	\$ 40,510,458	\$ 43,678,376	\$ 44,132,061
Restricted for:	-	-	-	-	-	-	-	-	-	-
Capital projects	2,232,176	2,966,623	5,683,186	3,004,047	2,026,604	9,545,718	4,496,580	2,644,042	3,165,987	5,015,672
Debt service	-	-	-	182,209	13,870	49,322	74,720	51,813	17,724	5,525
Other purposes	3,534,938	3,701,179	3,474,621	2,774,416	2,818,246	3,078,738	2,728,974	2,694,401	2,788,665	3,700,778
Unrestricted	(967,317)	(1,788,509)	(1,737,575)	(11,375,681)	(11,270,635)	(11,736,951)	(11,686,854)	(11,046,203)	(10,211,999)	(7,303,079)
Total governmental activities net position	<u>\$ 31,489,996</u>	<u>\$ 33,682,737</u>	<u>\$ 38,510,805</u>	<u>\$ 31,557,898</u>	<u>\$ 33,955,949</u>	<u>\$ 34,244,533</u>	<u>\$ 32,397,209</u>	<u>\$ 34,854,511</u>	<u>\$ 39,438,753</u>	<u>\$ 45,550,957</u>
Business-type activities:										
Net investment in capital assets	\$ 392,795	\$ 377,636	\$ 362,477	\$ 347,772	\$ 334,117	\$ 321,844	\$ 3,009,199	\$ 2,916,666	\$ 2,824,573	\$ 2,753,825
Unrestricted	167,290	164,406	214,916	191,016	129,597	92,505	97,869	117,632	61,455	28,141
Total business-type activities net position	<u>\$ 560,085</u>	<u>\$ 542,042</u>	<u>\$ 577,393</u>	<u>\$ 538,788</u>	<u>\$ 463,714</u>	<u>\$ 414,349</u>	<u>\$ 3,107,068</u>	<u>\$ 3,034,298</u>	<u>\$ 2,886,028</u>	<u>\$ 2,781,966</u>
District-wide:										
Net investment in capital assets	\$ 27,082,994	\$ 29,181,080	\$ 31,453,050	\$ 37,320,679	\$ 40,701,981	\$ 33,629,550	\$ 39,792,988	\$ 43,427,124	\$ 46,502,949	\$ 46,885,886
Restricted:										
Capital projects	2,232,176	2,966,623	5,683,186	3,004,047	2,026,604	9,545,718	4,496,580	2,644,042	3,165,987	5,015,672
Debt service	-	-	-	182,209	13,870	49,322	74,720	51,813	17,724	5,525
Other purposes	3,534,938	3,701,179	3,474,621	2,774,416	2,818,246	3,078,738	2,728,974	2,694,401	2,788,665	3,700,778
Unrestricted	(800,027)	(1,624,103)	(1,522,659)	(11,184,665)	(11,141,038)	(11,644,446)	(11,588,985)	(10,928,571)	(10,150,544)	(7,274,938)
Total district net position	<u>\$ 32,050,081</u>	<u>\$ 34,224,779</u>	<u>\$ 39,088,198</u>	<u>\$ 32,096,686</u>	<u>\$ 34,419,663</u>	<u>\$ 34,658,882</u>	<u>\$ 35,504,277</u>	<u>\$ 37,888,809</u>	<u>\$ 42,324,781</u>	<u>\$ 48,332,923</u>

Burlington Township School District
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses:										
Governmental activities:										
Instruction:										
Regular	\$ 17,648,544	\$ 18,587,884	\$ 18,548,395	\$ 19,079,235	\$ 19,510,826	\$ 19,835,384	\$ 20,750,514	\$ 20,478,045	\$ 20,406,596	\$ 20,854,103
Special education	7,390,064	7,859,851	6,365,974	6,556,937	6,586,368	6,857,960	7,281,816	6,582,548	7,151,647	7,270,472
Other instruction	1,819,083	1,956,105	2,067,717	2,044,938	2,096,426	2,240,798	2,188,131	2,692,241	2,999,813	2,739,816
Support Services:										
Tuition	2,939,828	2,296,865	2,228,530	2,133,509	2,492,883	2,721,679	3,262,410	4,841,975	3,669,942	3,175,440
Student & instruction related services	5,371,027	5,994,396	7,795,640	8,006,836	8,074,909	8,402,913	8,604,348	9,453,035	10,372,015	11,429,469
School administrative services	2,065,641	2,170,709	2,264,061	2,008,566	1,998,980	2,279,415	2,018,627	2,536,377	2,633,674	2,574,804
General and business administrative services	1,559,917	1,715,221	1,806,085	2,739,238	3,231,349	2,139,713	3,034,794	2,184,175	2,488,263	2,742,921
Plant operations and maintenance	4,682,876	5,494,750	6,632,987	6,770,069	6,280,321	7,744,288	9,900,494	5,616,269	5,513,168	6,709,138
Pupil transportation	2,611,623	2,662,537	2,726,822	2,847,978	2,853,287	2,832,214	2,903,921	3,425,087	2,773,685	2,582,209
Unallocated employee benefits	12,904,618	14,741,082	14,460,219	14,637,894	15,249,854	16,613,737	35,796,503	32,068,620	29,904,081	39,029,963
Charter schools	124,018	52,122	37,196	9,035	18,393	10,005	9,197	106,261	126,850	151,448
Interest on long-term debt	1,443,649	1,523,662	908,696	870,560	745,475	745,241	717,192	432,527	528,034	419,553
Unallocated depreciation and amortization	143,678	114,186	214,399	76,577	130,504	126,795	131,204	155,209	81,926	130,781
Total governmental activities expenses	<u>60,704,566</u>	<u>65,169,370</u>	<u>66,056,721</u>	<u>67,781,372</u>	<u>69,269,575</u>	<u>72,550,142</u>	<u>96,599,151</u>	<u>90,572,369</u>	<u>88,649,694</u>	<u>99,810,117</u>
Business-type activities:										
Community Arts Center	43,668	47,437	52,367	65,689	63,499	57,789	53,569	47,489	31,995	14,878
Food Service	1,729,954	1,657,407	1,671,370	1,628,871	1,683,937	1,471,199	1,353,351	1,491,956	1,191,951	550,018
Total business-type activities expense	<u>1,773,622</u>	<u>1,704,844</u>	<u>1,723,737</u>	<u>1,694,560</u>	<u>1,747,436</u>	<u>1,528,988</u>	<u>1,406,920</u>	<u>1,539,445</u>	<u>1,223,946</u>	<u>564,896</u>
Total district expenses	<u>\$ 62,478,188</u>	<u>\$ 66,874,214</u>	<u>\$ 67,780,458</u>	<u>\$ 69,475,932</u>	<u>\$ 71,017,011</u>	<u>\$ 74,079,130</u>	<u>\$ 98,006,071</u>	<u>\$ 92,111,814</u>	<u>\$ 89,873,640</u>	<u>\$ 100,375,013</u>
Program Revenues:										
Governmental activities:										
Operating grants and contributions	\$ 6,410,954	\$ 7,675,389	\$ 7,057,093	\$ 6,518,042	\$ 7,394,673	\$ 9,351,983	\$ 29,611,391	\$ 25,978,361	\$ 23,552,023	\$ 34,480,036
Charges for service				653,043	833,398	232,010	478,208	245,364	279,358	941,820
Total governmental activities program revenues	<u>6,410,954</u>	<u>7,675,389</u>	<u>7,057,093</u>	<u>7,171,085</u>	<u>8,228,071</u>	<u>9,583,993</u>	<u>30,089,599</u>	<u>26,223,725</u>	<u>23,831,381</u>	<u>35,421,856</u>

