

**BYRAM TOWNSHIP  
SCHOOL DISTRICT**

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

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

**Comprehensive Annual  
Financial Report**

**of the**

**BYRAM TOWNSHIP SCHOOL DISTRICT**

**Byram, New Jersey**

**For the Fiscal Year Ended June 30, 2021**

**Prepared by**

**Byram Township Board of Education  
Finance Department**

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INTRODUCTORY SECTION  
(UNAUDITED)

# TOWNSHIP OF BYRAM BOARD OF EDUCATION

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November 15, 2021

Honorable President and  
Members of the Board of Education  
Byram Township School District  
County of Sussex, New Jersey

Dear Board Members:

We are pleased to present to you the Comprehensive Annual Financial Report (CAFR) of the Byram Township School District (District) for the fiscal year ended June 30, 2021. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the Byram Township School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs.

The Comprehensive Annual Financial Report is presented in four sections as follows:

- The Introductory Section contains a table of contents, this Letter of Transmittal, List of Principal Officials, and an Organization Chart of the School District.
- The Financial Section begins with the Independent Auditor's Report and includes the Management's Discussion and Analysis; the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, and other schedules providing detailed budgetary information.
- The Statistical Section includes selected economic and demographic information, financial trends, and the fiscal capacity of the School District, generally presented on a multi-year basis.
- The Single Audit Section - The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance") and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Information related to this single audit, including the independent auditor's report on the internal control and compliance with applicable laws, regulations, contracts and grants, along with findings and questioned costs (if any), are included in the single audit section of this report.

**School District Organization**

The Byram Township School District is one of 616 school districts in the State of New Jersey and one of 26 school districts in Sussex County. The School District provides education for its preschool handicapped through eighth grade students. Geographically, the District is comprised of the Township of Byram only. The School District’s total area is 22.48 square miles. The elementary students enrolled in the Byram Township School District attend two schools comprising the District. Students for 9<sup>th</sup> through 12<sup>th</sup> grade attend the Lenape Valley Regional High School in Stanhope, N.J.

An elected seven-member Board of Education (the “Board”) serves as the policy maker for the School District. The Board adopts an annual budget and directly approves all expenditures which serve as the basis for control over and authorization for all expenditures of School District tax money.

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Business Administrator/Board Secretary is the chief financial officer of the School District, responsible for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds, and investing idle funds as permitted by New Jersey law.

**Reporting Entity**

Byram Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by GASB codification section 2100. All funds of the District are included in this report. The Byram Township Board of Education and its two elementary schools constitute the District’s reporting entity.

The District completed the 2020-21 fiscal year with an average daily enrollment of 808 students, which is eleven less students than the previous year’s average daily enrollment. The District’s average daily enrollments for the past ten years are presented below:

<u>Fiscal Year</u>	<u>Average Daily Enrollment</u>	
	<u>Student Enrollment</u>	<u>Percent Change</u>
2020-21	808	-1.34%
2019-20	819	.49%
2018-19	815	-3.67%
2017-18	844	-2.87%
2016-17	869	-1.25%
2015-16	880	-2.98%
2014-15	907	2.49%
2013-14	885	-7.62%
2012-13	958	-7.35%
2011-12	1,034	0%



### **Economic Condition and Outlook**

The School District, along with many other public school systems in the State, still faces some difficult economic situations in the future since the primary funding source is property tax revenue. With the passage of Senate bill S-2, the district is projected to lose approximately \$2 million in State aid over the current six year period if enrollment does not increase. This number could increase if enrollment continues to decline. The district has 34 Choice students and receives over \$300,000 in additional State aid as a result of the Choice program. Many additional costs were incurred and continue to be incurred as a result of the pandemic to ensure the safety of all staff and students.

The School District attributes much of its past education success to the community's demand for, and support of, a quality school system. Our focus continues to be the delivery of a high quality education to all students in the district.

### **Educational Programs**

The Board of Education continues to maintain a quality education program for its preschool through eighth grade students. Attention has focused on language arts, math, science, social studies, and special-areas curriculum. The kindergarten classes are offered as a full-day program and an emphasis is placed on language arts and math instruction. Balanced literacy instruction, especially in the early grades, continues as a priority. Remedial and special education programs continue to be implemented so that students with specific learning needs will have increased opportunities for success. The Board supports the technology program and has invested in the Chromebook 1:1 initiative in grades 2 - 8 and training. The Byram Education Foundation has donated many resources to assist our school program. Our RTI program has allowed the Byram School District to target specific areas of student learning while in the classroom. Our Mass Media program provides an opportunity for our 8th grade students to report the news of the school to the entire district on our morning announcements.

### **Major Initiatives**

Each school year, one of the most significant concerns that the district has is the proper balance of finances and effective and efficient educational practices. Obviously staffing plays the largest part of this balance so much attention continues to be given to this area. Student achievement and academic growth is constantly an ongoing goal of the district while we continue to develop and enhance instructional strategies through professional development of our staff to support student achievement. The incorporation of technology in teaching and learning continues to be a tool to best reach the interest level of students and most efficiently tap into new educational opportunities. The i-Ready reading and math programs are technology-based programs that utilize data to assess students' strengths and weaknesses in both subject areas. The information gathered from this program allows the teachers to reinforce the strengths of the individual students while also identifying a focus for student deficiencies. These benchmark assessments assess student growth and are administered to students at least three times per year. The program has been implemented for all students in grades 3 - 8. In conjunction with this program, the district is in its fifth year in its language arts program from Houghton-Mifflin called Journeys at the K-4 level to help support the needs of these young emerging readers. The elementary staff has continued to develop their instructional strategies and delivery of this series and will continue to discover all that the program makes available to them and their students through a deeper understanding of the series and appropriate professional development. This series also integrates a technology component that ties in very well with the Reader's Workshop program already incorporated by the district. The Intermediate School uses the Eureka program that utilizes core novels to address specific themes and inspire critical thinking. We continue to be excited about the positive educational impacts these new programs have working in conjunction with our district's full day kindergarten program giving our students the skills to be successful later in their academic careers.

We anticipate long term growth in all academic areas as a result of these programs and the sustained positive development of full day kindergarten.

Chromebooks continue to be an essential instructional tool for our students in grades 2-8 as we maintain our one to one Chromebook program. Chromebooks continue to be purchased on a scheduled cycle program to ensure the students have properly working devices. The same is true regarding the SMARTboard technology in the district. We continue to monitor and purchase SMARTboard units on a cycle based on useful life or also as units cease to work properly. Interactive televisions are also an option to replace failing SMARTboards moving forward. The district is also continuing our world language program at the elementary school levels in grades K-4 where much of its materials are technology based.

The physical facility and grounds are constantly being inspected for opportunities to maintain the plant and grounds to ensure they are in proper working order and also address potential safety concerns. The Byram Intermediate School “open space” area continues to be a focus of future facilities projects as tentative plans are being considered to repurpose the space for instructional or office space or a combination of the two. A 911 notification system has been completed and ensures compliance with Alyssa’s Law. Upgrades to the HVAC system at the Byram Intermediate School are scheduled for completion in the summer of 2022.

### **Financial Information**

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

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

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

In addition to internal accounting controls, the District maintains budgetary controls. Annual appropriated budgets are adopted for the general fund, the special revenue fund, and the debt service fund. Project-length budgets are approved for the capital improvements accounted for in the capital projects fund. The original budget, budget transfers during the year, and final budget amount for the fiscal year are reflected in the financial section. An encumbrance accounting system is used to record outstanding purchase commitments on a line item basis. Open encumbrances at year-end are either canceled or are included as re-appropriated balances reported as restrictions, commitments, and assignments of fund balance at fiscal *year end*.

### **Cash Management**

The investment policy of the District is guided in large part by state statutes as detailed in “Notes to Basic Financial Statements,” Note 3. The District has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act [GUDPA]. GUDPA was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. 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.

### **Risk Management**

The District continues to protect its assets through a comprehensive insurance program through coverage obtained from the School Alliance Insurance Fund. The Fund is a school district joint self-insurance fund formed under the provisions of the New Jersey Statutes. The Fund’s membership is comprised of local and regional school districts. Coverage includes property loss, crime and fidelity, comprehensive general liability, auto insurance, workers’ compensation, school leaders professional liability, supplemental workers’ compensation and underground storage tank (pollution liability). Other policies purchased from other insurance companies include fidelity bonds for the School Business Administrator/Board Secretary and Board Treasurer of School Monies. Additional policies purchased were for Student Accident Insurance.

### **Independent Audit**

State statutes require an annual audit by independent certified public accountants. The accounting firm of Nisivoccia LLP was selected by the Board of Education. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid*. The auditor’s report on the basic financial statements and specific required supplemental information is included in the financial section of this report. The auditor’s reports related specifically to the single audit are included in the single audit section of this report.

### **Acknowledgments**

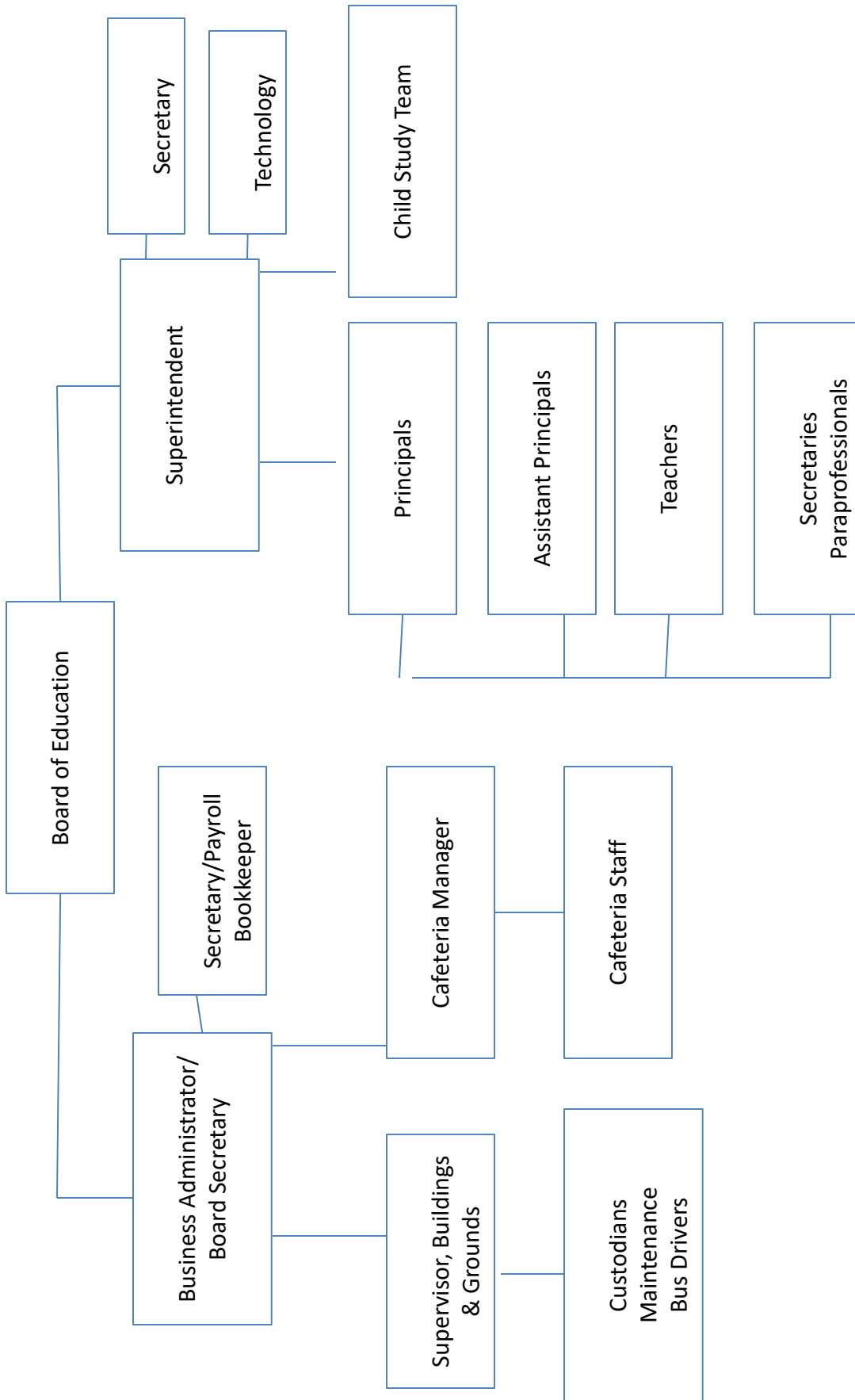
We would like to express our appreciation to the members of the Township of Byram School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation.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

Respectively submitted,

  
\_\_\_\_\_  
Superintendent

  
\_\_\_\_\_  
Business Administrator

# Byram Township Board of Education Organizational Chart/Chain of Command



**BYRAM TOWNSHIP SCHOOL DISTRICT  
ROSTER OF OFFICIALS  
JUNE 30, 2021**

<u>Members of the Board of Education</u>		<u>Term Expires</u>
Mary Ann Risley	President	2023
Charles Kranz	Vice President	2022
Kathleen Walsh	Member	2021
Kristy McFarlane	Member	2021
Julie Lucente	Member	2023
James McBain	Member	2023
Allyson Botto	Member	2021

Other Officers

John Fritzky, Superintendent  
Joanne Black, Business Administrator/Board Secretary  
Kerry A. Keane, Treasurer of School Monies

**BYRAM TOWNSHIP SCHOOL DISTRICT  
Consultants and Advisors**

**Audit Firm**

Nisivoccia, LLP  
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**Architect**

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**Official Depository**

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**Insurance Agent**

Arthur J. Gallagher & Company  
(formerly the Morville Agency)  
55 Newton-Sparta Road #102  
Newton, New Jersey 07860

FINANCIAL SECTION

## Independent Auditors' Report

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

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Byram Township School District (the "District") in the County of Sussex, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the 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.

### ***Auditors' Responsibility***

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

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

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



### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Byram Township School District, in the County of Sussex, 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***

As discussed in Note 20 to the basic financial statements, the District implemented Governmental Accounting Standards Board (“GASB”) Statement No. 84, *Fiduciary Activities*, during the fiscal year ended June 30, 2021. Our 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, which follows this report, the pension and postemployment benefit schedules in Exhibits L-1 through L-5 and the related notes and the budgetary comparison information in Exhibits C-1 through C-3 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management’s responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District’s basic financial statements. The accompanying other supplementary schedules and the schedules of expenditures of federal and state awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey’s OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, and the other information, such as the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The Honorable President and Members  
of the Board of Education  
Byram Township School District  
Page 3

The accompanying other information such as the introductory and statistical sections has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2021 on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control over financial reporting and compliance.

November 15, 2021  
Mount Arlington, New Jersey

*Nisivoccia LLP*  
NISIVOCCIA LLP

*Valerie A. Dolan*  
\_\_\_\_\_  
Valerie A. Dolan  
Licensed Public School Accountant #2526  
Certified Public Accountant

REQUIRED SUPPLEMENTARY INFORMATION  
MANAGEMENT'S DISCUSSION AND ANALYSIS

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2021**

This section of Byram Township School District’s annual financial report presents its discussion and analysis of the District’s financial performance during the fiscal year ending June 30, 2021. Please read it in conjunction with the transmittal letter at the front of this report and the District’s financial statements, which immediately follow this section.