(Continued)

Burlington Township School District
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

Exhibit J-2

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Business-type activities:										
Charges for services:										
Performing Arts Center	\$ 30,420	\$ 46,510	\$ 40,710	\$ 60,835	\$ 41,250	\$ 39,955	\$ 30,970	\$ 32,185	\$ 4,645	\$ -
Food service	1,151,603	1,072,889	1,155,350	999,327	974,981	773,464	720,104	823,135	552,820	87,785
Operating grants and contributions	542,082	566,926	562,674	595,051	655,224	629,094	601,908	607,443	514,676	351,866
Total business type activities program revenues	1,724,105	1,686,325	1,758,734	1,655,213	1,671,455	1,442,513	1,352,982	1,462,763	1,072,141	439,651
Total district program revenues	\$ 8,135,059	\$ 9,361,714	\$ 8,815,827	\$ 8,826,298	\$ 9,899,526	\$ 11,026,506	\$ 31,442,581	\$ 27,686,488	\$ 24,903,522	\$ 35,861,507
Net (Expense)/Revenue:										
Governmental activities	\$ (54,293,612)	\$ (57,493,981)	\$ (58,999,628)	\$ (60,610,287)	\$ (61,041,504)	\$ (62,966,149)	\$ (66,509,552)	\$ (64,348,644)	\$ (64,818,313)	\$ (64,388,261)
Business-type activities	(49,517)	(18,519)	34,997	(39,347)	(75,981)	(86,475)	(53,938)	(76,682)	(151,805)	(125,245)
Total district-wide net expense	\$ (54,343,129)	\$ (57,512,500)	\$ (58,964,631)	\$ (60,649,634)	\$ (61,117,485)	\$ (63,052,624)	\$ (66,563,490)	\$ (64,425,326)	\$ (64,970,118)	\$ (64,513,506)
General Revenues and Other Changes in Net Position:										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 34,745,745	\$ 35,829,683	\$ 37,196,328	\$ 38,033,254	\$ 38,793,919	\$ 39,569,797	\$ 40,361,193	\$ 41,168,417	\$ 42,029,999	\$ 42,870,599
Taxes levied for debt service	3,873,418	3,897,792	3,800,613	3,539,220	3,306,596	3,466,574	3,564,151	3,656,267	3,531,589	2,512,793
Unrestricted grants and contributions	19,149,798	19,476,178	21,617,556	20,482,740	20,421,926	19,857,334	19,770,577	21,116,815	22,931,796	23,266,614
Investment earnings	35,967	2,248	2,654	890	2,784	43,450	53,795	12,545	26,010	1,371
Miscellaneous income	482,979	849,601	1,210,545	669,211	914,330	317,578	912,512	851,902	883,161	659,703
Transfers	-	-	-	-	-	-	-	-	-	-
Total governmental activities	58,287,907	60,055,502	63,827,696	62,725,315	63,439,555	63,254,733	64,662,228	66,805,946	69,402,555	69,311,080
Business-type activities:										
Investment earnings	2,750	476	354	742	907	1,310	2,842	3,912	3,535	389
Board contribution of fixed assets	-	-	-	-	-	-	-	-	-	20,794
Miscellaneous income	-	-	-	-	-	35,800	2,743,815	-	-	-
Total business-type activities	2,750	476	354	742	907	37,110	2,746,657	3,912	3,535	21,183
Total district-wide	\$ 58,290,657	\$ 60,055,978	\$ 63,828,050	\$ 62,726,057	\$ 63,440,462	\$ 63,291,843	\$ 67,408,885	\$ 66,809,858	\$ 69,406,090	\$ 69,332,263
Change in Net Position:										
Governmental activities	\$ 3,994,295	\$ 2,561,521	\$ 4,828,068	\$ 2,115,028	\$ 2,398,051	\$ 288,584	\$ (1,847,324)	\$ 2,457,302	\$ 4,584,242	\$ 4,922,819
Business-type activities	(46,767)	(18,043)	35,351	(38,605)	(75,074)	(49,365)	2,692,719	(72,770)	(148,270)	(104,062)
Total district-wide	\$ 3,947,528	\$ 2,543,478	\$ 4,863,419	\$ 2,076,423	\$ 2,322,977	\$ 239,219	\$ 845,395	\$ 2,384,532	\$ 4,435,972	\$ 4,818,757

**Burlington Township School District
Fund Balances, Governmental Funds,
Last Ten Fiscal Years**
(modified accrual basis of accounting)

Exhibit J-3

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund:										
Reserved for:										
Encumbrances	\$ 48,437	\$ 151,380	\$ -	\$ 25,001	\$ 191,126	\$ 279,304	\$ -	\$ 52,627	\$ 358,836	\$ 1,277,140
Capital reserve	2,035,340	2,924,446	1,300,156	1,707,921	2,016,726	1,794,043	1,852,716	1,864,556	3,083,387	4,989,712
Maintenance reserve	546,000	946,000	946,000	946,000	946,000	1,419,000	1,446,000	1,458,800	1,458,800	2,290,522
Unemployment compensation										715,517
Excess surplus	257,917	205,428	-	-	-					
Excess surplus - designated for subsequent year's expenditures	322,773	257,917	205,428	-	-					
Legally restricted										
ARRA/SEMI- Unreserved - designated for subsequent year's expenditures				21,368	-					
Unreserved - designated for subsequent year's expenditures	2,351,131	2,085,947	2,095,157	1,782,047	1,677,716	1,380,434	1,282,974	1,182,974	992,330	610,582
Unreserved	306,897	(44,754)	(300,651)	(481,977)	(429,709)	(205,080)	(316,528)	(273,546)	(166,491)	224,784
Total general fund	<u>\$ 5,868,495</u>	<u>\$ 6,526,364</u>	<u>\$ 4,246,090</u>	<u>\$ 4,000,360</u>	<u>\$ 4,401,859</u>	<u>\$ 4,667,701</u>	<u>\$ 4,265,162</u>	<u>\$ 4,285,411</u>	<u>\$ 5,726,862</u>	<u>\$ 10,108,257</u>
All Other Governmental Funds										
Reserved:										
Encumbrances	\$ 149,493	\$ 18,971	\$ 2,373,716	\$ 463,005	\$ 3,404	\$ 4,658,200	\$ 1,861,018	\$ 562,555	\$ 27,744	\$ 18,050
Unreserved - designated for subsequent year's expenditures						13,870	35,452	39,268	12,545	-
Unreserved, reported in:										
Special revenue fund	-	-	-	-	-				(21,301)	694,466
Capital projects fund	47,343	23,206	2,009,314	833,121	9,878	3,093,475	782,846	216,931	54,856	25,960
Debt service fund	8,680	54,507	228,036	182,209	13,870	35,452	39,268	12,545	5,179	5,525
Total all other governmental funds	<u>\$ 205,516</u>	<u>\$ 96,684</u>	<u>\$ 4,611,066</u>	<u>\$ 1,478,335</u>	<u>\$ 27,152</u>	<u>\$ 7,800,997</u>	<u>\$ 2,718,584</u>	<u>\$ 831,299</u>	<u>\$ 79,023</u>	<u>\$ 744,001</u>

Burlington Township School District
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-4

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Tax levy	\$ 38,619,163	\$ 39,727,475	\$ 40,996,941	\$ 41,572,474	\$ 42,100,515	\$ 43,036,371	\$ 43,925,344	\$ 44,824,684	\$ 45,561,588	\$ 45,383,392
Tuition charges	244,212	403,855	551,663	338,678	492,487	187,449	114,405	245,364	279,358	467,322
Transportation charges	11,255	56,806	31,509	56,438	27,988	44,561	34,735	86,271	38,062	36,340
Interest earnings	35,967	2,248	2,654	890	2,784	43,450	53,795	12,545	26,010	7,217
Miscellaneous	290,874	455,082	682,342	293,340	402,384	339,160	796,665	1,054,963	1,395,217	617,517
Local sources										794,655
State sources	23,547,311	25,766,255	27,337,752	25,634,781	26,450,811	27,745,455	28,876,318	31,559,767	32,853,444	36,178,694
Federal sources	1,950,079	1,319,170	1,281,928	1,346,756	1,357,259	1,442,280	1,432,011	1,449,569	1,414,014	2,320,673
Total revenue	64,698,861	67,730,891	70,884,789	69,243,357	70,834,228	72,838,726	75,233,273	79,233,163	81,567,693	85,805,810
Expenditures										
Instruction										
Regular Instruction	16,156,784	16,891,831	16,803,273	16,890,650	17,543,878	18,001,937	18,807,712	18,340,402	18,648,980	19,014,760
Special education instruction	7,390,064	7,859,851	6,365,974	6,556,937	6,586,368	6,857,960	7,281,816	6,582,548	7,151,647	7,270,472
Other special instruction	1,819,083	1,956,105	2,067,717	2,044,938	2,096,426	2,240,798	2,188,131	2,692,241	2,999,813	2,739,816
Other instruction										
Support Services:										
Tuition	2,939,828	2,296,865	2,228,530	2,133,509	2,492,883	2,721,679	3,262,410	4,841,975	3,669,942	3,175,440
Student & instruction related services	5,371,027	5,994,396	7,795,640	8,006,836	8,074,909	8,402,913	8,604,348	9,453,035	10,372,015	11,429,469
School administrative services	1,849,768	1,942,336	2,024,011	2,008,566	1,998,980	2,025,825	2,018,627	2,070,749	2,235,978	2,182,460
General and business admin. services	1,559,917	1,715,221	1,806,085	1,840,134	2,136,944	2,139,713	2,294,176	2,184,175	2,488,263	2,268,423
Plant operations and maintenance	4,672,305	5,003,333	5,485,395	5,650,857	5,679,619	5,709,738	5,294,233	5,810,770	5,626,527	5,486,642
Pupil transportation	2,611,623	2,662,537	2,726,822	2,847,978	2,853,287	2,832,214	2,903,921	3,114,668	2,773,685	2,582,209
Other support services	12,904,618	14,741,082	14,460,219	14,668,754	15,404,545	16,049,868	16,949,095	18,713,357	18,801,195	21,167,385
Special Schools										
Charter School	124,018	52,122	37,196	9,035	18,393	10,005	9,197	106,261	126,850	151,448
Capital outlay	2,354,764	985,719	2,019,066	5,405,499	2,486,655	3,446,339	6,445,262	2,338,788	1,305,093	1,445,243
Debt service:										
Principal	3,400,000	3,755,000	3,680,000	3,485,000	3,525,000	3,595,000	3,665,000	4,095,000	4,085,000	2,585,000
Interest and other charges	1,828,983	1,325,456	1,287,496	1,073,125	986,025	879,050	994,297	756,230	593,530	450,055
Total expenditures	64,982,782	67,181,854	68,787,424	72,621,818	71,883,912	74,913,039	80,718,225	81,100,199	80,878,518	81,948,822
Excess (Deficiency) of revenues over (under) expenditures	(283,921)	549,037	2,097,365	(3,378,461)	(1,049,684)	(2,074,313)	(5,484,952)	(1,867,036)	689,175	3,856,988
Other Financing sources (uses)										
Proceeds from borrowing	144,306	-	14,540,387	-	-	10,114,000				
Accounts receivable cancelled	(5,287)	-	(14,403,644)	-	-	-				
Transfers in	208,680	-	2,422,137	970,500	13,870	35,452	42,672	12,545	5,179	52,086
Transfers out	(208,680)	-	(2,422,137)	(970,500)	(13,870)	(35,452)	(42,672)	(12,545)	(5,179)	(52,086)
Total other financing sources (uses)	139,019	-	136,743	-	-	10,114,000	-	-	-	-
Net change in fund balances	\$ (144,902)	\$ 549,037	\$ 2,234,108	\$ (3,378,461)	\$ (1,049,684)	\$ 8,039,687	\$ (5,484,952)	\$ (1,867,036)	\$ 689,175	\$ 3,856,988
Debt service as a percentage of noncapital expenditures	8.35%	7.67%	7.44%	6.78%	6.50%	6.26%	6.27%	6.16%	5.88%	3.77%

Source: District records

Burlington Township School District
General Fund - Other Local Revenue by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

Exhibit J-5

Fiscal Year Ending June 30,	Interest on Investments	Transportation	Tuition	Refunds	Rentals	Shared Services	Donations	Preschool Program Fees	Miscellaneous	Total
2012	\$ 28,177	\$ 244,212	\$ 11,255	\$ 99,785	\$ 83,084	\$ -	\$ 13,300	\$ 25,400	\$ 5,943	\$ 511,156
2013	8,101	56,806	403,855	31,459	70,269			20,300	261,059	851,849
2014	6,337	31,509	551,663	59,812	125,674	384,833		20,800	29,917	1,210,545
2015	20,896	56,438	338,678	63,624	105,560	25,416		21,435	38,054	670,101
2016	20,848	27,988	492,487	91,573	64,730	37,219	800	37,000	144,469	917,114
2017	69,155	44,561	187,449	79,380	64,820	34,093	-	26,100	87,480	593,038
2018	81,221	34,735	114,405	500,110	76,317	23,910		39,950	56,391	927,039
2019	100,250	86,271	245,364	484,479	102,755	17,537		30,655	29,955	1,097,266
2020	53,110	38,062	279,358	661,473	89,265	15,981		18,690	6,580	1,162,519
2021	13,362	36,340	467,322	536,467	22,085	23,725		19,994	1,538	1,120,833
	<u>\$ 401,457</u>	<u>\$ 656,922</u>	<u>\$ 3,091,836</u>	<u>\$ 2,608,162</u>	<u>\$ 804,559</u>	<u>\$ 562,714</u>	<u>\$ 14,100</u>	<u>\$ 260,324</u>	<u>\$ 661,386</u>	<u>\$ 9,061,460</u>