**Overview of the Financial Statements**

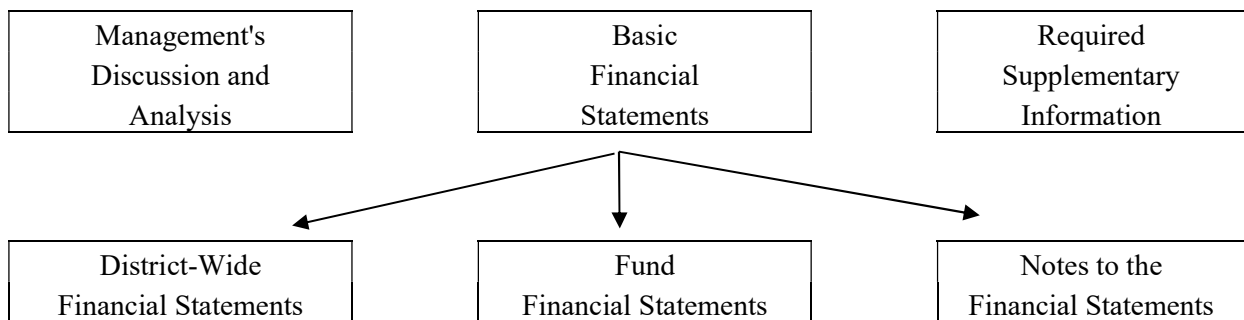
This annual report consists of three parts: management’s discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are *District-wide financial statements* that provide both *short-term* and *long-term* information about the District’s *overall* financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District’s operations in *more* detail than the District-wide statements.
- The *governmental funds statements* tell how basic services such as regular and special education were financed in the short-term as well as what remains for future spending.
- *Proprietary funds* statements offer *short-* and *long-term* financial information about the activities the District operates like a business, such as food services.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the District’s budget for the year.

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

**Figure A-1  
Organization of K-8 School District’s Financial Report**



**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2021**

Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights that structure and contents of each of the statements.

Figure A-2

***Major Features of the District-Wide and Fund Financial Statements***

	District-Wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District that are not proprietary, such as special education and building maintenance	Activities the District operates similar to private businesses: food services
Required Financial Statements	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenue, expenditures, and changes in fund balances</li> </ul>	<ul style="list-style-type: none"> <li>• Statement of net position</li> <li>• Statement of revenue, expenses, and changes in net position</li> <li>• Statement of cash flows</li> </ul>
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term
Type of Inflow/Outflow Information	All revenue and expenses during the year, regardless of when cash is received or paid	Revenue for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenue and expenses during the year, regardless of when cash is received or paid

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2021**

**District-wide Statements**

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

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

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

In the District-wide financial statements, the District's activities are divided into two categories:

- *Governmental activities*: Most of the District's basic services are included here, such as regular and special education, transportation and administration. Property taxes and state formula aid finance most of these activities.
- *Business-type activities*: The District charges fees to help it cover the costs of certain services it provides. The District's food service is included here.

**Fund Financial Statements**

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

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenue (such as federal grants).

The District has two kinds of funds:

- *Governmental funds*: Most of the District's basic services are included in governmental funds, which generally focus on {1} how cash and other financial assets that can readily be converted to cash flow in and out, and {2} the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the District-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or difference) between them.
- *Proprietary funds*: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the District-wide statements. The District's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The District uses *internal service funds* (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. The District currently does not maintain any internal service funds.

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2021**

*Notes to the Basic Financial Statements:* The notes provide basic information that is essential to a full understanding of the data provided in the District-wide and Fund financial statements. The notes to the basic financial statements can be found immediately following the Fund financial statements.

**Financial Analysis of the District as a Whole**

*Net Position.* The District's combined net position at June 30, 2021 increased \$1,256,369 from the previous year. The net position from governmental activities increased \$1,247,538 and the net position from business-type activities increased \$8,831. The net investment in capital assets increased by \$200,910, due to capital asset additions of \$122,675, redemption of outstanding debt of \$740,000, offset by depreciation expense of \$661,765. Restricted net position increased by \$674,354 due to increases in capital reserve, unemployment compensation, excess surplus offset by decreases in student activities and debt service. Unrestricted net position increased by \$381,105, primarily due to changes in the net pension liability and related deferred inflows and outflows.

**Figure A-3  
Condensed Statement of Net Position**

	Government Activities		Business-Type Activities		Total School District		Total Percentage Change
	2020/2021	2019/2020 *	2020/2021	2019/2020	2020/2021	2019/2020 *	
Current and Other Assets	\$ 6,465,413	\$ 5,477,765	\$ 36,878	\$ 27,667	\$ 6,502,291	\$ 5,505,432	
Capital Assets, Net	13,011,068	13,549,219	10,229	11,168	13,021,297	13,560,387	
Total Assets	19,476,481	19,026,984	47,107	38,835	19,523,588	19,065,819	2.40%
Deferred Outflows of Resources	449,554	581,139			449,554	581,139	-22.64%
Other Liabilities	453,925	362,381	15,877	16,436	469,802	378,817	
Long-Term Liabilities	2,516,701	3,497,600			2,516,701	3,497,600	
Total Liabilities	2,970,626	3,859,981	15,877	16,436	2,986,503	3,876,417	-22.96%
Deferred Inflows of Resources	1,121,315	1,161,586			1,121,315	1,161,586	-3.47%
Net Position:							
Net Investment in							
Capital Assets	13,011,068	12,809,219	10,229	11,168	13,021,297	12,820,387	
Restricted	5,370,575	4,696,221			5,370,575	4,696,221	
Unrestricted / (Deficit)	(2,547,549)	(2,918,884)	21,001	11,231	(2,526,548)	(2,907,653)	
Total Net Position	\$ 15,834,094	\$ 14,586,556	\$ 31,230	\$ 22,399	\$ 15,865,324	\$ 14,608,955	8.60%

\* - Restated

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2021**

**Figure A-4  
Changes in Net Position from Operating Results**

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change
	2020/2021	2019/2020	2020/2021	2019/2020	2020/2021	2019/2020	
Revenue:							
Program Revenue:							
Charges for Services	\$ 21,967	\$ 42,488	\$ 639	\$ 113,357	\$ 22,606	\$ 155,845	
Operating Grants & Contributions	5,573,670	5,002,146	86,777	50,128	5,660,447	5,052,274	
Capital Grants & Contributions		46,459				46,459	
General Revenue:							
Property Taxes	12,041,029	12,033,071			12,041,029	12,033,071	
Unrestricted Federal & State Aid	1,948,189	2,346,944			1,948,189	2,346,944	
Other	189,659	214,112	4	251	189,663	214,363	
Total Revenue	<u>19,774,514</u>	<u>19,685,220</u>	<u>87,420</u>	<u>163,736</u>	<u>19,861,934</u>	<u>19,848,956</u>	0.07%
Expenses:							
Instruction	10,754,505	10,519,817			10,754,505	10,519,817	
Pupil & Instruction Services	3,164,796	3,262,133			3,164,796	3,262,133	
Administrative & Business	1,701,723	1,677,729			1,701,723	1,677,729	
Maintenance & Operations	1,491,877	1,405,779			1,491,877	1,405,779	
Transportation	608,233	604,021			608,233	604,021	
Other	805,842	847,123	78,589	168,305	884,431	1,015,428	
Total Expenses	<u>18,526,976</u>	<u>18,316,602</u>	<u>78,589</u>	<u>168,305</u>	<u>18,605,565</u>	<u>18,484,907</u>	0.65%
Change in Net Position	<u>\$ 1,247,538</u>	<u>\$ 1,368,618</u>	<u>\$ 8,831</u>	<u>\$ (4,569)</u>	<u>\$ 1,256,369</u>	<u>\$ 1,364,049</u>	-7.89%

**Governmental Activities**

As discussed elsewhere in this commentary, the financial position of the District increased from the prior year. Careful management of expenses remains essential for the District to sustain its financial health. Among the many significant cost savings actions implemented or continued during the year were:

- Participation in an insurance pool operated by School Alliance Insurance Fund resulting in low cost property, liability and workers compensation insurance.
- Participation in a group health plan with School Health Insurance Fund – which resulted in significant savings as compared to the State Health Benefits Program.
- Participation in joint purchasing agreements.

It is crucial that the District examine its expenses carefully. Increasing parental and student demands for new activities and programs must be evaluated thoroughly.



**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2021**

Figure A-5 presents the cost of six major District activities: instruction, pupil and instructional services, administration and business, maintenance and operations, transportation, and other. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial obligation placed on the District's taxpayers by each of these functions:

**Figure A-5  
Net Cost of Governmental Activities**

	<u>Total Costs of Services</u>		<u>Net Cost of Services</u>	
	<u>2020/2021</u>	<u>2019/2020</u>	<u>2020/2021</u>	<u>2019/2020</u>
Instruction	\$ 10,754,505	\$ 10,519,817	\$ 6,429,468	\$ 7,571,707
Pupil and Instruction Services	3,164,796	3,262,133	2,440,377	2,680,951
Administrative and Business	1,701,723	1,677,729	1,443,237	1,371,852
Maintenance and Operations	1,491,877	1,405,779	1,449,514	1,509,365
Transportation	608,233	604,021	362,901	334,617
Other	805,842	847,123	805,842	672,093
	<u>\$ 18,526,976</u>	<u>\$ 18,316,602</u>	<u>\$ 12,931,339</u>	<u>\$ 14,140,585</u>

**Business-Type Activities**

Net position from the District's business-type activity increased by \$8,831. The increase is due primarily to the return of in person education from the previous years' decrease due to COVID-19.

**Financial Analysis of the District's Funds**

The District's financial position in the General Fund increased due to careful planning and monitoring of expenditures despite significant changes in student needs as well as increased salary and health benefit costs. Expenditures during the recent year increased in the area of instruction due to the focus on the use of technology including the expansion of the 1:1 Chromebook initiative and hiring of additional staff to focus on improvement of basic skills.

These factors are likely to continue for the next several years. To maintain a stable financial position, the District must continue to practice sound fiscal management.

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2021**

**General Fund Budgetary Highlights**

Over the course of the year, the District revised the annual operating budget several times. These budget amendments fall into two categories:

- Changes made within budgetary line items for changes in school-based needs for programs, supplies and equipment.
- Changes in budgetary line accounts to more accurately reflect current requirements.

**Capital Asset and Long-Term Liabilities Administration**

At year-end, the District had \$13,021,297 in capital assets as shown in Figure A-6. Capital Assets had a net decrease of \$539,090 or 3.98% less than the prior year. The District had \$122,675 of additions offset by \$661,765 of depreciation expense.

**Figure A-6  
Capital Assets (Net of Depreciation)**

	Government Activities		Business-Type Activities		Total School District		Total
	2020/2021	2019/2020	2020/2021	2019/2020	2020/2021	2019/2020	Percentage Change
Land	\$ 2,136,587	\$ 2,136,587			\$ 2,136,587	\$ 2,136,587	
Construction in Progress	57,500	57,500			57,500	57,500	
Site Improvements	632,671	712,361			632,671	712,361	
Buildings and Building Improvements	9,704,723	10,058,589			9,704,723	10,058,589	
Machinery and Equipment	479,587	584,182	\$10,229	\$11,168	489,816	595,350	
<b>Total Capital Assets (Net of Depreciation)</b>	<b>\$ 13,011,068</b>	<b>\$ 13,549,219</b>	<b>\$10,229</b>	<b>\$11,168</b>	<b>\$ 13,021,297</b>	<b>\$ 13,560,387</b>	<b>-3.98%</b>

**Long-term Liabilities**

More detailed information about the District’s long-term liabilities is presented in Note 8 to the financial statements.

**Figure A-7  
Long-Term Liabilities**

	Total School District		Percentage
	2020/2021	2019/2020	Change
General Obligation Bonds (Financed with Property Taxes)	\$ -0-	\$ 740,000	
Net Pension Liability	2,217,146	2,481,506	
Early Retirement Incentive Program Payable		26,369	
Compensated Absences	299,555	249,725	
	<b>\$ 2,516,701</b>	<b>\$ 3,497,600</b>	<b>-28.04%</b>

**Byram Township School District  
Management Discussion and Analysis  
For This Fiscal Year Ended June 30, 2021**

**Factors Bearing on the District's Future**

At the time these financial statements were prepared and audited, the District was aware of the following circumstance that could continue to significantly affect its financial health in the future:

- Loss of State Aid over the current six-year period of approximately \$2 million
- Rising costs and increased need for professional related services
- Increasing transportation and insurance costs
- Unfunded state mandates
- Additional costs associated with the pandemic
- Healthcare could have a significant impact on the Byram Township School District and we will continue to monitor the situation even though savings has been obtained through membership in the School Health Insurance Fund.

**Contacting the District's Financial Management**

This financial report is designed to provide the District's citizens, taxpayers, customers and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Board Secretary/Business Administrator, Byram Township Board of Education, 12 Mansfield Drive, Stanhope, New Jersey 07874.

BASIC FINANCIAL STATEMENTS

DISTRICT-WIDE FINANCIAL STATEMENTS

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2021

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,937,914	\$ 22,906	\$ 1,960,820
Internal Balances	(493)	493	
Receivable from State Government	195,878	197	196,075
Receivable from Federal Government	8,116	4,217	12,333
Other Receivables	645		645
Inventories		9,065	9,065
Restricted Cash and Cash Equivalents	4,323,353		4,323,353
Capital Assets:			
Site (Land) and Construction in Progress	2,194,087		2,194,087
Depreciable Site Improvements, Building and Building Improvements, and Machinery and Equipment	10,816,981	10,229	10,827,210
Total Assets	<u>19,476,481</u>	<u>47,107</u>	<u>19,523,588</u>
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Deferred Outflow Related to Pensions	449,554		449,554
Total Deferred Outflows of Resources	<u>449,554</u>		<u>449,554</u>
<b>LIABILITIES</b>			
Accounts Payable	432,269	1,734	434,003
Unearned Revenue	21,656	14,143	35,799
Noncurrent Liabilities:			
Due Beyond One Year	2,516,701		2,516,701
Total Liabilities	<u>2,970,626</u>	<u>15,877</u>	<u>2,986,503</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Inflow Related to Pensions	1,121,315		1,121,315
Total Deferred Inflows of Resources	<u>1,121,315</u>		<u>1,121,315</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	13,011,068	10,229	13,021,297
Restricted for:			
Capital Projects	3,186,327		3,186,327
Maintenance	990,155		990,155
Excess Surplus	1,047,222		1,047,222
Unemployment Compensation	115,155		115,155
Student Activities	31,716		31,716
Unrestricted (Deficit)	(2,547,549)	21,001	(2,526,548)
Total Net Position	<u>\$ 15,834,094</u>	<u>\$ 31,230</u>	<u>\$ 15,865,324</u>

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE  
AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating		Governmental Activities	Business-Type Activities	Total
			Grants and Contributions				
Governmental Activities:							
Instruction:							
Regular	\$ 7,015,006	\$ 18,225	\$ 2,443,447	\$ (4,553,334)	\$ (4,553,334)		\$ (4,553,334)
Special Education	3,147,258		1,805,572	(1,341,686)	(1,341,686)		(1,341,686)
Other Special Instruction	534,753		40,583	(494,170)	(494,170)		(494,170)
School-Sponsored/Other Instruction	57,488		17,210	(40,278)	(40,278)		(40,278)
Support Services:							
Tuition	428,778			(428,778)	(428,778)		(428,778)
Student & Instruction Related Services	2,736,018	3,742	720,677	(2,011,599)	(2,011,599)		(2,011,599)
General Administrative Services	475,450		23,352	(452,098)	(452,098)		(452,098)
School Administrative Services	740,310		209,883	(530,427)	(530,427)		(530,427)
Central Services	366,447		25,251	(341,196)	(341,196)		(341,196)
Administrative Information Technology	119,516			(119,516)	(119,516)		(119,516)
Plant Operations and Maintenance	1,491,877		42,363	(1,449,514)	(1,449,514)		(1,449,514)
Pupil Transportation	608,233		245,332	(362,901)	(362,901)		(362,901)
Capital Outlay	61,496			(61,496)	(61,496)		(61,496)
Unallocated Depreciation	568,886			(568,886)	(568,886)		(568,886)
Transfer to Charter School	165,972			(165,972)	(165,972)		(165,972)
Interest on Long-Term Debt	9,488			(9,488)	(9,488)		(9,488)
Total Governmental Activities	18,526,976	21,967	5,573,670	(12,931,339)	(12,931,339)		(12,931,339)