Source: District records

Burlington Township School District
 Assessed Value and Actual Value of Taxable Property,
 Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities a	Net Valuation Taxable	Tax-Exempt Property	Total Direct School Tax Rate b	Estimated Actual (County Equalized) Value
2012	\$ 63,813,100	\$ 1,539,973,957	\$ 2,119,300	\$ 868,700	\$ 342,544,250	\$ 219,982,600	\$ 55,090,000	\$ 2,224,391,907	\$ 4,662,239	\$ 2,229,054,146	\$ 248,770,450	\$ 1.782	\$ 2,324,940,541
2013	67,610,200	1,527,747,957	2,021,300	874,900	339,142,450	228,582,600	54,290,000	2,220,269,407	3,498,570	2,223,767,977	252,810,450	1.844	2,260,097,655
2014	61,935,100	1,530,989,757	1,599,800	888,400	333,579,550	224,082,200	54,065,000	2,207,139,807	2,575,429	2,209,715,236	252,409,450	1.881	2,241,817,759
2015	58,134,200	1,537,823,757	1,599,800	857,400	297,699,900	239,808,300	54,065,000	2,189,988,357	2,566,194	2,192,554,551	254,308,450	1.920	2,293,204,680
2016	56,600,700	1,559,843,767	1,591,800	785,000	300,559,900	240,522,900	54,065,000	2,213,969,067	2,238,278	2,212,207,335	256,672,750	1.946	2,521,626,938
2017	54,232,200	1,604,295,700	1,626,000	606,900	313,796,700	260,409,600	65,984,400	2,300,951,500	2,716,695	2,303,668,195	343,987,900	1.907	2,452,521,692
2018	59,912,150	1,618,966,900	897,800	593,500	309,893,500	254,350,200	65,984,400	2,310,598,450	2,708,203	2,313,306,653	347,612,150	1.938	2,381,910,897
2019	75,968,750	1,625,234,100	974,000	543,100	309,071,400	252,129,400	63,484,400	2,327,405,150	2,604,523	2,330,009,673	366,711,950	1.955	2,527,457,076
2020	72,545,750	1,633,869,100	974,000	503,400	256,454,500	334,341,700	63,484,400	2,362,172,850	2,361,476	2,364,534,326	419,930,750	1.919	2,754,628,232
2021	60,437,150	1,635,480,600	974,000	473,500	250,348,600	374,728,600	63,484,400	2,385,926,850	2,453,731	2,388,380,581	459,275,150	1.936	2,715,477,474

Source: Municipal Tax Assessor

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 ordered by the County Board of Taxation

a Taxable Value of Machinery, Improvements and Equipment of Telephone, Telegraph and Messenger System Companies.

b Tax rates are per \$100.

**Burlington Township School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years**
(rate per \$100 of assessed value)

Exhibit J-7

Fiscal Year Ended June 30,	Burlington School District Direct Rate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic Rate	General Obligation Debt Service	Total Direct	Township of Burlington	Burlington County	Fire District	
2012	\$ 1.607	\$ 0.175	\$ 1.782	\$ 0.453	\$ 0.392	\$ 0.077	\$ 2.704
2013	1.673	0.171	1.844	0.483	0.381	0.078	2.786
2014	1.721	0.160	1.881	0.496	0.384	0.079	2.840
2015	1.769	0.151	1.920	0.514	0.431	0.083	2.948
2016	1.797	0.149	1.946	0.513	0.456	0.085	3.000
2017	1.752	0.155	1.907	0.523	0.426	0.085	2.941
2018	1.780	0.158	1.938	0.523	0.411	0.087	2.959
2019	1.803	0.152	1.955	0.528	0.432	0.089	3.004
2020	1.813	0.106	1.919	0.527	0.460	0.091	2.997
2021	1.831	0.105	1.936	0.531	0.444	0.093	3.004

Source: Municipal Tax Collector

Note: NJSA 18A:7F-5d limits the amount that the district can submit for a general fund tax levy . The levy when added to other components of the district's net budget may not exceed the prebudget year net budget by more than the spending growth limitation calculated as follows: the prebudget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

- a** The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.
- b** Rates for debt service are based on each year's requirements.

**Burlington Township School District
Principal Property Tax Payers,
Current Year and Nine Years Ago**

Exhibit J-8

Taxpayer	2021		Taxpayer	2012	
	Taxable Assessed Value	% of Total District Net Assessed Value		Taxable Assessed Value	% of Total District Net Assessed Value
Stag Burlington 2, LLC	\$ 42,595,400	1.78%	Whitesell Inc.	\$ 68,803,500	3.09%
Haines Center - Burl LLC	33,916,800	1.42%	1900 River Road, LLC	40,300,000	1.81%
Bustleton Investors	31,850,000	1.33%	Midmall	26,075,000	1.17%
Midmall Resources LP	30,500,500	1.28%	Burlington Coat Factory	25,205,000	1.13%
Cole BJ Burlington NJ LLC	30,129,500	1.26%	130 Holdings, LLC	18,603,000	0.83%
Stag Burlington, LLC	26,160,500	1.10%	Sunset Associates	18,000,000	0.81%
Burlington Coat Factory	25,903,400	1.08%	JS Hovanian	14,100,000	0.63%
Sunset Associates	19,237,500	0.81%	GP, Burlington LLC, Center	13,506,000	0.61%
DTC Burlington, LLC	16,735,000	0.70%	Northgate Village Real	13,270,000	0.60%
Nothgate Village Apartments	16,233,800	0.68%	Willow Point Apartments	10,700,000	0.48%
Total	\$ 273,262,400	11.44%	Total	\$ 248,562,500	11.15%

Source: Municipal Tax Assessor

**Burlington Township School District
Property Tax Levies and Collections,
Last Ten Fiscal Years**

Exhibit J-9

Fiscal Year Ended June 30,	Taxes Levied for the Calendar Year	Collected within the Fiscal Year of the Levy ^a		Collections in Subsequent Years
		Amount	Percentage of Levy	
2012	\$ 38,619,163	\$ 38,619,163	100.00%	-
2013	39,727,475	39,727,475	100.00%	-
2014	40,996,941	40,996,941	100.00%	-
2015	41,572,474	41,572,474	100.00%	-
2016	42,100,515	42,100,515	100.00%	-
2017	43,036,371	43,036,371	100.00%	-
2018	43,925,344	43,925,344	100.00%	-
2019	44,824,684	44,824,684	100.00%	-
2020	45,561,588	45,561,588	100.00%	-
2021	45,383,392	45,383,392	100.00%	-

Source: District records including the Certificate and Report of School Taxes (A4F form)

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

Burlington Township School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(dollars in thousands, except per capita)

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities		Total District	Percentage of Personal Income ^a	Per Capita ^b
	General Obligation Bonds	Unfunded Pension Liability	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases				
2012	\$ 36,230,000	\$ -	\$ 152,717	\$ -	\$ -	\$ 36,382,717	3.16%	1,613	
2013	32,475,000		51,772			32,526,772	2.79%	1,443	
2014	28,040,000		-			28,040,000	2.31%	1,243	
2015	24,555,000		-			24,555,000	1.92%	1,083	
2016	21,030,000		-			21,030,000	1.60%	927	
2017	27,549,000		-			27,549,000	2.05%	1,217	
2018	23,884,000		-			23,884,000	1.73%	1,058	
2019	19,789,000		-			19,789,000	1.37%	879	
2020	15,704,000		-			15,704,000	c	694	
2021	13,119,000		-			13,119,000	c	c	

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

- a Based on Per Capita Income for Burlington County
- b Based on School District Population as of July 1,
- c Not available

Burlington Township School District
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Exhibit J-11

(dollars in thousands, except per capita)

Fiscal Year Ended June 30,	General Bonded Debt Outstanding		Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Deductions			
2012	\$ 36,230,000		\$ 36,230,000	1.63%	1,607
2013	32,475,000		32,475,000	1.46%	1,441
2014	28,040,000		28,040,000	1.27%	124
2015	24,555,000		24,555,000	1.12%	1,083
2016	21,030,000		21,030,000	0.95%	929
2017	27,549,000		27,549,000	1.20%	1,220
2018	23,884,000		23,884,000	1.03%	1,060
2019	19,789,000		19,789,000	0.85%	874
2020	15,704,000		15,704,000	0.66%	694
2021	13,119,000		13,119,000	0.55%	c

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

a See Exhibit J-6 for property tax data.

b Population data can be found in Exhibit J-14.

c Not available

**Burlington Township School District
Ratios of Overlapping Governmental Activities Debt
As of December 31, 2020**

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Township of Burlington	\$ 17,297,968	100.000%	\$ 17,297,968
Burlington County General Obligation Debt	202,410,342	5.568%	11,270,208
			<hr/>
Subtotal, overlapping debt			28,568,176
Burlington Township School District Direct Debt			<hr/> 13,119,000
Total direct and overlapping debt			<hr/> \$ 41,687,176 <hr/>

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

Note: Debt outstanding data provided by each governmental unit.
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 Burlington. This process recognizes that, when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping payment.

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

Legal Debt Margin Calculation for Fiscal Year 2021

	Equalized valuation basis	
	2018	\$ 2,443,784,717
	2019	2,661,108,107
	2020	<u>2,633,121,001</u>
	[A]	<u><u>\$ 7,738,013,825</u></u>
Average equalized valuation of taxable property	[A/3]	\$ 2,579,337,942
Debt limit (4% of average equalized valuation)	[B]	103,173,518 ^a
Net bonded school debt	[C]	<u>13,119,000</u>
Legal debt margin	[B-C]	<u><u>\$ 90,054,518</u></u>

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	\$ 104,584,802	\$ 98,190,690	\$ 92,645,635	\$ 90,450,087	\$ 93,533,058	\$ 95,556,527	\$ 95,904,302	\$ 95,437,906	\$ 99,029,462	\$ 103,173,518
Total net debt applicable to limit	<u>36,230,000</u>	<u>32,475,000</u>	<u>28,040,000</u>	<u>24,555,000</u>	<u>21,030,000</u>	<u>27,549,000</u>	<u>23,884,000</u>	<u>19,789,000</u>	<u>15,704,000</u>	<u>13,119,000</u>
Legal debt margin	<u><u>\$ 68,354,802</u></u>	<u><u>\$ 65,715,690</u></u>	<u><u>\$ 64,605,635</u></u>	<u><u>\$ 65,895,087</u></u>	<u><u>\$ 72,503,058</u></u>	<u><u>\$ 68,007,527</u></u>	<u><u>\$ 72,020,302</u></u>	<u><u>\$ 75,648,906</u></u>	<u><u>\$ 83,325,462</u></u>	<u><u>\$ 90,054,518</u></u>
Total net debt applicable to the limit as a percentage of debt limit	34.64%	33.07%	30.27%	27.15%	22.48%	28.83%	24.90%	20.73%	15.86%	12.72%

Source: Equalized valuation bases were obtained from the Annual Report of the State of New Jersey, Department of Treasury, Division of Taxation

^a Limit set by NJSA 18A:24-19 for a K through 12 district; other % limits would be applicable for other districts

**Burlington Township School District
Demographic and Economic Statistics
Last Ten Fiscal Years**

Exhibit J-14

<u>Year</u>	<u>Population ^a</u>	<u>Personal Income ^b</u>	<u>Per Capita Personal Income ^c</u>	<u>Unemployment Rate ^d</u>
2012	22,551	\$ 1,152,491,406	\$ 51,106	9.5%
2013	22,542	1,163,956,170	51,635	9.5%
2014	22,551	1,212,567,270	53,770	6.2%
2015	22,680	1,276,362,360	56,277	5.2%
2016	22,640	1,312,010,640	57,951	5.2%
2017	22,576	1,341,736,832	59,432	3.7%
2018	22,524	1,379,459,856	61,244	3.4%
2019	22,631	1,439,444,755	63,605	3.1%
2020	22,632	e	e	7.5%
2021	e	e	e	e

Source:

- a Population information provided by the NJ Dept of Labor and Workforce Development.
- b Personal income for Burlington County.
- c Per Capita for Burlington County.
- d Unemployment data provided by the NJ Dept of Labor and Workforce Development.
- e Not available.

Burlington Township School District
Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years

Exhibit J-16

Function/Program	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Instruction										
Regular	237	237	236	239	236	240	231	231	229	229
Special education	122	127	115	110	111	102	102	98	109	104
Other special education										
Vocational										
Other instruction										
Nonpublic school programs										
Adult/continuing education programs										
Support Services:										
Student & instruction related services	86	97	97	79	75	75	71	70	68	68
School administrative services	33	27	27	27	27	27	27	30	30	28
General and business administrative services	3	3	3	3	3	3	3	3	3	3
Plant operations and maintenance	5	5	5	5	5	6	6	6	6	6
Pupil transportation	11	11	11	11	11	11	12	12	12	12
Business and other support services	8	8	8	7	6	8	8	7	7	8
Special Schools										
Food Service										
Child Care										
Total	505	515	502	481	474	472	460	457	464	458

Source: District Personnel Records

Burlington Township School District
 Operating Statistics,
 Last Ten Fiscal Years

Exhibit J-17

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	Senior High School				
2012	4,095	\$ 57,399,035	\$ 14,017	3.91%	359	18:1	13:1	13:1	4,061	3,886	-1.05%	95.69%
2013	4,027	61,115,679	15,176	3.91%	364	18:1	13:1	13:1	4,021	3,835	-0.98%	95.37%
2014	4,032	61,800,862	15,328	1.00%	351	18:1	13:1	13:1	4,043	3,857	0.54%	95.40%
2015	3,985	62,658,194	15,724	2.58%	349	18:1	13:1	13:1	3,994	3,804	-1.21%	95.26%
2016	3,930	64,886,232	16,510	5.01%	347	18:1	13:1	13:1	3,931	3,768	-1.58%	95.85%
2017	3,878	66,992,650	17,275	4.63%	347	18:1	13:1	13:1	3,869	3,700	-1.58%	95.63%
2018	3,797	69,613,666	18,334	6.13%	333	18:1	13:1	13:1	3,819	3,636	-1.29%	95.21%
2019	3,698	73,910,181	19,987	9.01%	329	18:1	13:1	13:1	3,697	3,540	-3.19%	95.75%
2020	3,690	74,894,895	20,297	1.55%	338	18:1	13:1	13:1	3,690	3,590	-0.18%	97.29%
2021	3,590	77,468,524	21,579	6.32%	333	18:1	13:1	13:1	3,583	3,412	-2.90%	95.23%