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

Functions/Programs	Program Revenue			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Business-Type Activities: Food Service	\$ 78,589	\$ 639	\$ 86,777		\$ 8,827	\$ 8,827
Total Business-Type Activities	78,589	639	86,777		8,827	8,827
Total Primary Government	\$ 18,605,565	\$ 22,606	\$ 5,660,447	\$ (12,931,339)	8,827	(12,922,512)
General Revenue:						
Taxes:						
Property Taxes, Levied for General Purposes				\$ 11,288,589		\$ 11,288,589
Taxes Levied for Debt Service				752,440		752,440
Federal and State Aid not Restricted				1,948,189		1,948,189
Miscellaneous Income				189,659	\$ 4	189,663
Total General Revenue				14,178,877	4	14,178,881
Change in Net Position				1,247,538	8,831	1,256,369
Net Position - Beginning (As Restated)				14,586,556	22,399	14,608,955
Net Position - Ending				\$ 15,834,094	\$ 31,230	\$ 15,865,324

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT



FUND FINANCIAL STATEMENTS

BYRAM TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2021

	General Fund	Special Revenue Fund	Capital Projects Fund	Total Governmental Funds
<b>ASSETS:</b>				
Cash and Cash Equivalents	\$ 1,819,695	\$ 14,260	\$ 103,959	\$ 1,937,914
Receivables From State Government	195,878			195,878
Receivables From Federal Government		8,116		8,116
Other Receivables	645			645
Restricted Cash and Cash Equivalents	4,291,637	31,716		4,323,353
<b>Total Assets</b>	<b>\$ 6,307,855</b>	<b>\$ 54,092</b>	<b>\$ 103,959</b>	<b>\$ 6,465,906</b>
<b>LIABILITIES AND FUND BALANCES:</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 214,049	\$ 720	\$ 57,500	\$ 272,269
Interfund Payable	493			493
Unearned Revenue		21,656		21,656
<b>Total Liabilities</b>	<b>214,542</b>	<b>22,376</b>	<b>57,500</b>	<b>294,418</b>
<b>Fund Balances:</b>				
<b>Restricted:</b>				
Capital Reserve Account	3,186,327			3,186,327
Maintenance Reserve Account	990,155			990,155
Excess Surplus - 2021-2022	522,222			522,222
Excess Surplus - 2022-2023	525,000			525,000
Unemployment Compensation	115,155			115,155
Student Activities		31,716		31,716
<b>Committed:</b>				
Capital Projects Fund			46,459	46,459
<b>Assigned:</b>				
Year End Encumbrances	302,261			302,261
Unassigned	452,193			452,193
<b>Total Fund Balances</b>	<b>6,093,313</b>	<b>31,716</b>	<b>46,459</b>	<b>6,171,488</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 6,307,855</b>	<b>\$ 54,092</b>	<b>\$ 103,959</b>	<b>\$ 6,465,906</b>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2021  
(Continued)

Amounts Reported for *Governmental Activities* in the Statement of Net Position (A-1) are different because:

Total Fund Balances - Governmental Funds (Above)	\$ 6,171,488
Capital assets used in Governmental Activities are not financial resources and are not reported in the Funds.	13,011,068
Long-Term Liabilities are not due and payable in the current period and therefore are not reported as liabilities in the Funds.	(299,555)
The Net Pension Liability for PERS is not Due and Payable in the Current Period and is not reported in the Governmental Funds.	(2,217,146)
Certain Amounts Related to the Net Pension Liability are Deferred and Amortized in the Statement of Activities and are not Reported in the Governmental Funds.	
Deferred Outflows	289,554
Deferred Inflows	(1,121,315)
	289,554
	(1,121,315)
Net Position of Governmental Activities	\$ 15,834,094

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>General</u> <u>Fund</u>	<u>Special</u> <u>Revenue</u> <u>Fund</u>	<u>Capital</u> <u>Projects</u> <u>Fund</u>	<u>Debt</u> <u>Service</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 11,288,589			\$ 752,440	\$ 12,041,029
Tuition From Individuals	18,225				18,225
Restricted Miscellaneous	2,841	\$ 3,742			6,583
Unrestricted Miscellaneous	186,818				186,818
Total - Local Sources	<u>11,496,473</u>	<u>3,742</u>		<u>752,440</u>	<u>12,252,655</u>
State Sources	6,327,515				6,327,515
Federal Sources	1,246	314,741			315,987
Total Revenue	<u>17,825,234</u>	<u>318,483</u>		<u>752,440</u>	<u>18,896,157</u>
EXPENDITURES:					
Current:					
Regular Instruction	3,895,372	119,145			4,014,517
Special Education Instruction	1,635,013	195,596			1,830,609
Other Special Instruction	386,720				386,720
School Sponsored/Other Instruction	31,854				31,854
Support Services and Undistributed Costs:					
Tuition	428,778				428,778
Student & Instruction Related Services	1,652,400	7,309			1,659,709
General Administrative Services	393,772				393,772
School Administrative Services	414,646				414,646
Central Services	278,126				278,126

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUE, 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
Support Services and Undistributed Costs:					
Administrative Information Technology	\$ 119,516				\$ 119,516
Plant Operations and Maintenance	1,282,449				1,282,449
Pupil Transportation	575,544				575,544
Unallocated Benefits	5,435,360				5,435,360
Capital Outlay	221,726				221,726
Transfer of Funds to Charter Schools	165,972				165,972
Debt Service:					
Principal				\$ 740,000	740,000
Interest and Other Charges				12,093	12,093
Total Expenditures	<u>16,917,248</u>	<u>\$ 322,050</u>		<u>752,093</u>	<u>17,991,391</u>
Excess/(Deficit) of Revenue over/(under) Expenditures	907,986	(3,567)		347	904,766
OTHER FINANCING SOURCES (USES):					
Transfers	544			(544)	
Total Other Financing Sources (Uses)	<u>544</u>			<u>(544)</u>	
Net Change in Fund Balances	908,530	(3,567)		(197)	904,766
Fund Balance - July 1 (Restated)	5,184,783	35,283	\$ 46,459	197	5,266,722
Fund Balance - June 30	<u>\$ 6,093,313</u>	<u>\$ 31,716</u>	<u>\$ 46,459</u>	<u>\$ -0-</u>	<u>\$ 6,171,488</u>

THE ACCOMPANYING STATEMENTS TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUE, 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 Exhibit B-2)	\$ 904,766						
Amounts Reported for Governmental Activities in the Statement of Activities (Exhibit A-2) are Different Because:							
Capital Outlays are reported in Governmental Funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which Depreciation Expense differed from Capital Outlays in the period.	<table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 10px;">Depreciation Expense</td> <td style="text-align: right;">\$ (660,826)</td> </tr> <tr> <td>Capital Outlays</td> <td style="text-align: right;"><u>122,675</u></td> </tr> </table>	Depreciation Expense	\$ (660,826)	Capital Outlays	<u>122,675</u>		
Depreciation Expense	\$ (660,826)						
Capital Outlays	<u>122,675</u>						
The net pension liability reported in the statement of activities does not require the use of current financial resources and is not reported as an expenditure in the Governmental Funds:	<table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 10px;">Changes in Net Pension Liability</td> <td style="text-align: right;">264,360</td> </tr> <tr> <td>Changes in Deferred Outflows</td> <td style="text-align: right;">(142,852)</td> </tr> <tr> <td>Changes in Deferred Inflows</td> <td style="text-align: right;"><u>40,271</u></td> </tr> </table>	Changes in Net Pension Liability	264,360	Changes in Deferred Outflows	(142,852)	Changes in Deferred Inflows	<u>40,271</u>
Changes in Net Pension Liability	264,360						
Changes in Deferred Outflows	(142,852)						
Changes in Deferred Inflows	<u>40,271</u>						
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. (+)	161,779						
Repayment of Early Retirement Incentive Program Payable is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. (+)	740,000						
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. When the accrued interest exceeds the interest paid, the difference is a reduction in the reconciliation (-); when the paid amount exceeds the earned amount the difference is an addition in the reconciliation. (+)	26,369						
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 (+)	2,605						
Change in Net Position (Exhibit A-2)	<table style="margin-left: auto; margin-right: 0;"> <tr> <td style="padding-right: 10px;">(49,830)</td> </tr> <tr> <td style="border-top: 1px solid black; border-bottom: 3px double black;">\$ 1,247,538</td> </tr> </table>	(49,830)	\$ 1,247,538				
(49,830)							
\$ 1,247,538							

THE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2021

	Business-type Activities - <u>Enterprise Funds</u> <u>Food Service</u>
<b>ASSETS:</b>	
Current Assets:	
Cash and Cash Equivalents	\$ 22,906
Interfund Receivable	493
Intergovernmental Accounts Receivable:	
State	197
Federal	4,217
Inventories	<u>9,065</u>
Total Current Assets	<u>36,878</u>
Non-Current Assets:	
Capital Assets	271,005
Less: Accumulated Depreciation	<u>(260,776)</u>
Total Non-Current Assets	<u>10,229</u>
Total Assets	<u>47,107</u>
 <b>LIABILITIES:</b>	
Current Liabilities:	
Accounts Payable	1,734
Unearned Revenue - Prepaid Sales	10,709
Unearned Revenue - Donated Commodities	<u>3,434</u>
Total Current Liabilities	<u>15,877</u>
 <b>NET POSITION:</b>	
Investment in Capital Assets	10,229
Unrestricted	<u>21,001</u>
Total Net Position	<u>\$ 31,230</u>

THE ACCOMPANYING STATEMENTS TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Business-type Activities - <u>Enterprise Funds</u> <u>Food Service</u>
Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 639
Total Operating Revenue	<u>639</u>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	39,607
Salaries, Benefits and Payroll Taxes	21,698
Supplies and Other Costs	8,185
Management Fee	8,160
Depreciation Expense	939
Total Operating Expenses	<u>78,589</u>
Operating (Loss)	<u>(77,950)</u>
Non-Operating Income:	
Local Sources:	
Interest Income	4
State Sources:	
Summer Seamless Option	2,140
Federal Sources:	
Seamless Summer Option - Breakfast	26,089
Seamless Summer Option - Lunch	49,541
Food Distribution Program	9,007
Total Non-Operating Income	<u>86,781</u>
Change in Net Position	8,831
Net Position - Beginning of Year	<u>22,399</u>
Net Position - End of Year	<u><u>\$ 31,230</u></u>

THE ACCOMPANYING STATEMENTS TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT



BYRAM TOWNSHIP SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>Business-type Activities - Enterprise Funds Food Service</u>
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 590
Payments to Employees	(21,698)
Payments to Food Service Vendor	(40,223)
Payments to Suppliers	(8,185)
Net Cash (Used for) Operating Activities	<u>(69,516)</u>
Cash Flows from Noncapital Financing Activities:	
Local Sources:	
Interest Income	4
State Sources:	
Summer Seamless Option	1,975
Federal Sources:	
Summer Seamless Option - Breakfast	25,714
Summer Seamless Option - Lunch	48,827
Net Cash Provided by Noncapital Financing Activities	<u>76,520</u>
Net Increase in Cash and Cash Equivalents	7,004
Cash and Cash Equivalents, July 1	<u>15,902</u>
Cash and Cash Equivalents, June 30	<u>\$ 22,906</u>
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities:	
Operating Loss	\$ (77,950)
Adjustment to Reconcile Operating (Loss) to Cash (Used for) Operating Activities:	
Depreciation	939
Food Distribution Program	9,007
Changes in Assets and Liabilities:	
(Increase) in Interfund Accounts Receivable	(493)
(Increase) in Inventories	(460)
Increase in Unearned - Donated Commodities	2,035
(Decrease) in Unearned Revenue - Prepaid Sales	(49)
(Decrease) in Accounts Payable	(2,545)
Net Cash Provided by (Used for) Operating Activities	<u>\$ (69,516)</u>

Noncash Investing and Financing Activities:

The Food Service Enterprise Fund received commodities valued at \$11,042 and utilized commodities valued at \$9,007 from the Federal Food Distribution Program for the fiscal year ended June 30, 2021.

THE ACCOMPANYING STATEMENTS TO THE BASIC FINANCIAL STATEMENTS  
ARE AN INTEGRAL PART OF THIS STATEMENT

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity:

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

Governmental Accounting Standards Board ("GASB") Codification Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, component units can be other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if all of the following criteria are met: (1) The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents. (2) The primary government, or its component units, is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization. (3). The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the District is not includable in any other reporting entity on the basis of such criteria.

B. Basis of Presentation:

District-Wide Financial Statements:

The statement of net position and the statement of activities present financial information about the District's governmental and business type activities. These statements include the financial activities of the overall government in its entirety. Eliminations have been made to minimize the double counting of internal transactions. These statements distinguish between the governmental and business type activities of the District. Governmental activities generally are financed through taxes, intergovernmental revenue and other nonexchange transactions. Business type activities are financed in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenue for business-type activities and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with and are clearly identifiable to a particular function. Indirect expenses are allocated to the functions using an appropriate allocation method or association with the specific function. Indirect expenses include health benefits, employer's share of payroll taxes, compensated absences and tuition reimbursements.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

District-Wide Financial Statements: (Cont'd)

Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue. The comparison of direct expenses with program revenues identifies the extent to which each government function or business segment is self-financing or draws from the general revenues of the 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. The fund financial statements provide information about the District's funds. Separate statements for each fund category - governmental, and proprietary - are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No. 34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

The District reports the following governmental funds:

General Fund: The General Fund is the general operating fund of the District and is used to account for and report all expendable financial resources not accounted for and reported in another fund. Included are certain expenditures for vehicles and movable instructional or noninstructional equipment which are classified in the capital outlay subfund.

As required by NJDOE, the District includes budgeted capital outlay in this fund. GAAP, as it pertains to governmental entities, states 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 revenue. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by Board resolution.

Special Revenue Fund: The Special Revenue Fund is used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Thus, the Special Revenue Fund is used to account for the proceeds of specific revenue from State and Federal Governments (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted or committed to expenditures for specified purposes.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Basis of Presentation: (Cont'd)

Capital Projects Fund: The Capital Projects Fund is used to account for 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 temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election, funds appropriated from the General Fund, and from aid provided by the state to offset the cost of approved capital projects.

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.

The District reports the following proprietary fund:

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

C. Measurement Focus and Basis of Accounting

The District-wide financial statements and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash transaction takes place. Nonexchange transactions, in which the District gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. The District considers all revenue reported in the governmental funds to be available if the revenue is collected within sixty days after the end of the fiscal year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus and Basis of Accounting (Cont'd)

It is the District's policy, that when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, to apply restricted resources first followed by unrestricted resources. Similarly, within unrestricted fund balance, it is the District's policy to apply committed resources first followed by assigned resources and then unassigned resources when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Under the terms of grant agreements, the District may fund certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenue. Therefore, when program expenses are incurred, both restricted and unrestricted net position may be available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, followed by general revenue.

D. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budget for the fiscal year ended June 30, 2021 was submitted to the County office and approved by a vote of the Board of Education. 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. 6:20-2A.2(m)1. All budget amendments/transfers must be made by school board resolution. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budget during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For Governmental Funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the Special Revenue Fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

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

The General Fund budgetary revenue differs from GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the two last state aid payments in the subsequent fiscal year, the District cannot recognize these payments in the GAAP financial statements.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control:

Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenue and Expenditures:

	General Fund	Special Revenue Fund
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 17,787,330	\$ 318,483
Differences - Budgetary to GAAP:		
Prior Year State Aid Payments Recognized for GAAP Basis	336,379	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	(298,475)	
Total Revenues as Reported on the Statement of Revenues, Expenditures & Changes in Fund Balances - Governmental Funds.	\$ 17,825,234	\$ 318,483
	General Fund	Special Revenue Fund
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	\$ 16,917,248	\$ 332,050
Total Expenditures as Reported on the Statement of Revenue, Expenditures, & Changes in Fund Balances - Governmental Funds	\$ 16,917,248	\$ 332,050

E. Cash and Cash Equivalents:

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

The District generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

New Jersey school districts are limited as to the type of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts. Additionally, the District has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in New Jersey. N.J.S.A. 17:9-41 et seq. establishes

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

E. Cash and Cash Equivalents:

the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a depository unless such funds are secured in accordance with the Act. Public depositories include Savings and Loan institutions, banks (both state and national banks) and savings banks the deposits of which are federally insured.