Sources: District records

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay.
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

**Burlington Township School District
School Building Information
Last Ten Fiscal Years**

Exhibit J-18

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
District Building										
Elementary										
Bernice Young Elementary (1962)										
Square Feet	108,071	108,071	108,071	108,071	108,071	108,071	108,071	108,071	108,071	108,071
Capacity (students)	1,280	1,280	1,280	1,280	1,280	1,280	1,280	1,280	1,280	1,280
Enrollment	892	886	910	896	845	802	835	792	793	779
Fountain Woods Elementary (1999)										
Square Feet	120,648	120,648	120,648	120,648	120,648	120,648	120,648	120,648	120,648	120,648
Capacity (students)	1,278	1,278	1,278	1,278	1,278	1,278	1,278	1,278	1,278	1,278
Enrollment	884	900	868	881	887	891	850	784	777	783
Thomas O. Hopkins Middle (1970)										
Square Feet	80,116	80,116	80,116	80,116	80,116	80,116	80,116	80,116	80,116	80,116
Capacity (students)	597	597	597	597	597	597	597	597	597	597
Enrollment	322	315	328	323	280	325	255	303	293	262
Burlington Township Middle School (2008)										
Square Feet	181,700	181,700	181,700	181,700	181,700	181,700	181,700	181,700	181,700	181,700
Capacity (students)	1,058	1,058	1,058	1,058	1,058	1,058	1,058	1,058	1,058	1,058
Enrollment	1,003	951	979	912	949	894	893	931	931	901
Burlington High School (1964)										
Square Feet	169,125	169,125	169,125	169,125	169,125	169,125	169,125	169,125	169,125	169,125
Capacity (students)	1,003	1,003	1,003	1,003	1,003	1,003	1,003	1,003	1,003	1,003
Enrollment	960	975	958	982	971	957	945	887	896	858

Number of Schools at June 30, 2021
 Elementary = 3
 Middle School = 1
 Senior High School = 1

Source: District Facilities Office

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

**Burlington Township School District
Schedule of Required Maintenance
Last Ten Fiscal Years**

Exhibit J-19

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

	Fiscal Year Ending June 30,										Total	
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021		
* School Facilities												
Fountain Woods School	\$ 150,124	\$ 156,914	\$ 167,604	\$ 180,250	\$ 184,774	\$ 187,276	\$ 175,737	\$ 192,691	\$ 168,940	\$ 172,205	\$ 1,736,515	
Young School	125,103	130,762	139,670	150,209	153,978	166,468	156,211	171,281	150,169	153,071	1,496,922	
Hopkins School	100,082	104,609	111,736	120,167	123,183	124,851	117,158	128,461	112,626	114,804	1,157,677	
Middle School	225,185	235,371	251,406	270,375	277,160	280,914	263,606	289,036	253,409	258,308	2,604,770	
High School	233,526	244,088	260,717	280,389	287,426	280,913	263,606	289,036	253,410	258,308	2,651,419	
Total School Facilities	<u>\$ 834,020</u>	<u>\$ 871,744</u>	<u>\$ 931,133</u>	<u>\$ 1,001,390</u>	<u>\$ 1,026,521</u>	<u>\$ 1,040,422</u>	<u>\$ 976,318</u>	<u>\$ 1,070,505</u>	<u>\$ 938,554</u>	<u>\$ 956,696</u>	<u>\$ 9,647,303</u>	

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

Source: District records

**Burlington Township School District
Insurance Schedule
June 30, 2021**

Exhibit J-20

	<u>Coverage</u>	<u>Deductible</u>
School Package Policy (1)		
Building and Contents (All Locations)	\$ 162,007,747	\$ 1,000
General Liability	3,000,000	
Employee Dishonesty	400,000	250
Abuse or Molestation Liability	1,000,000/3,000,000	
Legal Liability	1,000,000/2,000,000	5,000
Flood Coverage	1,015,000	25,000
Business Auto	1,000,000	7,500
Cyber Suite Coverage	1,000,000	7,500
Employment Practice Liability	1,000,000	10,000
 Umbrella (2)	 15,000,000	 -
 Workers' Compensation (3)	 3,000,000	 -
 Student Accident Insurance CAT (4)	 5,000,000	 -
NJ Accident Policy (5)	500,000	-
 Surety Bonds (6)		
Board Secretary/Business Administrator	300,000	-

- (1) Utica National/Republic Franklin Insurance Company
- (2) Utica National Insurance Company
- (3) NJ Schools Insurance Group
- (4) United State Fire Insurance Company
- (5) Arch Insurance Company
- (6) RLI Insurance Company

Source: District records

Single Audit Section

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

INDEPENDENT AUDITOR'S REPORT

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

I have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in the *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Burlington Township School District, in the County of Burlington, State of New Jersey, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued my report thereon dated January 28, 2022.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Burlington Township School District'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 my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, I do not express an opinion on the effectiveness of the Burlington Township School District's internal control.

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

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I 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 Burlington Township School District's financial statements are free from material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

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

INVERSO & STEWART, LLC
Certified Public Accountants



Robert P. Inverso
Certified Public Accountant
Public School Accountant No. CS001095

Marlton, New Jersey
January 28, 2022

INVERSO & STEWART, LLC
Certified Public Accountants

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

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for Each Major Federal and State Program

I have audited Burlington Township School District's (School District), in the County of Burlington, State of New Jersey compliance with the types of compliance requirements described in the *OMB Compliance Supplement*, and the *New Jersey State Grant Compliance Supplement* that could have a direct and material effect on each of the School District's major federal and state programs for the fiscal year ended June 30, 2021. The School District's major federal and state programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal and State Program

In my opinion, the Burlington Township School District, in the County of Burlington, State of New Jersey complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the fiscal year ended June 30, 2021.

Report on Internal Control Over Compliance

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

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

My 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. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

INVERSO & STEWART, LLC

Certified Public Accountants



Robert P. Inverso

Certified Public Accountant

Public School Accountant No. CS001095

Marlton, New Jersey
January 28, 2022

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2021

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Federal FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period	June 30, 2020			Carryover (Walkover) Amount	Cash Received	Budgetary Expenditures	Adjustment	June 30, 2021		
						Accounts Receivable	Deferred Revenue	Due to Grantor at					Accounts Receivable	Deferred Revenue	Due to Grantor at
U.S. Department of Education															
<u>General Fund:</u>															
Medical Assistance Program (SEMI)	93.778	2005NJ5MAP	N/A	\$ 108,644	7/1/20 - 6/30/21	\$ -	\$ -	\$ -	\$ -	\$ 108,644	\$ (108,644)	\$ -	\$ -	\$ -	\$ -
CARES (SEMI)	93.778	2005NJ5MAP	N/A	7,312	7/1/20 - 6/30/21	-	-	-	-	7,312	(7,312)	-	-	-	-
Total General Fund										115,956	(115,956)				
<u>Special Revenue Fund:</u>															
<u>Every Student Succeeds Act (ESSA)</u>															
Title I	84.010A	S010A200030	ESSA-0620-21	325,301	7/1/20 - 9/30/21					216,747	(324,099)		(107,352)		
Title I - Prior Year	84.010A	S010A190030	ESSA-0620-20	312,276	7/1/19 - 9/30/20	(54,167)				54,169		(2)			
Title I - SIA	84.010A	S010A200030	ESSA-0620-21	50,118	7/1/20 - 9/30/21					46,358	(49,753)		(3,395)		
Title I - SIA - Prior Year	84.010A	S010A190030	ESSA-0620-20	58,275	7/1/19 - 9/30/20	(12,254)				12,254					
Title I - Reallocation	84.010A	S010A200030	ESSA-0620-21	48,479	7/1/20 - 9/30/21					22,532	(38,255)		(15,723)		
Title I - Reallocation - Prior Year	84.010A	S010A190030	ESSA-0620-20	17,063	7/1/19 - 9/30/20	(4,545)				4,545					
Title II A	84.367A	S367A200029	ESSA-0620-21	74,311	7/1/20 - 9/30/21					34,731	(68,877)		(34,146)		
Title II A - Prior Year	84.367A	S367A190029	ESSA-0620-20	87,014	7/1/19 - 9/30/20	(30,607)				30,607					
Title III	84.365A	S365A200030	ESSA-0620-21	17,669	7/1/20 - 9/30/21					12,018	(17,152)		(5,134)		
Title III - Prior Year	84.365A	S365A190030	ESSA-0620-20	22,047	7/1/19 - 9/30/20	(10,014)				10,014					
Title III - Immigrant	84.365A	S365A200030	ESSA-0620-21	27,120	7/1/20 - 9/30/21					15,421	(20,909)		(5,488)		
Title III - Immigrant - Prior Year	84.365A	S365A190030	ESSA-0620-20	32,783	7/1/19 - 9/30/20	(11,780)				11,778		2			
Title IV	84.424A	S424A190030	ESSA-0620-21	28,912	7/1/20 - 9/30/21					7,722	(21,725)		(14,003)		
<u>Individuals With Disabilities Act (I.D.E.A.)</u>															
Part B - Basic	84.027	H027A200100	IDEA-0620-21	875,239	7/1/20 - 9/30/21					875,239	(875,239)				
Part B - Preschool	84.173	H173A200114	IDEA-0620-21	29,671	7/1/20 - 9/30/21					29,671	(29,671)				
CARES Act	84.425D	S425D200027	N/A	270,206	3/13/20 - 9/30/22	(3,236)				34,241	(45,058)		(14,053)		
Digital Divide	84.425D	S425D200027	N/A	212,063	7/16/20 - 10/31/20					212,063	(212,063)				
Coronavirus Relief	84.425D	S425D200027	N/A	215,661	3/13/20 - 9/30/22					215,661	(215,661)				
ESSER II	84.425D	S425D200027	N/A	1,026,333	3/13/20 - 9/30/22								(281,600)		
Digital Divide - Nonpub. Tech.	84.377D	S377A130031	N/A	4,655	7/16/20 - 10/31/20					4,655	(4,655)				
Total Special Revenue Fund										1,850,426	(2,204,717)		(480,894)		
U.S. Department of Agriculture															
<u>Enterprise Fund:</u>															
Food Distribution Program	10.565	201NJ304N1099	N/A	19,189	7/1/20 - 6/30/21					19,189	(19,189)				
National School Lunch Program	10.555	211NJ304N1099	N/A	195,597	7/1/20 - 6/30/21					179,734	(195,597)		(15,863)		
National School Lunch Program	10.555	201NJ304N1099	N/A	342,392	7/1/19 - 6/30/20	(8,457)				8,457					
School Breakfast Program	10.553	211NJ304N1099	N/A	126,982	7/1/20 - 6/30/21					113,610	(126,982)		(13,372)		
School Breakfast Program	10.553	201NJ304N1099	N/A	72,318	7/1/19 - 6/30/20	(4,471)				4,471					
Total Enterprise Fund										325,461	(341,768)		(29,235)		
Total Federal Awards						\$ (139,531)	\$ -	\$ -	\$ -	\$ 2,291,843	\$ (2,662,441)	\$ -	\$ (510,129)	\$ -	\$ -

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

BURLINGTON TOWNSHIP SCHOOL DISTRICT
Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 30, 2021