All public depositories must pledge collateral, having a market value of at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Government Units. If a public depository fails, the collateral it has pledged, plus the collateral of all the other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

F. Interfund Transactions:

Transfers between Governmental and Business-type activities on the District-wide statements are reported in the same manner as general revenues. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in Governmental Funds and after non-operating revenues/expenses in the enterprise fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, short-term interfund loans are classified as interfund receivables/payables. These amounts are eliminated in the statement of net position, except for amounts due between Governmental and Business-type activities, which are presented as internal balances.

G. Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

H. Encumbrances:

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

Open encumbrances in the Special Revenue Fund for which the District has received advances are reflected in the balance sheet as unearned revenue at fiscal year end.

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

I. 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 District and that are due within one year.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

J. Inventories and Prepaid Expenses:

Inventories and prepaid expenses, which benefit future periods, other than those recorded in the enterprise fund, are recorded as an expenditure during the year of purchase.

Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method. Prepaid expenses in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2021.

K. Capital Assets:

During the year ended June 30, 1994, the District established a formal system of accounting for its capital assets. Capital assets acquired or constructed subsequent to June 30, 1994, are recorded at historical cost including ancillary charges necessary to place the asset into service. Capital assets acquired or constructed prior to the establishment of the formal system are valued at cost based on historical records or through estimation procedures performed by an independent appraisal company. Land has been recorded at estimated historical cost. Donated capital assets are valued at acquisition value. The cost of normal maintenance and repairs is not capitalized. The District does not possess any infrastructure. Capital assets have been reviewed for impairment.

The capitalization threshold (the dollar value above which asset acquisitions are added to the capital asset accounts) is \$2,000. The depreciation method is straight-line. The estimated useful lives of capital assets reported in the District-wide statements and proprietary funds are as shown below:

	<u>Estimated Useful Life</u>
Buildings and Building Improvements	50 years
Site Improvements	20 years
Machinery and Equipment	5 to 15 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures in the governmental fund upon acquisition. Capital assets are not capitalized, and related depreciation is not reported in the fund financial statements.

L. Long Term Liabilities:

In the government-wide and enterprise fund statements of net position, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise funds. Bond premium and discounts are reported as deferred charges and amortized over the term of the related debt using the straight-line method of amortization. In the fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

M. Accrued Salaries and Wages:

The District allows employees who provide services to the District over a ten-month academic year the option to have their salaries evenly disbursed during the entire twelve month year; therefore, there were \$158,850 of accrued salaries and wages as of June 30, 2021.



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

N. Compensated Absences:

The District accounts for compensated absences (e.g., unused vacation, sick leave) as directed by GASB. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

District employees are granted varying amounts of vacation and sick leave in accordance with the District's employee contracts/agreements. Upon termination, employees are paid for accrued vacation. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement, employees shall be paid by the District for the unused sick leave in accordance with the District's agreements with the various employee contracts/agreements.

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

O. Unearned Revenue:

Unearned revenue in the special revenue fund represents cash which has been received but not yet earned. See Note 1(D) regarding the special revenue fund.

P. Fund Balance Appropriated:

General Fund: Of the \$6,093,313 General Fund balance at June 30, 2021, \$3,186,327 is restricted in the capital reserve account; \$990,155 in the maintenance reserve account; \$302,261 is assigned for year-end encumbrances, \$522,222 is excess surplus that will be utilized to support the 2021-2022 budget; \$525,000 is excess surplus that will be utilized to support the 2022-2023 budget; \$115,155 is restricted for unemployment compensation; and \$452,193 of unassigned fund balance (which is \$298,475 less than the calculated maximum unassigned fund balance, on a Budgetary basis, due to the final state aid payments, which are not recognized until the fiscal year ended June 30, 2022).

Special Revenue Fund: The \$31,716 fund balance in the Special Revenue Fund fund balance at June 30, 2021 is restricted for Student Activities.

Capital Projects Fund: The \$46,459 fund balance in the Capital Projects Fund at June 30, 2021 is committed.

Calculation of Excess Surplus: In accordance with N.J.S.A. 18A:7F-7, as amended by P.L. 2004, C.73 (S1701), the designation for Restricted Fund Balance-Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to restrict General Fund balance at the fiscal year end of June 30 if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent year's budget. The District has excess surplus as noted above.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

P. Fund Balance Appropriated: (Cont'd)

The District's fund balance in the General Fund is less on a GAAP basis than the budgetary basis by \$298,475 in unassigned fund balance, as reported in the fund statements (modified accrual basis). P.L. 2003, C.97 provides that in the event a state school aid payment is not made until the following school budget year, districts must record the related state aid payment as revenue, for budget purposes only, in the current school budget year. The bill 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 last two state aid payments in the subsequent fiscal year, the school district cannot recognize the last two state aid payments on the GAAP financial statements until the year the State records the payable. The excess surplus calculation is calculated using the fund balance reported on the Budgetary Comparison Schedule, including the final two state aid payments and not the fund balance reported on the fund statement which excludes the last two state aid payments.

Q. Deficit Net Position:

The District has a deficit in unrestricted net position of \$2,547,549 which is primarily a result of compensated absences payable, net pension liability and the related deferred inflows and outflows. The deficit does not indicate that the District is in financial difficulties and is a permitted practice under generally accepted accounting principles.

R. Net Position:

Net Position is the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources.

A deferred outflow of resources is a consumption of net position by the District that is applicable to a future reporting period. A deferred inflow of resources is an acquisition of net position by the District that is applicable to a future reporting period. The District had deferred outflows and inflows of resources at June 30, 2021 for pensions.

Net position is displayed in three components - net investment in capital assets; restricted and unrestricted.

The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also would be included in this component of net position.

The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

S. Fund Balance Restrictions, Commitments and Assignments:

The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The committed fund balance classification includes amounts that can be used only for the specific purposes determined for a formal action of the District's highest level of decision-making authority. Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. Unassigned fund balance is the residual classification for the District's General Fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classifications should be used only to report a deficit balance resulting from overspending for specific purposes for which amounts have been restricted, committed or assigned.

Fund balance restrictions have been established for excess surplus, capital, maintenance reserve, unemployment compensation, and student activities.

The District Board of Education has the responsibility to formally commit resources for specific purposes through a motion or a resolution passed by a majority of the members of the Board of Education at a public meeting of that governing body. The Board of Education must also utilize a formal motion or a resolution passed by a majority of the members of the Board of Education at a public meeting of that governing body in order to remove or change the commitment of resources.

The assignment of resources is generally made by the District Board of Education through a motion or a resolution passed by a majority of the members of the Board of Education. These resources are intended to be used for a specific purpose. The process is not as restrictive as the commitment of resources and the Board of Education may allow an official of the District to assign resources through policies adopted by the Board of Education. The District has assigned resources for year-end encumbrances in the General Fund at June 30, 2021.

T. Revenue - Exchange and Nonexchange 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 the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

T. Revenue - Exchange and Nonexchange Transactions (Cont'd):

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the 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. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes, interest and tuition.

U. Operating Revenue and Expenses:

Operating revenue are those revenues that are generated directly from the primary activity of the Enterprise Fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the Enterprise Fund.

V. Management Estimates:

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

W. 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 State of New Jersey Public Employees' Retirement System (PERS) and the State of New Jersey Teachers' Pension and Annuity Fund (TPAF) and additions to/deductions from the PERS's and TPAF's net position have been determined on the same basis as they are reported by the PERS and the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Pension Plan investments are reported at fair value.

NOTE 2. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUND STATEMENTS AND DISTRICT-WIDE STATEMENTS

Due to the differences in the measurement focus and basis of accounting used on the government fund statements and district-wide statements, certain financial transactions are treated differently. The basic financial statements contain a full reconciliation of these items.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

The Board classifies certificates of deposit which have original maturity dates of more than three months but less than twelve months from the date of purchase, as investments.

GASB requires disclosure of the level of custodial credit risk assumed by the District in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the District ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The District limits its investments to those authorized in its cash management plan which are those permitted under state statute as detailed in the section of this note on investments.

Custodial Credit Risk – The District's policy with respect to custodial credit risk requires that the District ensures that District funds are only deposited in financial institutions in which NJ school districts are permitted to invest their funds.

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School Districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments:

New Jersey statutes permit the Board to purchase the following types of securities:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of the school district or bonds or other obligations of the local unit or units within which the school district is located.
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law", P.L. 1983, c.313 (C.40A:5A-1 et seq.). Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investment in the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C.52:18A-90.4); or
- (8) Agreements for the repurchase of fully collateralized securities if:
  - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection a. or are bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school districts, municipalities, counties, and entities subject to the requirements of the "Local Authorities Fiscal Control Law," P.L. 1983, c. 313 (C.40A:5A-1 et seq.);
  - (b) the custody of collateral is transferred to a third party;
  - (c) the maturity of the agreement is not more than 30 days;
  - (d) the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C.17:9-41); and
  - (e) a master repurchase agreement providing for the custody and security of collateral is executed; or

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 3. CASH AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Investments (Cont'd):

- (9) Deposit of funds in accordance with the following conditions:
  - (a) The funds are initially invested through a public depository as defined in section 1 of P.L. 1970, c. 236 (C.17:9-41) designated by the school district;
  - (b) The designated public depository arranges for the deposit of the funds in deposit accounts in one or more federally insured banks, savings banks or savings and loan associations or credit unions for the account of the school district;
  - (c) 100 percent of the principal and accrued interest of each deposit is insured by the Federal Deposit Insurance Corporation or the National Credit Union Share Insurance Fund;
  - (d) The designated public depository acts as custodian for the school district with respect to these deposits; and
  - (e) On the same date that the school district's funds are deposited pursuant to subparagraph (b) of this paragraph, the designated public depository receives an amount of deposits from customers of other financial institutions, wherever located, equal to the amounts of funds initially invested by the school district through the designated public depository.

As of June 30, 2021, cash and cash equivalents of the District consisted of the following:

	<u>Cash and Cash Equivalents</u>	<u>Restricted Cash and Cash Equivalents</u>	<u>Total</u>
Checking Accounts	<u>\$ 1,960,820</u>	<u>\$ 4,323,353</u>	<u>\$ 6,284,173</u>

The carrying amount of the Board's cash and cash equivalents at June 30, 2021, was \$6,284,173 and the bank balance was \$6,538,137. During the fiscal year ended June 30, 2021, the District did not hold any investments.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 4. CAPITAL RESERVE ACCOUNT

A capital reserve account was established by Board resolution on June 30, 1996 for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget. Funds placed in the capital reserve account are restricted to capital projects in the District’s approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by Board resolution at year end (June 1 to June 30) of any unanticipated revenue or unexpended line item appropriation amounts or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6:23A-5.1(d)7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2020		\$ 2,976,050
Transfer by Board Resolution - June 21, 2021	\$ 281,156	
Return of unexpended balance from Capital Outlay	<u>1,129,121</u>	
		<u>1,410,277</u>
		4,386,327
Budget Withdrawal		<u>(1,200,000)</u>
Ending Balance, June 30, 2021		<u>\$ 3,186,327</u>

The balance in the capital reserve account at June 30, 2021 does not exceed the balance of local support costs of uncompleted capital projects in the District’s Long-Range Facilities Plan (“LRFP”). Withdrawals from the capital reserve were for use in DOE approved facilities projects consistent with the District’s LRFP.

NOTE 5. MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account in the amount of \$100,000 was established by the Byram Township School District during the fiscal year ended June 30, 2017. The funds for the establishment of this reserve were withdrawn from unassigned general fund balance. These funds are restricted to be used for specific activities necessary for the purpose of keeping a school facility open and safe for use or in its original condition, and for keeping its constituent buildings systems fully and efficiently functional and for keeping their warranties valid but cannot be used for routine or capital maintenance. The purpose of the reserve is to provide funds for anticipated expenditures required to maintain a building.

Pursuant to N.J.A.C. 6A:26A-4.2 funds may be deposited into the maintenance reserve account at any time by board resolution to meet the required maintenance of the district by transferring unassigned general fund balance or by transferring unassigned general fund balance that is anticipated to be deposited during the current year in the advertised recapitulation of balances of the subsequent year’s budget that is certified for taxes. Funds may be withdrawn from the maintenance reserve account and appropriated into the required maintenance account lines at budget time or any time during the year by board resolution for use on required maintenance activities by school facility as reported in the comprehensive maintenance plan.



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 5. MAINTENANCE RESERVE ACCOUNT (Cont'd)

Funds withdrawn from the maintenance reserve account are restricted to required maintenance appropriations and may not be transferred to any other line-item account. In any year that maintenance reserve account funds are withdrawn, unexpended required maintenance appropriations, up to the amount of maintenance reserve account funds withdrawn, shall be restored to the maintenance reserve account at year-end. At no time shall the maintenance reserve account have a balance that exceeds four percent of the replacement cost of the current year of the district's school facilities. If the account exceeds this maximum amount at June 30, the excess shall be restricted and designated in the subsequent year's budget. The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning Balance, July 1, 2020		\$ 990,155
Transfer by Board Resolution - June 21, 2021	\$ 65,000	
Return of unexpended balance from required maintenance	<u>60,000</u>	
		<u>125,000</u>
		1,115,155
Budgeted Withdrawal		<u>(125,000)</u>
Ending Balance, June 30, 2021		<u><u>\$ 990,155</u></u>

NOTE 6. EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by Board resolution in fiscal year 2019-2020 by inclusion of \$60,000 for the accumulation of funds for use as unanticipated General Fund expenditures in subsequent fiscal years. The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The emergency reserve is used to accumulate funds in accordance with N.J.S.A. 18A:7F-4lc(l) to finance unanticipated general fund expenditures required for a through and efficient education. The maximum balance permitted at any time in this reserve is the greater of \$250,000 or 1% of the general fund budget not to exceed one million dollars. Deposits may be made to the emergency reserve account by board resolution between June 1st and June 30th of any unanticipated revenue or unexpended line item appropriation or both. Withdrawals from the reserve require the approval of the Commissioner unless the withdrawal is necessary to meet an increase in total health care costs in excess of four percent or the withdrawal is included in the original budget certified for taxes to finance school security improvements pursuant to N.J.S.A. 18A:7G-6(c)l.

The activity of the emergency reserve is as follows:

Beginning Balance, July 1, 2020		\$ 60,000
Budgeted Withdrawal		<u>(60,000)</u>
Ending Balance, June 30, 2021		<u><u>\$ -0-</u></u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

(Continued)

NOTE 7. CAPITAL ASSETS

Capital asset balances and activity for the year ended June 30, 2021 were as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Adjustments/ Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets not Being Depreciated:				
Sites (Land)	\$ 2,136,587			\$ 2,136,587
Construction in Progress	57,500			57,500
Total Capital Assets Not Being Depreciated	<u>2,194,087</u>			<u>2,194,087</u>
Capital Assets Being Depreciated:				
Site Improvements	1,609,952			1,609,952
Buildings and Building Improvements	20,814,900	\$ 122,675		20,937,575
Machinery and Equipment	3,465,338			3,465,338
Total Capital Assets Being Depreciated	<u>25,890,190</u>	<u>122,675</u>		<u>26,012,865</u>
Governmental Activities Capital Assets	<u>28,084,277</u>	<u>122,675</u>		<u>28,206,952</u>
Less Accumulated Depreciation for:				
Site Improvements	(897,591)	(79,690)		(977,281)
Buildings and Building Improvements	(10,756,311)	(476,541)		(11,232,852)
Machinery and Equipment	(2,881,156)	(104,595)		(2,985,751)
	<u>(14,535,058)</u>	<u>(660,826)</u>		<u>(15,195,884)</u>
Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 13,549,219</u>	<u>\$ (538,151)</u>	<u>\$ -0-</u>	<u>\$ 13,011,068</u>
Business Type Activities:				
Capital Assets Being Depreciated:				
Machinery and Equipment	\$ 271,005			\$ 271,005
Less Accumulated Depreciation	<u>(259,837)</u>	<u>\$ (939)</u>		<u>(260,776)</u>
Business Type Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 11,168</u>	<u>\$ (939)</u>	<u>\$ -0-</u>	<u>\$ 10,229</u>

Depreciation expense was charged to governmental functions as follows:

Regular Instruction	\$ 39,180
General Administrative Services	12,546
Operation and Maintenance of Plant	23,253
Student Transportation Services	17,551
Unallocated	<u>568,296</u>
Total	<u>\$ 660,826</u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 8. LONG-TERM LIABILITIES

During the fiscal year ended June 30, 2021, the following changes occurred in liabilities reported in the District-wide financial statements:

	Beginning Balance	Accrued	Retired	Ending Balance
Serial Bonds Payable	\$ 740,000		\$ 740,000	\$ -0-
Compensated Absences Payable	249,725	\$ 56,720	6,890	299,555
Early Retirement Incentive Program Payable	26,369		26,369	-0-
Net Pension Liability	2,481,506		264,360	2,217,146
Total Long Term Liabilities	<u>\$ 3,497,600</u>	<u>\$ 56,720</u>	<u>\$ 1,037,619</u>	<u>\$ 2,516,701</u>

A. Bonds Authorized But Not Issued:

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

B. Compensated Absences

The liability for compensated absences of the governmental fund types is recorded in the current and long-term liabilities. The current portion of the compensated absences balance of the governmental funds is \$-0- and the long-term portion of compensated absences is \$299,555.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2021, no liability existed for compensated absences in the Food Service Fund. The General Fund will be used to liquidate Compensated Absences Payable.

C. Net Pension Liability:

The Public Employees' Retirement System's (PERS) net pension liability of the governmental fund types is recorded in the current and long-term liabilities and will be liquidated by the General Fund. The current portion of the net pension liability at June 30, 2021 is \$-0- and the long-term portion is \$2,217,146 See Note 10 for further information on the PERS.

NOTE 9. TRANSFERS TO CAPITAL OUTLAY

During the fiscal year ended June 30, 2021, the District transferred \$89,123 to the Capital Outlay accounts for equipment which did not require County Superintendent approval.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS

Substantially all of the Board’s employees participate in one of the two contributory, defined benefit public employee retirement systems: the Teachers’ Pension and Annuity Fund (TPAF) or the Public Employee’s Retirement System (PERS) of New Jersey; or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

A. Public Employees’ Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees’ Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about the PERS, please refer to the Division’s annual financial statements which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

Benefits Provided

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

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

Service retirement benefits of 1/55<sup>th</sup> of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60<sup>th</sup> of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and to Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, to 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 the respective tier.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Contributions

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing members. The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years, beginning with 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. District contributions to PERS amounted to \$148,733 for 2021.

The employee contribution rate was 7.50% effective July 1, 2019.

Pension Liabilities and Pension Expense

At June 30, 2021, the District's liability was \$2,217,146 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 which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2020, the District's proportion was 0.01359%, which was a decrease of 0.00017% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized actual pension expense in the amount of \$13,043. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Pension Liabilities and Pension Expense (Cont'd)

	Deferral Year	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2016	5.57	\$ 71,927	
	2017	5.48		\$ 209,871
	2018	5.63		205,898
	2019	5.21		163,513
	2020	5.16		349,058
				<u>71,927</u>
Changes in Proportion	2016	5.57		1,443
	2017	5.48		23,191
	2018	5.63		128,547
	2019	5.21	101,469	
	2020	5.16		31,953
				<u>101,469</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2017	5.00	(27,130)	
	2018	5.00	(25,163)	
	2019	5.00	6,089	
	2020	5.00	121,988	
			<u>75,784</u>	
Difference Between Expected and Actual Experience	2016	5.57	2,186	
	2017	5.48	6,242	
	2018	5.63		7,841
	2019	5.21	12,499	
	2020	5.16	19,447	
			<u>40,374</u>	<u>7,841</u>
District Contribution Subsequent to the Measurement Date	2020	1.00	<u>160,000</u>	
			<u>\$ 449,554</u>	<u>\$ 1,121,315</u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Pension Liabilities and Pension Expense (Cont'd)

Amounts reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts including changes in proportion and the District contribution subsequent to the measurement date) related to pensions will be recognized in pension expense as follows:

Fiscal Year Ending June 30,	Total
2021	\$ (278,211)
2022	(253,644)
2023	(144,951)
2024	(58,616)
2025	(12,673)
	\$ (748,096)

Actuarial Assumptions

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

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

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 a 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.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Market 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 Management Strategies	3.00%	3.40%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based upon 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.



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the collective net pension liability as of June 30, 2020 calculated using the discount rate as disclosed below, as well as what the 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 or 1-percentage-point higher than the current rate:

	June 30, 2020		
	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
District's proportionate share of the Net Pension Liability	\$ 2,784,835	\$ 2,217,146	\$ 1,726,368

Pension plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial statements.

B. Teachers' Pension and Annuity Fund (TPAF)

Plan Description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF), is a cost-sharing multiple-employer defined benefit pension plan with a special funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. The TPAF is administered by the State of New Jersey Division of Pensions and Benefits (the Division).

For additional information about the TPAF, please refer to the Division's annual financial statements which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

Benefits Provided

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Benefits Provided (Cont'd)

The following represents the membership tiers for TPAF:

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

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

Contributions

The contribution policy for TPAF is set by N.J.S.A. 18A:66 and requires contributions by active members and contributing members. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which included the employer portion of the normal cost and an amortization of the unfunded accrued liability. For fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

Special Funding Situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers, such as the District. This note discloses the portion of the District's total proportionate share of the net pension liability that is associated with the District. During the fiscal year ended 2021, the State of New Jersey contributed \$1,909,502 to the TPAF for normal pension benefits on behalf of the District, which is less than the contractually required contribution of \$2,759,813.

The employee contribution rate was 7.50% effective July 1, 2018.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

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

At June 30, 2021, the State's proportionate share of the net pension liability associated with the District was \$44,381,222. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2019 which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. At June 30, 2020, the District's proportion was 0.0674%, which was an increase of 0.0008% from its proportion measured as of June 30, 2019.

District's Proportionate Share of the Net Pension Liability	\$	-0-
State's Proportionate Share of the Net Pension Liability Associated with the District		44,381,222
Total	\$	44,381,222

For the fiscal year ended June 30, 2020, the State recognized pension expense on behalf of the District in the amount of \$2,759,813 and the District recognized pension expense and revenue for that same amount in the fiscal year ended June 30, 2021 financial statements.

The State reported collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions from the following sources:

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)

	Year of Deferral	Amortization Period in Years	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Assumptions	2014	8.50	\$ 461,324,773	
	2015	8.30	1,638,696,238	
	2016	8.30	4,304,747,820	
	2017	8.30		\$ 6,882,861,832
	2018	8.29		4,349,959,805
	2019	8.04		3,009,143,115
	2020	7.99	1,411,170,422	
			<u>7,815,939,253</u>	<u>14,241,964,752</u>
Difference Between Expected and Actual Experience	2014	8.50		4,393,807
	2015	8.30	101,207,836	
	2016	8.30		53,533,223
	2017	8.30	122,460,660	
	2018	8.29	763,099,015	
	2019	8.04		116,909,940
	2020	7.99		7,520,890
			<u>986,767,511</u>	<u>182,357,860</u>
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	2017	5.00	(226,008,261)	
	2018	5.00	(192,060,744)	
	2019	5.00	108,662,078	
	2020	5.00	965,582,162	
		<u>656,175,235</u>		
		<u>\$ 9,458,881,999</u>	<u>\$ 14,424,322,612</u>	

Amounts reported by the State as collective deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense excluding that attributable to employer-paid members contributions as follows:

Fiscal Year Ending June 30,	Total
2021	\$ (262,056,928)
2022	(188,358,995)
2023	(774,174,971)
2024	(1,939,112,462)
2025	(1,466,451,639)
Thereafter	<u>(335,285,618)</u>
	<u>\$ (4,965,440,613)</u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

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 table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and a 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 pension plan investments (7.00% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the Board of Trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2020 are summarized in the following table:

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Long Term Expected Rate of Return (Cont'd)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	7.71%
Non-U.S. Developed Market 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 Management Strategies	3.00%	3.40%

Discount Rate – TPAF

The discount rate used to measure the total pension liability was 5.40% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.21% as of June 30, 2020 based on the Bond Buyer Go 20 Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on 78% of the actuarially determined contributions for the State. Based on those assumptions, the pension 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 pension 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 District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the State's proportionate share of the net pension liability associated with the District as of June 30, 2020 calculated using the discount rate as disclosed above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 10. PENSION PLANS (Cont'd)

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate (Cont'd)

	June 30, 2020		
	At 1% Decrease (4.40%)	At Current Discount Rate (5.40%)	At 1% Increase (6.40%)
State's Proportionate Share of the Net Pension Liability Associated with the District	\$ 52,130,942	\$ 44,381,222	\$ 37,946,379

Pension Plan Fiduciary Net Position - TPAF

Detailed information about the TPAF's fiduciary net position is available in the separately issued TPAF financial statements.

C. Defined Contribution Retirement Program (DCRP)

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or TPAF, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

For DCRP, the District recognized pension expense of \$7,500 for the fiscal year ended June 30, 2021. Employee contributions to DCRP amounted to \$13,500 for the year ended June 30, 2021.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 11. RISK MANAGEMENT

The District is exposed to various risks of loss related to general liability, automobile coverage; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Board has obtained insurance coverage to guard against these events to minimize the exposure to the District should they occur.

Property and Liability Insurance

The District maintains commercial insurance coverage for surety bonds. A complete schedule of insurance coverage can be found in the statistical section of this Comprehensive Annual Financial Report.

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

The Byram Township School District is a member of the School Alliance Insurance Fund (the “Fund”). This public entity risk management pool provides general liability, property and automobile coverage and workers’ compensation for its members. A complete schedule of insurance coverage can be found in the Statistical Section of this Comprehensive Annual Financial Report. The Fund is a risk-sharing public entity risk pool that is an insured and self-administered group of school boards established for the purpose of providing low-cost insurance for its respective members in order to keep local property taxes to a minimum.

Each member appoints an official to represent their respective entity for the purpose of creating a governing body from which officers for the Fund are elected.

As a member of this Fund, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would become responsible for their respective shares of the Fund’s liabilities. The Fund can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided among the members in the same ratio as their individual assessment related to the total assessment of the membership body.

The June 30, 2021 audit was not available as of the date of this report; however, selected, summarized financial information for the Fund as of June 30, 2020 is as follows:

	<u>School Alliance Insurance Fund</u>
Total Assets	<u>\$ 51,526,293</u>
Net Position	<u>\$ 20,539,909</u>
Total Revenue	<u>\$ 43,264,716</u>
Total Expenses	<u>\$ 41,642,794</u>
Change in Net Position	<u>\$ 1,621,922</u>
Member Dividends	<u>\$ -0-</u>



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

Property and Liability Insurance (Cont'd)

Financial statements for the Fund are available at the Fund’s Executive Director’s Office:

Public Entity Group Administrative Services  
51 Everett Drive  
Suite B-40  
West Windsor, NJ 08550

Health Benefits

The Board is a member of the Schools Health Insurance Fund (“HIF”). The HIF provides it members with Health Benefit coverage. The HIF is a risk-sharing pool that is both an insured and self-administered group of school districts established for the purpose of providing low-cost insurance coverage for their members in order to keep local property taxes at a minimum. Each member appoints an official to represent their respective district for the purpose of creating a governing body from which officers for the HIF are elected.

As a member of HIF, the District could be subject to supplemental assessments in the event of deficiencies. If the assets of HIF were to be exhausted, members would become responsible for their respective shares of the HIF’s liabilities.

HIF can declare and distribute dividends to members upon approval of the State of New Jersey Department of Banking and Insurance. These distributions are divided amongst the members in the same ratio as their individual assessment relates to the total assessment of the membership body. In accordance with Statement No. 10 of the Governmental Accounting Standards Board, these distributions are used to reduce the amount recorded for membership expense in the year in which the distribution was declared.

The June 30, 2021 audit report is not available as of the date of this report. Selected summarized financial information for HIF as of June 30, 2020 is as follows:

	<u>School Health Insurance Fund</u>
Total Assets	\$ 149,856,532
Net Position	\$ 111,401,500
Total Revenue	\$ 282,680,579
Total Expenses	\$ 242,520,115
Change in Net Position	\$ 22,963,585
Member Dividends	\$ 17,196,879

Financial statements for the HIF are available at the HIF’s Executive Director’s Office:

PERMA  
9 Campus Drive, Suite 216  
Parsippany, NJ 07054

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 11. RISK MANAGEMENT (Cont'd)

New Jersey Unemployment Compensation Insurance

The District has elected to fund its New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the District is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The District is billed quarterly for amounts due to the State.

The following is a summary of District contributions, employee contributions, interest earned and reimbursements to the State for benefits paid and the ending balance of the District’s expendable trust fund for the current and previous two years.

<u>Fiscal Year</u>	<u>Interest</u>	<u>Employee / District Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2020-2021	\$ 30	\$ 13,587	\$ 10,776	\$ 115,155
2019-2020	617	34,466	15,633	112,314
2018-2019	680	35,228	27,046	92,864

NOTE 12. ECONOMIC DEPENDENCY

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

NOTE 13. DEFERRED COMPENSATION

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

American Funds	Lincoln National Insurance
AXA Equitable	MetLife
Fidelity Investments	VanGuard
First Investors	Washington National Insurance

NOTE 14. CONTINGENT LIABILITIES

Grant Programs

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 14. CONTINGENT LIABILITIES (Cont'd)

Litigation

The District estimates that the potential claims against it resulting from any litigation not covered by insurance would not materially affect the financial statements of the District.

Encumbrances

At June 30, 2021, there were encumbrances as detailed below in the governmental funds:

General Fund	Total Governmental Funds
\$ 302,261	\$ 302,261

NOTE 15. TAX CALENDAR

Property taxes are levied as of January 1 on property values assessed as of the previous calendar year. The tax levy is divided into two billings. The first billing is an estimate of the current year's levy based on the prior year's taxes. The second billing reflects adjustments to the current year's actual levy. The final tax bill is usually mailed on or before June 14th, along with the first half estimated tax bills for the subsequent year. The first half estimated taxes are divided into two due dates, February 1 and May 1. The final tax bills are also divided into two due dates, August 1 and November 1. A ten-day grace period is usually granted before the taxes are considered delinquent and there is an imposition of interest charges. A penalty may be assessed for any unpaid taxes in excess of \$10,000 at December 31 of the current year. Unpaid taxes of the current and prior year may be placed in lien at a tax sale held after December 10.

Taxes are collected by the constituent municipality and are remitted to the local School District on a predetermined mutually agreed-upon schedule.

NOTE 16. INTERFUND RECEIVABLE AND PAYABLE

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ 493	
Enterprise Fund		\$ 493
	\$ 493	\$ 493

The interfund between the General Fund and Enterprise Fund is for subsidy reimbursement funds not turned over by June 30, 2021.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

(Continued)

NOTE 17. ACCOUNTS PAYABLE

Accounts payable recorded in the District's Governmental and Business-Type Activities as of June 30, 2021 consisted of the following:

	Governmental Funds			District Contribution Subsequent to the Measurement Date	Total Governmental Activities	Business-Type Activities Enterprise Funds
	General Fund	Special Revenue Fund	Capital Projects Fund			
Vendors	\$ 52,018	\$ 720	\$ 57,500		\$ 110,238	\$ 1,734
Payroll Deductions & Withholdings	3,181				3,181	
Accrued Salaries and Wages State of New Jersey	158,850			\$160,000	158,850	
	<u>\$ 214,049</u>	<u>\$ 720</u>	<u>\$ 57,500</u>	<u>\$ 160,000</u>	<u>\$ 432,269</u>	<u>\$ 1,734</u>

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Description and Benefits Provided

The District is in a "special funding situation", as described in GASB Codification Section P50, in that OPEB contributions and expenses are legally required to be made by and are the sole responsibility of the State of New Jersey, not the District.