State Grantor / Program Title	Grant or State Project Number	Program Award Amount	Grant Period	June 30, 2020			Cash Received	Budgetary Expenditures	Repayment of Prior Year Grant	Adjustment	June 30, 2021		
				(Accounts Receivable)	Deferred Revenue	Due to Grantor					Accounts Receivable	Deferred Revenue	Due to Grantor at
State Department of Education													
<u>General Fund:</u>													
Special Education Categorical Aid	21-495-034-5120-089	\$ 2,355,238	7/1/20 - 6/30/21	\$ -	\$ -	\$ -	\$ 2,138,238	\$ (2,355,238)	\$ -	\$ -	\$ (217,000)	\$ -	\$ -
Special Education Categorical Aid	20-495-034-5120-089	2,355,238	7/1/19 - 6/30/20	(228,771)			228,771						
Equalization Aid	21-495-034-5120-078	16,713,146	7/1/20 - 6/30/21				15,173,277	(16,713,146)			(1,539,869)		
Equalization Aid	20-495-034-5120-078	16,314,322	7/1/19 - 6/30/20	(1,494,878)			1,494,878						
Security Aid	21-495-034-5120-084	533,760	7/1/20 - 6/30/21				484,582	(533,760)			(49,178)		
Security Aid	20-495-034-5120-084	533,760	7/1/19 - 6/30/20	(51,846)			51,846						
Transportation Aid	21-495-034-5120-014	1,741,167	7/1/20 - 6/30/21				1,580,744	(1,741,167)			(160,423)		
Transportation Aid	20-495-034-5120-014	1,741,167	7/1/19 - 6/30/20	(169,125)			169,125						
Reimbursement of Nonpublic Transportation	21-103190	28,714	7/1/20 - 6/30/21					(28,714)			(28,714)		
Reimbursement of Nonpublic Transportation	20-103190	4,895	7/1/19 - 6/30/20	(4,895)			4,895						
Extraordinary Aid	21-495-034-5120-044	1,301,986	7/1/20 - 6/30/21					(1,301,986)			(1,301,986)		
Extraordinary Aid	20-495-034-5120-044	901,751	7/1/19 - 6/30/20	(901,751)			901,751						
Homeless Tuition Aid	21-495-034-5120-005	28,199	7/1/20 - 6/30/21					(28,199)			(28,199)		
Homeless Tuition Aid	20-495-034-5120-005	34,974	7/1/19 - 6/30/20	(34,974)			34,974						
On Behalf TPAF Pension	21-495-034-5094-002	7,586,023	7/1/20 - 6/30/21				7,586,023	(7,586,023)					
On Behalf TPAF Post Retirement Medical	21-495-034-5094-001	2,377,342	7/1/20 - 6/30/21				2,377,342	(2,377,342)					
On Behalf TPAF LTDI	21-495-034-5094-004	2,648	7/1/20 - 6/30/21				2,648	(2,648)					
Reimbursed TPAF Social Security Contributions	21-495-034-5094-003	2,098,219	7/1/20 - 6/30/21				1,994,998	(2,098,219)			(103,221)		
Reimbursed TPAF Social Security Contributions	20-495-034-5094-003	2,086,664	7/1/19 - 6/30/20	(102,148)			102,148						
Total General Fund				(2,988,388)			34,326,240	(34,766,442)			(3,428,590)		
<u>Special Revenue Fund</u>													
Preschool Expansion	21-495-034-5120-086	975,300	7/1/20 - 6/30/21				877,770	(903,276)			(97,530)	72,024	
Preschool Expansion - Prior Year	20-495-034-5120-086	213,006	7/1/19 - 6/30/20	(21,301)			21,301						
NJ Nonpublic Aid:													
Textbook Aid	21-100-034-5120-064	6,537	7/1/20 - 6/30/21				6,537	(6,537)					-
Nursing Aid	21-100-034-5120-070	12,138	7/1/20 - 6/30/21				12,138	(12,138)					
Security Aid	21-100-034-5120-509	20,825	7/1/20 - 6/30/21				20,825	(20,825)					
Total Special Revenue Fund				(21,301)			938,571	(942,776)			(97,530)	72,024	
<u>New Jersey School Development Authority</u>													
<u>Capital Projects Fund</u>													
Thomas O. Hopkins Middle School	0620-025-14-1002	246,036	5/02/14 - 6/30/15	(123,718)			123,718						
Middle School	0620-051-14-1005	97,064	5/02/14 - 6/30/15	(97,064)			97,064						
Fountain Woods	0620-037-14-1004	74,283	5/02/14 - 6/30/15	(74,283)			74,283						
Bernice Young School	0620-030-14-1003	1,104,619	5/02/14 - 6/30/15	(39,419)				39,419					
Total Capital Projects Fund				(334,484)			295,065	39,419					
<u>Debt Service Fund</u>													
Debt Service Aid Type II	21-495-034-5120-017	509,717	7/1/20 - 6/30/21				509,717	(509,717)					
State Department of Agriculture													
<u>Enterprise Fund:</u>													
State School Lunch Program	21-100-010-3350-023	10,098	7/1/20 - 6/30/21				7,837	(10,098)			(2,261)		
State School Lunch Program	20-100-010-3350-023	14,353	7/1/19 - 6/30/20	(5,587)			5,587						
Total Enterprise Fund				(5,587)			13,424	(10,098)			(2,261)		
Total State Financial Assistance				\$ (3,349,760)	\$ -	\$ -	\$ 36,083,017	\$ (36,189,614)	\$ -	\$ -	\$ (3,528,381)	\$ 72,024	\$ -
Less: State Financial Assistance Not Subject to Major Program Determination													
On-Behalf TPAF Contribution - Pension (Non-Budgeted)													
								(7,586,023)					
On-Behalf TPAF Contribution - Post-Retirement Medical (Non-Budgeted)													
								(2,377,342)					
On-Behalf TPAF Contribution - LTDI (Non-Budgeted)													
								(2,648)					
Total State Financial Assistance Subject to Major Program Determination								\$ (26,223,601)					

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

**Burlington Township School District
Notes to the Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2021**

1. GENERAL

The accompanying schedules of expenditures of federal awards and state financial assistance include federal and state award activity of the Burlington Township School District (“School District”). The School District is defined in Note 1 to the School District's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, are included on the schedules of expenditures of federal awards and state financial assistance.

2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the School District's basic financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and State of New Jersey Circular 15-08-OMB, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The school district has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

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

**Burlington Township School District
Notes to the Schedules of Expenditures
of Federal Awards and State Financial Assistance
For the Fiscal Year Ended June 30, 2021
(Continued)**

3. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (CONTINUED)

The net adjustment to reconcile from the budgetary basis to the GAAP basis is (\$21,850) for the general fund and \$21,028 for the special revenue fund. See Exhibit C-3, Notes to Required Supplementary Information for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as follows:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Total</u>
General	\$ 115,956	\$ 34,744,592	\$ 34,860,548
Special Revenue	2,204,717	963,804	3,168,521
Debt Service		509,717	509,717
Food Service	<u>341,768</u>	<u>10,098</u>	<u>351,866</u>
Total	<u>\$ 2,662,441</u>	<u>\$ 36,228,211</u>	<u>\$ 38,890,652</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

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

6. MAJOR PROGRAMS

Major programs are identified in the Summary of Auditor's Results section of the Schedule of Findings and Questioned Costs.

7. ADJUSTMENTS

Amounts reported in the column entitled "Adjustments" represent the following:

	<u>State</u>
Cancellation of Accounts Receivable	<u>\$ 39,419</u>
Total	<u>\$ 39,419</u>

BURLINGTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Section I --Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- 1) Material weaknesses identified?
2) Significant deficiencies identified that are not considered to be a material weakness?

Noncompliance material to basic financial statements noted?

Federal Awards

Internal Control over major programs:

- 1) Material weakness(es) identified?
2) Significant deficiencies identified that are not considered to be a material weakness?

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

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516 of the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)?

Identification of major programs:

Table with 3 columns: CFDA Number(s), FAIN Number(s), Name of Federal Program or Cluster. Rows include IDEA Basic, IDEA Preschool, CARES Act, Coronavirus Relief, ESSER II, and Digital Divide.

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

Auditee qualified as low-risk auditee? X yes

**BURLINGTON TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONT'D)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Section 1 -- Summary of Auditor's Results (Cont'd)

State Awards Section

Dollar threshold used to distinguish between type A and type B programs: _____ \$787,891 _____

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

Internal Control over major programs:

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

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

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

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

Identification of major programs:

<u>State Grant/Project Number(s)</u>	<u>Name of State Program</u>
21-495-034-5120-078 _____	State Aid Public Cluster: Equalization Aid _____
21-495-034-5120-089 _____	Special Education Categorical Aid _____
21-495-034-5120-084 _____	Security Aid _____
21-495-034-5120-044 _____	Extraordinary Aid _____
21-495-034-5120-086 _____	Preschool Education Aid _____
_____ _____	_____ _____

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

Section 2 -- Schedule of Financial Statement Findings

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

No findings and/or questioned costs identified.

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

**Section 3 -- Schedule of Federal Awards and State Financial Assistance
Findings and Questioned Costs**

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

FEDERAL AWARDS:

No findings and/or questioned costs identified.

STATE AWARDS:

No findings and/or questioned costs identified.

**BURLINGTON TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR-YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT**

This section identifies the status of prior year findings related to the financial statements and federal and state awards that are required to be reported in accordance with Chapter 6.12 of *Government Auditing Standards*, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and New Jersey Circular 15-08-OMB.

FINANCIAL STATEMENT FINDINGS

There were no prior year audit findings.

FEDERAL AWARDS

There were no prior year audit findings.

STATE AWARDS

There were no prior year audit findings.