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefits for the State Health Benefit Local Education Retired Education Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPEB plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in GASB Codification Section P50. The State Health Benefits Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

For additional information about the State Health Benefit Local Education Retired Education Plan, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at <https://www.state.nj.us/treasury/pensions/gasb-notices-opeb.shtml>.

Employees Covered by Benefit Terms

At June 30, 2018, the plan membership consisted of the following:

Inactive Plan Members or Beneficiaries Currently Receiving Benefit Payments	148,051
Active Plan Members	216,892
Total	364,943

Total Nonemployer OPEB Liability

The total nonemployer OPEB liability as of June 30, 2019 was determined by an actuarial valuation as of June 30, 2018, which was rolled forward to June 30, 2019.

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement.

Inflation Rate	2.50%	
	TPAF/ABP	PERS
Salary Increases:		
Through 2026	1.55 - 3.05% based on service years	2.00 - 6.00% based on service years
Thereafter	1.55 - 3.05% based on service years	3.00 - 7.00% based on service years

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP), “General” (PERS), and “Safety” (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Post-retirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

Health Care Trend Assumptions

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

Discount Rate

The discount rate for June 30, 2019 was 3.50%. The discount rate for June 30, 2018 was 3.87%, a change of -.37%. This represents the municipal bond rate as chosen by the State of New Jersey Division of Pensions and Benefits. 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 State’s Proportionate Share of the Total OPEB Liability Associated with the District

	Total OPEB Liability
Balance at June 30, 2018	\$ 30,169,840
Changes for Year:	
Service Cost	1,059,728
Interest on the Total OPEB Liability	1,193,109
Changes of Assumptions	404,151
Difference in Expected and Actual Experience	(4,913,519)
Gross Benefit Payments by the State	(832,070)
Contributions from Members	24,665
Net Changes in Total OPEB Liability	(3,063,936)
Balance at June 30, 2019	\$ 27,105,904

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Discount Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2019, calculated using the discount rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2019		
	At 1% Decrease (2.50%)	At Discount Rate (3.50%)	At 1% Increase (4.50%)
Total OPEB Liability Attributable to the District	\$ 32,022,784	\$ 27,105,904	\$ 23,200,204

Sensitivity of the Total Nonemployer OPEB Liability Attributable to the District to Changes in the Healthcare Trend Rate

The following presents the total nonemployer OPEB Liability attributable to the District as of June 30, 2019, calculated using the healthcare trend rate as disclosed in this note, as well as what the total nonemployer OPEB liability attributable to the District would be if it were calculated using a healthcare trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	June 30, 2019		
	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability Attributable to the District	\$ 22,334,057	\$ 27,105,904	\$ 33,422,850

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

For the fiscal year ended June 30, 2021 the District recognized OPEB expense of \$557,322 as determined by the State of New Jersey Division of Pensions and Benefits. This expense and the related offsetting revenue are for benefits provided by the State through a defined benefit OPEB plan that meets the criteria in GASB Codification Section P50, in which there is a special funding situation.

In accordance with GASB Codification Section P50, as the District's proportionate share of the OPEB liability is \$-0-, there is no recognition of the allocation of the proportionate share of the deferred inflows and outflows of resources.

At June 30, 2019 the State had deferred outflows of resources and deferred inflows of resources related to OPEB associated with the District from the following sources.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 18. POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Cont'd)

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

	<u>Deferral Year</u>	<u>Period in Years</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in Assumptions	2017	9.54		\$ 3,155,675
	2018	9.51		2,714,308
	2019	9.29	\$ 360,647	
			<u>360,647</u>	<u>5,869,983</u>
Differences between Expected and Actual Experience	2018	9.51		2,565,866
	2019	9.29		4,244,839
				<u>6,810,705</u>
Changes in Proportion	N/A	N/A	<u>27,883</u>	<u>310,861</u>
			<u>\$ 388,530</u>	<u>\$ 12,991,549</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows

<u>Fiscal Year Ending June 30,</u>	<u>Total</u>
2020	\$ (1,654,144)
2021	(1,654,145)
2022	(1,654,144)
2023	(1,654,144)
2024	(1,654,144)
Thereafter	<u>(4,049,320)</u>
	<u>\$ (12,320,041)</u>



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

NOTE 19. SUBSEQUENT EVENT

The COVID-19 outbreak in the United States and specifically in New Jersey continues to cause disruption of the District's financial operations. Though the impact on the District's operations cannot be reasonably estimated at this date, it is likely that there will be an impact on certain revenue in the General Fund other than state aid and the local tax levy. There have been additional operating expenses in the General Fund due to schools re-opening on a full-time basis

The District's Food Service Fund has been impacted by COVID-19 for the fiscal year ending June 30, 2022 as the District continues to offer free lunch to all students under the Seamless Summer Option.

NOTE 20. PRIOR YEAR ADJUSTMENT

GASB 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	\$ 14,438,959	\$ 147,597	\$ 14,586,556
<u>Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds:</u>			
General Fund:			
Fund Balance/(Deficit)-June 30	\$ 5,072,469	\$ 112,314	\$ 5,184,783
Special Revenue Fund:			
Fund Balance/(Deficit)-June 30	\$ -0-	\$ 35,283	\$ 35,283
<u>Statement of Changes in Fiduciary Net Position - Fiduciary Funds:</u>			
Unemployment Compensation Trust:			
Net Position - End of the Year	\$ 112,314	\$ (112,314)	\$ -0-

SCHEDULES OF REQUIRED  
SUPPLEMENTARY INFORMATION

BYRAM TOWNSHIP SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
 SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2015	2016	2017	2018	2019	2020	2021
District's proportion of the net pension liability	0.0159627975%	0.0147297098%	0.0146588355%	0.0142650013%	0.0130449393%	0.0137720008%	0.0135959650%
District's proportionate share of the net pension liability	\$ 2,988,672	\$ 3,306,525	\$ 4,341,527	\$ 3,320,664	\$ 2,568,484	\$ 2,481,506	\$ 2,217,146
District's covered employee payroll	\$ 1,011,793	\$ 1,016,488	\$ 960,770	\$ 967,398	\$ 976,702	\$ 933,447	\$ 923,861
District's proportionate share of the net pension liability as a percentage of its covered employee payroll	295.38%	325.29%	451.88%	343.26%	262.98%	265.84%	239.99%
Plan fiduciary net position as a percentage of the total pension liability	52.08%	47.93%	40.14%	48.10%	53.60%	56.27%	58.32%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BYRAM TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF DISTRICT CONTRIBUTIONS  
PUBLIC EMPLOYEES RETIREMENT SYSTEM  
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	\$ 131,595	\$ 126,636	\$ 140,156	\$ 148,524	\$ 130,328	\$ 134,579	\$ 148,733
Contributions in relation to the contractually required contribution	(131,595)	(126,636)	(140,156)	(148,524)	(130,328)	(134,579)	(148,733)
Contribution deficiency/(excess)	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
District's covered employee payroll	\$ 1,047,167	\$ 1,011,793	\$ 1,016,488	\$ 960,770	\$ 967,398	\$ 976,702	\$ 933,447
Contributions as a percentage of covered employee payroll	12.57%	12.52%	13.79%	15.46%	13.47%	13.78%	15.93%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BYRAM TOWNSHIP SCHOOL DISTRICT  
 REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
 SCHEDULE OF STATE'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY ATTRIBUTABLE TO THE DISTRICT  
 TEACHERS' PENSION AND ANNUITY FUND  
 LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2015	2016	2017	2018	2019	2020	2021
State's proportion of the net pension liability attributable to the District	0.0624075042%	0.0646772711%	0.0643216343%	0.0635593330%	0.0662089399%	0.0665541046%	0.0673986827%
State's proportionate share of the net pension liability attributable to the District	\$ 33,554,780	\$ 40,878,797	\$ 50,599,493	\$ 42,854,009	\$ 42,120,705	\$ 40,844,882	\$ 44,381,222
District's covered employee payroll	\$ 6,371,844	\$ 6,295,209	\$ 6,674,117	\$ 6,749,482	\$ 7,270,298	\$ 7,070,675	\$ 6,759,038
State's proportionate share of the net pension liability attributable to the District as a percentage of its covered employee payroll	526.61%	649.36%	758.15%	634.92%	579.35%	577.67%	656.62%
Plan fiduciary net position as a percentage of the total pension liability	33.64%	28.71%	22.23%	25.41%	26.49%	26.95%	24.60%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BYRAM TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF STATE'S CONTRIBUTIONS - ATTRIBUTABLE TO THE DISTRICT  
TEACHERS' PENSION AND ANNUITY FUND  
LAST SEVEN FISCAL YEARS

	Fiscal Year Ending June 30,						
	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	\$ 1,794,800	\$ 2,496,019	\$ 3,801,848	\$ 2,968,708	\$ 2,455,490	\$ 2,409,140	\$ 2,759,813
Contributions in relation to the contractually required contribution	<u>(326,200)</u>	<u>(490,548)</u>	<u>(689,920)</u>	<u>(975,024)</u>	<u>(1,308,959)</u>	<u>(1,478,311)</u>	<u>(1,909,502)</u>
Contribution deficiency/(excess)	<u>\$ 1,468,600</u>	<u>\$ 2,005,471</u>	<u>\$ 3,111,928</u>	<u>\$ 1,993,684</u>	<u>\$ 1,146,531</u>	<u>\$ 930,829</u>	<u>\$ 850,311</u>
District's covered employee payroll	\$ 6,371,844	\$ 6,295,209	\$ 6,674,117	\$ 6,749,482	\$ 7,270,298	\$ 7,070,675	\$ 6,759,038
Contributions as a percentage of covered employee payroll	28.17%	7.79%	10.34%	14.45%	18.00%	20.91%	28.25%

Note: This schedule does not contain ten years of information as GASB No. 68 was implemented during the fiscal year ended June 30, 2015.

BYRAM TOWNSHIP SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION SCHEDULES  
SCHEDULE OF CHANGES IN THE STATE'S PROPORTIONATE SHARE OF  
THE TOTAL OPEB LIABILITY ASSOCIATED WITH THE DISTRICT AND RELATED RATIOS  
LAST THREE FISCAL YEARS

	Fiscal Year Ending		
	2017	2018	2019
Total OPEB Liability			
Service Cost	\$ 1,479,869	\$ 1,228,873	\$ 1,059,728
Interest Cost	1,111,094	1,285,481	1,193,109
Changes in Assumptions	(4,638,559)	(3,462,140)	404,151
Difference in Expected and Actual Experience		(3,167,943)	(4,913,519)
Member Contributions	29,906	27,882	24,665
Gross Benefit Payments	(812,166)	(806,731)	(832,070)
Net Change in Total OPEB Liability	(2,829,856)	(4,894,578)	(3,063,936)
Total OPEB Liability - Beginning	37,894,274	35,064,418	30,169,840
Total OPEB Liability - Ending	<u>\$ 35,064,418</u>	<u>\$ 30,169,840</u>	<u>\$ 27,105,904</u>
District's Covered Employee Payroll *	\$ 7,307,002	\$ 7,690,605	\$ 7,710,252
Total OPEB Liability as a Percentage of Covered Employee Payroll	480%	395%	352%

\* - Covered payroll for the fiscal years ending June 30, 2017, 2018 and 2019 are based on the payroll on the June 30, 2016, 2017 and 2018 census data.

Note: This schedule does not contain ten years of information as GASB No. 75 was implemented during the fiscal year ended June 30, 2018.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

A. PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Benefit Changes

There were none.

Changes of Actuarial Assumptions

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

In the July 1, 2018 actuarial valuation the mortality improvement was based on Scale MP-2019 while in the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020.

B. TEACHERS' PENSION AND ANNUITY FUND

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate changed from 5.60% as of June 30, 2019 to 5.40% as of June 30, 2020. The municipal bond rate changed from 3.50% to 2.21%.

In the July 1, 2018 actuarial valuation the mortality improvement was based on Scale MP-2019 while in the July 1, 2019 actuarial valuation the mortality improvement was based on Scale MP-2020.

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEN PLAN

Benefit Changes

There were none.

Changes of Actuarial Assumptions

The discount rate for June 30, 2019 was 3.50%. The discount rate for June 30, 2018 was 3.87%, a change of -.37%.

The mortality rates in the valuation as of June 30, 2018 were based on the following:

Pre-retirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Employee Male/Female Mortality Table with fully generational mortality improvement projections from the central year using the MP-2017 scale. Post-retirement mortality rates were based on the RP-2006 Headcount-Weighted Healthy Annuitant Male/Female mortality table with fully generational improvement projections from the central year using the MP-2017 scale. Disability mortality was based on the RP-2006 Headcount-Weighted Disabled Male/Female mortality table with fully generational improvement projections from the central year using MP-2017 scale.

The mortality rates in the valuation as of June 30, 2019 were based on the following:



BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

C. STATE HEALTH BENEFIT LOCAL EDUCATION RETIRED EMPLOYEES OPEN PLAN (Cont'd)

Changes of Actuarial Assumptions (Cont'd)

Pre-retirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Post-retirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2019.

The health care trend rates in the valuation as of June 30, 2018 were based on the following:

For pre-Medicare preferred provider organization (PPO) medical benefits and health maintenance organization (HMO) medical benefits, trend rate is initially 5.8% and decreases to a 5.0% long term trend rate after eight years. For self-insured post-65 PPO and HMO medical benefits, the trend rate is 4.5%. For prescription drug benefits, the initial trend rate is 8.0% decreasing to a 5.0% long term rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%. The Medicare Advantage trend rate is 4.5% and will continue in all future years.

The health care trend rates in the valuation as of June 30, 2019 were based on the following:

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

BUDGETARY COMPARISON SCHEDULES

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUE:</b>					
Local Sources:					
Local Tax Levy	\$ 11,288,589		\$ 11,288,589	\$ 11,288,589	
Tuition From Individuals	60,000		60,000	18,225	\$ (41,775)
Rents and Royalties	15,000		15,000	2,841	(15,000)
Restricted Miscellaneous Revenues	205,731		205,731	186,818	2,841
Unrestricted Miscellaneous Revenues	11,569,320		11,569,320	11,496,473	(18,913)
<b>Total - Local Sources</b>					<b>(72,847)</b>
State Sources:					
School Choice Aid	364,276		364,276	364,276	
Categorical Transportation Aid	232,137		232,137	232,137	
Categorical Special Education Aid	542,873		542,873	542,873	
Categorical Equalization Aid	1,836,385		1,836,385	1,836,385	
Categorical Security Aid	70,573		70,573	70,573	
Extraordinary Aid				186,587	186,587
Nonpublic Transportation Aid				9,291	9,291
TPAF Pension Contribution (Non-Budgeted)				1,909,502	1,909,502
TPAF Non Contributory Insurance (Non-Budgeted)				36,331	36,331
TPAF Long-Term Disability Insurance (Non-Budgeted)				1,160	1,160
TPAF Post Retirement Contributions (Non-Budgeted)				609,794	609,794
Reimbursed TPAF Social Security Contributions				490,702	490,702
<b>Total State Sources</b>	<b>3,046,244</b>		<b>3,046,244</b>	<b>6,289,611</b>	<b>3,243,367</b>
Federal Sources:					
Medicaid Assistance Program	8,000		8,000	1,246	(6,754)
<b>Total Federal Sources</b>	<b>8,000</b>		<b>8,000</b>	<b>1,246</b>	<b>(6,754)</b>
<b>TOTAL REVENUE</b>	<b>14,623,564</b>		<b>14,623,564</b>	<b>17,787,330</b>	<b>3,163,766</b>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Regular Programs - Instruction:					
Preschool/Kindergarten - Salaries of Teachers	\$ 193,480	\$ 160,000	\$ 353,480	\$ 351,660	\$ 1,820
Grades 1-5 - Salaries of Teachers	1,888,970	(112,200)	1,776,770	1,775,364	1,406
Grades 6-8 - Salaries of Teachers	1,438,658	42,200	1,480,858	1,480,106	752
Regular Programs - Home Instruction:					
Salaries of Teachers	1,000		1,000	600	400
Purchased Professional-Educational Services	1,000		1,000	1,000	1,000
Other Purchased Services	100		100	100	100
Regular Programs - Undistributed Instruction:					
Other Salaries for Instruction	33,467	(8,838)	24,629	23,662	967
Purchased Professional-Educational Services	34,000	(15,519)	18,481	18,481	
Other Purchased Services (400-500 series)	348,916	(72,365)	276,551	245,049	31,502
General Supplies	50,000	(49,950)	50	50	50
Textbooks		450	450	450	
Other Objects					
<b>Total Regular Programs - Instruction</b>	<b>3,989,591</b>	<b>(56,222)</b>	<b>3,933,369</b>	<b>3,895,372</b>	<b>37,997</b>
<b>Special Education - Instruction:</b>					
Learning and/or Language Disabilities:					
Salaries of Teachers	130,120	5,500	135,620	130,760	4,860
Other Salaries for Instruction	30,975		30,975	18,084	12,891
General Supplies	3,500	(371)	3,129	100	3,029
<b>Total Learning and/or Language Disabilities</b>	<b>164,595</b>	<b>5,129</b>	<b>169,724</b>	<b>148,944</b>	<b>20,780</b>
<b>Resource Room/Resource Center:</b>					
Salaries of Teachers	1,127,850	(79,752)	1,048,098	1,008,516	39,582
Other Salaries for Instruction	156,900	(17,000)	139,900	110,582	29,318
General Supplies	7,500	(5,190)	2,310	469	1,841
<b>Total Resource Room/Resource Center</b>	<b>1,292,250</b>	<b>(101,942)</b>	<b>1,190,308</b>	<b>1,119,567</b>	<b>70,741</b>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Multiple Disabilities:					
Salaries of Teachers	\$ 78,000	\$ 78,000	\$ 78,000	\$ 72,640	\$ 5,360
Other Salaries for Instruction	51,000	51,000	51,000	46,746	4,254
General Supplies	2,690	2,690	2,690	2,690	
Total Multiple Disabilities	131,690	131,690	131,690	122,076	9,614
Preschool Disabilities - Part Time:					
Salaries of Teachers	\$ 135,070	9,030	144,100	142,460	1,640
Other Salaries for Instruction	86,615	(4,777)	81,838	81,838	
General Supplies	6,000	(3,420)	2,580	1,548	1,032
Total Preschool Disabilities - Part Time	227,685	833	228,518	225,846	2,672
Home Instruction - Special Education:					
Salaries of Teachers	1,000	17,500	18,500	18,360	140
Purchased Professional-Educational Services	1,000		1,000	220	780
Other Purchased Services	100		100	100	
Total Home Instruction - Special Education	2,100	17,500	19,600	18,580	1,020
Total Special Education - Instruction	1,686,630	53,210	1,739,840	1,635,013	104,827
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	368,660	18,430	387,090	383,270	3,820
General Supplies	11,350	(4,000)	7,350	3,450	3,900
Total Basic Skills/Remedial - Instruction	380,010	14,430	394,440	386,720	7,720
School-Sponsored Cocurricular Activities - Instruction:					
Salaries of Teachers	39,851	(7,000)	32,851	31,854	997
Purchased Services (300-500 series)	500		500		500
Supplies & Materials	2,000		2,000		2,000
Total School-Sponsored Cocurricular Activities - Instruction	42,351	(7,000)	35,351	31,854	3,497

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
School-Sponsored Cocurricular Activities - Athletics - Instruction:					
Salaries	\$ 24,372		\$ 24,372		\$ 24,372
Purchased Services (300-500 series)	3,770		3,770		3,770
Supplies and Materials	2,100		2,100		2,100
Total School-Sponsored Cocurricular Activities - Athletics - Instruction	<u>30,242</u>		<u>30,242</u>		<u>30,242</u>
Total Instruction	6,128,824	\$ 4,418	6,133,242	\$ 5,948,959	184,283
Undistributed Expenditures:					
Instruction:					
Tuition to Other LEAs Within the State - Special	306,666	(39,001)	267,665	109,054	158,611
Tuition to Private School for the Disabled - Within the State	341,090		341,090	319,724	21,366
Total Undistributed Expenditures - Instruction	<u>647,756</u>	<u>(39,001)</u>	<u>608,755</u>	<u>428,778</u>	<u>179,977</u>
Attendance & Social Work:					
Salaries	17,750		17,750	15,367	2,383
Purchased Professional-Technical Services	25,700		25,700	25,321	379
Supplies and Materials	2,000		2,000		2,000
Total Attendance & Social Work	<u>45,450</u>		<u>45,450</u>	<u>40,688</u>	<u>4,762</u>
Health Services:					
Salaries	144,460	81	144,541	140,975	3,566
Purchased Professional and Technical Services	9,000	4,419	13,419	12,919	500
Supplies and Materials	10,505		10,505	9,822	683
Total Health Services	<u>163,965</u>	<u>4,500</u>	<u>168,465</u>	<u>163,716</u>	<u>4,749</u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Other Support Services - Speech, OT, PT and Related Services:					
Salaries	\$ 377,400	\$ (13,600)	\$ 363,800	\$ 321,252	\$ 42,548
Purchased Professional - Educational Services	163,720	49,600	213,320	208,466	4,854
Supplies and Materials	2,000		2,000	1,319	681
Total Other Support Services - Speech, OT, PT and Related Services	<u>543,120</u>	<u>36,000</u>	<u>579,120</u>	<u>531,037</u>	<u>48,083</u>
Other Support Services - Extra Services:					
Salaries	93,864	(34,000)	59,864	37,441	22,423
Total Other Support Services - Extra Services	<u>93,864</u>	<u>(34,000)</u>	<u>59,864</u>	<u>37,441</u>	<u>22,423</u>
Other Support Services - Guidance:					
Salaries of Other Professional Staff	190,700	(82)	190,618	162,286	28,332
Purchased Professional - Educational Services	6,000	2,123	8,123	6,465	1,658
Supplies and Materials	6,000	(1,277)	4,723	3,122	1,601
Total Other Support Services - Guidance	<u>202,700</u>	<u>764</u>	<u>203,464</u>	<u>171,873</u>	<u>31,591</u>
Other Support Services - Child Study Teams:					
Salaries of Other Professional Staff	358,690	629	359,319	359,319	
Salaries of Secretarial and Clerical Assistants	32,785		32,785	32,781	4
Purchased Professional - Educational Services	13,000	(629)	12,371	12,025	346
Other Purchased Services (400-500 series)	1,000		1,000	297	703
Supplies and Materials	6,150		6,150	5,370	780
Other Objects	500		500	150	350
Total Other Support Services - Child Study Teams	<u>412,125</u>		<u>412,125</u>	<u>409,942</u>	<u>2,183</u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Improvement of Instructional Services:					
Salaries of Supervisors of Instruction	\$ 50,490		\$ 50,490	\$ 16,830	\$ 33,660
Salaries of Other Professional Staff	114,705		114,705	110,677	4,028
Other Purchased Services (400-500 series)	4,000		4,000	3,550	450
Supplies and Materials	19,000		19,000	14,057	4,943
<b>Total Improvement of Instructional Services</b>	<b>188,195</b>		<b>188,195</b>	<b>145,114</b>	<b>43,081</b>
Educational Media Services:					
Salaries of Technology Coordinators	137,990		137,990	136,990	1,000
Supplies and Materials	36,524		36,524	11,420	25,104
<b>Total Educational Media Services</b>	<b>174,514</b>		<b>174,514</b>	<b>148,410</b>	<b>26,104</b>
Instructional Staff Training Services:					
Purchased Professional - Educational Services	9,000		9,000		9,000
Other Purchased Services (400-500 series)	19,708	\$ (9,500)	10,208	4,179	6,029
Supplies and Materials	1,000		1,000		1,000
<b>Total Instructional Staff Training Services</b>	<b>29,708</b>	<b>(9,500)</b>	<b>20,208</b>	<b>4,179</b>	<b>16,029</b>
General Administration:					
Salaries	230,033	(4,639)	225,394	220,540	4,854
Legal Services	40,000	4,640	44,640	30,989	13,651
Audit Fees	23,260	10,000	33,260	25,700	7,560
Other Purchased Professional Services	22,100	18,230	40,330	37,330	3,000
Communications/Telephone	17,500	1,770	19,270	17,630	1,640
BOE Other Purchased Services	5,500	(1,300)	4,200	900	3,300



BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
General Administration:					
Other Purchased Services (400-500 series)	\$ 40,391	\$ 10,299	\$ 50,690	\$ 46,997	\$ 3,693
General Supplies	2,500		2,500	121	2,379
BOE In-House Training and Meeting Supplies	1,000		1,000		1,000
Miscellaneous Expenditures	6,400		6,400	6,276	124
BOE Membership Dues and Fees	7,300		7,300	7,289	11
Total General Administration	395,984	39,000	434,984	393,772	41,212
School Administration:					
Salaries of Principals/Assistant Principals	244,248		244,248	238,235	6,013
Salaries of Secretarial and Clerical Assistants	157,570	15,000	172,570	150,242	22,328
Other Salaries	50,490		50,490	17,189	33,301
Unused Sick and Vacation Time		2,499	2,499	2,499	
Other Purchased Services (400-500 series)	8,501	27,251	35,752	884	34,868
Supplies and Materials	14,500		14,500	580	13,920
Other Objects	7,000	500	7,500	5,017	2,483
Total School Administration	482,309	45,250	527,559	414,646	112,913
Central Services:					
Salaries	232,050	6,432	238,482	238,482	
Purchased Professional Services	32,555	(582)	31,973	31,243	730
Purchased Technical Services	7,200	(1,500)	5,700	5,050	650
Miscellaneous Purchased Services (400-500 series)	3,800	(1,000)	2,800	60	2,740
Supplies and Materials	5,365	(3,650)	1,715	1,426	289
Misc. Expenditures	1,700	300	2,000	1,865	135
Total Central Services	282,670		282,670	278,126	4,544

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Administrative Information Technology:					
Purchased Technical Services	\$ 75,060	\$ (10,000)	\$ 65,060	\$ 42,154	\$ 22,906
Other Purchased Services (400-500 series)	42,696	(1,001)	41,695	26,018	15,677
Supplies and Materials	36,039	23,000	59,039	51,344	7,695
Total Administrative Information Technology	153,795	11,999	165,794	119,516	46,278
Required Maintenance for School Facilities:					
Cleaning, Repair and Maintenance Services	137,696	131,896	269,592	181,054	88,538
General Supplies	25,420	15,997	41,417	36,033	5,384
Other Objects	1,750	(328)	1,422	1,422	1,422
Total Required Maintenance for School Facilities	164,866	147,565	312,431	217,087	95,344
Custodial Services:					
Salaries	535,747	(93,492)	442,255	400,086	42,169
Purchased Professional and Technical Services	19,700	2,100	21,800	15,113	6,687
Cleaning, Repair, and Maintenance Services	62,920	86,248	149,168	75,774	73,394
Other Purchased Property Services	50,000	(577)	49,423	47,141	2,282
Insurance	101,050	11,050	112,100	111,990	110
Miscellaneous Purchased Services	11,400	500	11,900	11,721	179
General Supplies	57,816	39,173	96,989	93,805	3,184
Energy (Electricity)	210,000	(20,930)	189,070	175,042	14,028
Energy (Oil)	170,000	(34,716)	135,284	134,490	794
Other Objects	200	5,800	6,000	200	5,800
Total Custodial Services	1,218,833	(4,844)	1,213,989	1,065,362	148,627

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
Student Transportation Services:					
Salaries of Non-Instructional Aides	\$ 3,000		\$ 3,000		\$ 3,000
Salaries for Pupil Transportation (Other than Between Home and School)	38,768		38,768	\$ 37,352	1,416
Salaries for Pupil Transportation (Between Home and School) - Special Education	15,000	\$ 2,000	17,000	16,960	40
Cleaning, Repair and Maintenance Services	12,000	(2,000)	10,000	5,786	4,214
Contracted Services (Aid in Lieu of Payments) - Nonpublic Students	331,821	(1,466)	330,355	318,125	12,230
Contracted Services (Between Home and School) - Vendors	7,329		7,329	293	7,036
Contracted Services (Other Than Between Home and School)- Vendors	1,000	134	1,134	1,134	
Contracted Services (Between Home and School) - Joint Agreements	30,623	6,028	36,651	36,651	
Contracted Services (Regular Students) - ESC's & CTSA's	306,728	(4,563)	302,165	153,451	148,714
Contracted Services (Special Education Students) - ESC's & CTSA's	10,100	(134)	9,966	3,569	6,397
Miscellaneous Purchased Services - Transportation	7,000		7,000	2,223	4,777
Transportation Supplies	250		250		250
Other Objects					
<b>Total Student Transportation Services</b>	<b>763,619</b>	<b>(1)</b>	<b>763,618</b>	<b>575,544</b>	<b>188,074</b>
<b>Unallocated Benefits:</b>					
Social Security Contributions	165,000	(1,531)	163,469	134,197	29,272
T.P.A.F. Contributions - ERIP	28,545	(458)	28,087	27,675	412
Other Retirement Contributions - PERS	147,700	4,489	152,189	148,733	3,456
Other Retirement Contributions - Regular		7,500	7,500	7,500	
Unemployment Compensation	20,000		20,000		20,000
Workers Compensation	132,000	(10,000)	122,000	106,488	15,512
Health Benefits	1,960,146	(224,273)	1,735,873	1,723,263	12,610
Tuition Reimbursement	30,000		30,000	4,600	25,400
Other Employee Benefits	250,578	(7,000)	243,578	228,525	15,053
Unused Sick Payment to Terminated/Retired Staff	15,050		15,050	6,890	8,160
<b>Total Unallocated Benefits</b>	<b>2,749,019</b>	<b>(231,273)</b>	<b>2,517,746</b>	<b>2,387,871</b>	<b>129,875</b>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>EXPENDITURES:</b>					
<b>CURRENT EXPENSE:</b>					
On-Behalf Contributions:					
TPAF Pension Contribution (On-Behalf - Non-Budgeted)				\$ 1,909,502	\$ (1,909,502)
TPAF Pension NCGI Premium (On-Behalf - Non-Budgeted)				36,331	(36,331.00)
TPAF Pension LTDI Premium (On-Behalf - Non-Budgeted)				1,160	(1,160.00)
TPAF Post Retirement Contributions (On-Behalf - Non-Budgeted)				609,794	(609,794.00)
TPAF Social Security (Reimbursed - Non-Budgeted)				490,702	(490,702.00)
Total On-Behalf Contributions				3,047,489	(3,047,489)
Total Personal Services - Employee Benefits	\$ 2,749,019	\$ (231,273)	\$ 2,517,746	5,435,360	(2,917,614)
Total Undistributed Expenditures	8,712,492	(33,541)	8,678,951	10,580,591	(1,901,640)
<b>TOTAL CURRENT EXPENSE</b>	<b>14,841,316</b>	<b>(29,123)</b>	<b>14,812,193</b>	<b>16,529,550</b>	<b>(1,717,357)</b>
<b>CAPITAL OUTLAY:</b>					
Equipment:					
Administrative Information Technology	15,404		15,404		15,404
Required Maintenance for School Facilities	117,660		117,660	89,351	28,309
Transportation Non-Instructional Equipment		89,123	89,123		89,123
Total Equipment	133,064	89,123	222,187	89,351	132,836
Facilities Acquisition and Construction Services:					
Other Purchased Professional and Technical Services	100,000		100,000		100,000
Construction Services	800,000		800,000	26,212	773,788
Architectural/Engineering Services	90,000		90,000		90,000
Supplies & Materials	110,000		110,000	11,342	98,658
Infrastructure	100,000		100,000	33,325	66,675
Assessment for Debt Service on SDA Funding	61,496		61,496	61,496	
Total Facilities Acquisition and Construction Services	1,261,496		1,261,496	132,375	1,129,121
<b>TOTAL CAPITAL OUTLAY</b>	<b>1,394,560</b>	<b>89,123</b>	<b>1,483,683</b>	<b>221,726</b>	<b>1,261,957</b>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE - BUDGETARY BASIS  
GENERAL FUND  
FOR THE 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>
EXPENDITURES:					
Transfer of Funds to Charter Schools	\$ 180,172		\$ 180,172	\$ 165,972	\$ 14,200
TOTAL EXPENDITURES	16,416,048	\$ 60,000	16,476,048	16,917,248	(441,200)
Excess (Deficiency) of Revenue Over (Under) Expenditures	(1,792,484)	(60,000)	(1,852,484)	870,082	2,722,566
Other Financing Sources					
Transfer from Debt Service Fund				544	544
Total Other Financing Sources				544	544
Excess (Deficiency) of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Sources	(1,792,484)	(60,000)	(1,852,484)	870,626	2,723,110
Fund Balance, July 1 Restated	5,521,162		5,521,162	5,521,162	
Fund Balance, June 30	<u>\$ 3,728,678</u>	<u>\$ (60,000)</u>	<u>\$ 3,668,678</u>	<u>\$ 6,391,788</u>	<u>\$ 2,723,110</u>
<u>Recapitulation:</u>					
Restricted Fund Balances:				\$ 3,186,327	
Capital Reserve				990,155	
Maintenance Reserve				522,222	
Excess Surplus- 2021-2022				525,000	
Excess Surplus- 2022-2023				115,155	
Unemployment Compensation					
Assigned Fund Balance:					
Year End Encumbrances				302,261	
Unassigned Fund Balance				<u>750,668</u>	
				<u>6,391,788</u>	
Reconciliation to Governmental Funds Statements (GAAP):				<u>(298,475)</u>	
Last Two State Aid Payments not Recognized on GAAP Basis					
Fund Balance per Governmental Funds (GAAP)				<u>\$ 6,093,313</u>	

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
SPECIAL REVENUE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
<b>REVENUES:</b>					
Local Sources	\$ 215,000	\$ 7,309	\$ 7,309	\$ 3,742	\$ (3,567)
Federal Sources		134,083	349,083	314,741	(34,342)
<b>Total Revenues</b>	<b>215,000</b>	<b>141,392</b>	<b>356,392</b>	<b>318,483</b>	<b>(37,909)</b>
<b>EXPENDITURES:</b>					
Instruction:					
Salaries of Teachers	30,000	33,084	63,084	45,530	17,554
Tuition	148,000	37,099	185,099	185,099	
General Supplies	7,800	55,815	63,615	63,615	
Total Instruction	185,800	125,998	311,798	294,244	17,554
Support Services:					
Other Purchased Services	29,200	4,755	33,955	18,497	15,458
Supplies and Materials		3,330	3,330	2,000	1,330
Student Activities		7,309	7,309	7,309	
Total Support Services	29,200	15,394	44,594	27,806	16,788
<b>Total Expenditures</b>	<b>215,000</b>	<b>141,392</b>	<b>356,392</b>	<b>322,050</b>	<b>34,342</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ -0-</b>	<b>\$ (3,567)</b>	<b>\$ (3,567)</b>

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

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

	<u>General Fund</u>	<u>Special Revenue Fund</u>
Sources/Inflows of Resources:		
Actual Amounts (Budgetary Basis) "Revenue" from the Budgetary Comparison Schedule	\$ 17,787,330	\$ 318,483
Differences - Budget to GAAP:		
Prior Year State Aid Payment Recognized for GAAP Statements	336,379	
Current Year State Aid Payments Recognized for Budgetary Purposes, not Recognized for GAAP Statements	<u>(298,475)</u>	
Total Revenues as Reported on the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	<u>\$ 17,825,234</u>	<u>\$ 318,483</u>
Uses/Outflows of Resources:		
Actual Amounts (Budgetary Basis) "Total Outflows" from the Budgetary Comparison Schedule	<u>\$ 16,917,248</u>	<u>\$ 322,050</u>
Total Expenditures as Reported on the Statement of Revenue, Expenditures, and Changes in Fund Balances - Governmental Funds	<u>\$ 16,917,248</u>	<u>\$ 322,050</u>

Annual appropriated budgets are prepared in the spring of each year for the General, Special Revenue, and Debt Service Funds. The budget for the fiscal year ended June 30, 2021 was submitted to the County office and was approved by a vote of the Board of Education. 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.6:20-2A.2(m)l. Transfers of appropriations may be made by school board resolution at any time during the fiscal year. All budgetary amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Formal budgetary integration into the accounting system is employed as a management control device during the year. For Governmental Funds, there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles, with the exception of the Special Revenue Fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year end.

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

The General Fund budgetary revenue differs from the GAAP revenue due to a difference in recognition of the last two state aid payments for the current year. Since the State is recording the last two state aid payments in the subsequent fiscal year the District cannot recognize these payments in the GAAP financial statements.

SCHOOL LEVEL SCHEDULES  
(NOT APPLICABLE)



SPECIAL REVENUE FUND

BYRAM TOWNSHIP SCHOOL DISTRICT  
SPECIAL REVENUE FUND  
COMBINING SCHEDULE OF REVENUE AND EXPENDITURES - BUDGETARY BASIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Elementary and		IDEA Part B		COVID -19			Totals
	Secondary Education Act	Title IV	Basic	Preschool	Emergency Relief	Coronavirus Relief Fund (CRF)	Student Activities	
<b>REVENUE:</b>								
Local Sources								
Federal Sources	\$ 45,530	\$ 10,000	\$ 185,099	\$ 10,497	\$ 37,755	\$ 25,860	\$ 3,742	\$ 314,741
Total Revenue	45,530	10,000	185,099	10,497	37,755	25,860	3,742	318,483
<b>EXPENDITURES:</b>								
Instruction:								
Salaries of Teachers	45,530							45,530
Tuition			185,099		37,755	25,860		185,099
General Supplies								63,615
Total Instruction	45,530		185,099		37,755	25,860		294,244
Support Services:								
Other Purchased Services		8,000		10,497				18,497
Supplies and Materials		2,000						2,000
Student Activities							7,309	7,309
Total Support Services		10,000		10,497			7,309	27,806
Total Expenditures	\$ 45,530	\$ 10,000	\$ 185,099	\$ 10,497	\$ 37,755	\$ 25,860	\$ 7,309	\$ 322,050

CAPITAL PROJECTS FUND

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

Fund Balance - Beginning Balance	<u>\$ 46,459</u>
Fund Balance - Ending Balance	<u><u>\$ 46,459</u></u>
Recapitulation:	
Committed Fund Balance	<u>\$ 46,459</u>
Fund Balance per Governmental Funds Budgetary/(GAAP)	<u><u>\$ 46,459</u></u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
CAPITAL PROJECTS FUND  
SCHEDULE PROJECT OF REVENUES, EXPENDITURES, PROJECT BALANCES  
AND PROJECT STATUS - BUDGETARY BASIS  
ROOF REPLACEMENT- BYRAM INTERMEDIATE SCHOOL  
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 Cost</u>
Revenue and Other Financing Sources:				
State Sources -SDA Grant	\$ 356,294		\$ 356,294	\$ 356,294
Transfer from Capital Reserve	567,376		567,376	567,376
Total Revenues & Other Financing Sources	923,670		923,670	923,670
Expenditures:				
Construction Services	877,211		877,211	923,670
Total Expenditures	877,211		877,211	923,670
Excess of Revenue & Other Financing Sources Over Expenditures	<u>\$ 46,459</u>	<u>\$ - 0 -</u>	<u>\$ 46,459</u>	<u>\$ - 0 -</u>

**Additional Project Information:**

Project Number	0640-030-13-2001-G04 Roof
Grant Date	1/16/2014
Original Authorized Cost	\$ 989,780
Cancelled SDA Grant	\$ (39,618)
Cancelled Capital Reserve Funding	\$ (26,492)
Revised Authorized Cost	<u>\$ 923,670</u>
Percentage Completed	95%
Original Target Completion Date	6/30/2015
Revised Target Completion Date	6/30/2020

PROPRIETARY FUNDS

BYRAM TOWNSHIP SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF NET POSITION  
JUNE 30, 2021

## ASSETS:

## Current Assets:

Cash and Cash Equivalents	\$ 22,906
Interfund Receivable	493
Intergovernmental Accounts Receivable:	
State	197
Federal	4,217
Inventories	9,065
	<hr/>
Total Current Assets	36,878

## Non-Current Assets:

Capital Assets	271,005
Less: Accumulated Depreciation	(260,776)
	<hr/>
Total Non-Current Assets	10,229

## Total Assets

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47,107

## LIABILITIES:

## Current Liabilities:

Accounts Payable	1,734
Unearned Revenue - Prepaid Sales	10,709
Unearned Revenue - Donated Commodities	3,434
	<hr/>

## Total Current Liabilities

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15,877

## NET POSITION:

Investment in Capital Assets	10,229
Unrestricted	21,001
	<hr/>
Total Net Position	\$ 31,230

BYRAM TOWNSHIP SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF REVENUE, EXPENSES  
AND CHANGES IN FUND NET POSITION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Operating Revenue:	
Local Sources:	
Daily Sales - Reimbursable Programs	\$ 639
Total Operating Revenue	<u>639</u>
Operating Expenses:	
Cost of Sales - Reimbursable Programs	39,607
Salaries, Benefits and Payroll Taxes	21,698
Supplies and Other Costs	8,185
Management Fee	8,160
Depreciation Expense	939
Total Operating Expenses	<u>78,589</u>
Operating (Loss)	<u>(77,950)</u>
Non-Operating Income:	
Local Sources:	
Interest Income	4
State Sources:	
Seamless Summer Option	2,140
Federal Sources:	
Seamless Summer Option - Breakfast	26,089
Seamless Summer Option - Lunch	49,541
Food Distribution Program	9,007
Total Non-Operating Income	<u>86,781</u>
Change in Net Position	8,831
Net Position - Beginning of Year	<u>22,399</u>
Net Position - End of Year	<u>\$ 31,230</u>



BYRAM TOWNSHIP SCHOOL DISTRICT  
FOOD SERVICE ENTERPRISE FUND  
STATEMENT OF CASH FLOWS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Cash Flows from Operating Activities:	
Receipts from Customers	\$ 590
Payments to Employees	(21,698)
Payments to Food Service Vendor	(40,223)
Payments to Suppliers	(8,185)
Net Cash (Used for) Operating Activities	<u>(69,516)</u>
Cash Flows from Noncapital Financing Activities:	
Local Sources:	
Interest Income	4
State Sources:	
Seamless Summer Option	1,975
Federal Sources:	
Seamless Summer Option - Breakfast	25,714
Seamless Summer Option - Lunch	48,827
Net Cash Provided by Noncapital Financing Activities	<u>76,520</u>
Net Increase in Cash and Cash Equivalents	7,004
Cash and Cash Equivalents, July 1	<u>15,902</u>
Cash and Cash Equivalents, June 30	<u>\$ 22,906</u>
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities:	
Operating (Loss)	\$ (77,950)
Adjustment to Reconcile Operating (Loss) to Cash Provided by (Used for)	
Operating Activities:	
Depreciation	939
Food Distribution Program	9,007
Changes in Assets and Liabilities:	
(Increase) in Interfund Accounts Receivable	(493)
(Increase) in Inventories	(460)
Increase in Unearned Revenue - Donated Commodities	2,035
(Decrease) in Unearned Revenue - Prepaid Sales	(49)
(Decrease) in Accounts Payable	(2,545)
Net Cash (Used for) Operating Activities	<u>\$ (69,516)</u>

Noncash Investing, Capital and Financing Activities:

The Food Service Enterprise Fund received commodities valued at \$11,042 and utilized commodities valued at \$9,007 from the Federal Food Distribution Program for the fiscal year ended June 30, 2021.

FIDUCIARY ACTIVITIES  
(NOT APPLICABLE)

LONG-TERM DEBT

BYRAM TOWNSHIP SCHOOL DISTRICT  
LONG-TERM DEBT  
STATEMENT OF SERIAL BONDS

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Balance July 1, 2020</u>	<u>Retired or Matured</u>	<u>Balance June 30, 2021</u>
Refunding School Bonds	12/16/15	\$ 3,560,000	<u>\$ 740,000</u>	<u>\$ 740,000</u>	
			<u>\$ 740,000</u>	<u>\$ 740,000</u>	<u>\$ -0-</u>

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

NOT APPLICABLE

BYRAM TOWNSHIP SCHOOL DISTRICT  
BUDGETARY COMPARISON SCHEDULE  
DEBT SERVICE FUND  
FOR THE 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>
REVENUE:					
Local Sources:					
Local Tax Levy	\$ 752,440		\$ 752,440	\$ 752,440	
Total Revenue	<u>752,440</u>		<u>752,440</u>	<u>752,440</u>	
EXPENDITURES:					
Regular Debt Service:					
Interest	12,506		12,506	12,093	\$ 413
Redemption of Principal	<u>740,000</u>		<u>740,000</u>	<u>740,000</u>	
Total Regular Debt Service	<u>752,506</u>		<u>752,506</u>	<u>752,093</u>	<u>413</u>
Total Expenditures	<u>752,506</u>		<u>752,506</u>	<u>752,093</u>	<u>413</u>
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	(66)		(66)	347	413
Other Financing Sources/(Uses):					
Operating Transfer Out				(544)	(544)
Total Other Financing Sources/(Uses)				<u>(544)</u>	<u>(544)</u>
Excess/(Deficiency) of Revenue Over/(Under) Expenditures and Other Financing (Uses)	(66)		(66)	(197)	(131)
Fund Balance, July 1	<u>197</u>		<u>197</u>	<u>197</u>	
Fund Balance, June 30	<u>\$ 131</u>	<u>\$ -0-</u>	<u>\$ 131</u>	<u>\$ -0-</u>	<u>\$ (131)</u>

**STATISTICAL SECTION**  
**(UNAUDITED)**

This part of the District’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District’s overall financial health.

**Contents**

	<b><u>Exhibit</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	J-1 thru J-5
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the factors affecting the District's ability to generate its property taxes.	J-6 thru J-9
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-10 thru J-13
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place and to help make comparisons over time and with other governments.	J-14 thru J-15
<b>Operating Information</b> These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the School provides and the activities it performs.	J-16 thru J-20

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Accrual Basis of Accounting)*

	June 30,				
	2012	2013	2014	2015	2016
Governmental Activities:					
Net Investment in Capital Assets	\$ 8,886,904	\$ 9,015,795	\$ 9,504,913	\$ 11,087,275	\$ 11,239,559
Restricted	1,614,062	2,175,373	2,153,062	2,073,214	2,423,558
Unrestricted (Deficit)	(396,735)	(330,498)	(393,319)	(3,109,669)	(2,924,110)
Total Governmental Activities Net Position	\$ 10,104,231	\$ 10,860,670	\$ 11,264,656	\$ 10,050,820	\$ 10,739,007
Business-Type Activities:					
Investment in Capital Assets	\$ 72,035	\$ 75,503	\$ 64,061	\$ 46,811	\$ 36,093
Unrestricted	54,885	17,922	22,935	33,051	33,293
Total Business-Type Activities Net Position	\$ 126,920	\$ 93,425	\$ 86,996	\$ 79,862	\$ 69,386
District-Wide:					
Net Investment in Capital Assets	\$ 8,958,939	\$ 9,091,298	\$ 9,568,974	\$ 11,134,086	\$ 11,275,652
Restricted	1,614,062	2,175,373	2,153,062	2,073,214	2,423,558
Unrestricted (Deficit)	(341,850)	(312,576)	(370,384)	(3,076,618)	(2,890,817)
Total District Net Position	\$ 10,231,151	\$ 10,954,095	\$ 11,351,652	\$ 10,130,682	\$ 10,808,393



BYRAM TOWNSHIP SCHOOL DISTRICT  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
UNAUDITED  
(Accrual Basis of Accounting)

	June 30,				
	2017	2018	2019	2020 *	2021
<b>Governmental Activities:</b>					
Net Investment in Capital Assets	\$ 11,682,608	\$ 11,741,967	\$ 12,658,998	\$ 12,809,219	\$ 13,011,068
Restricted	2,988,124	2,925,316	3,803,409	4,696,221	5,370,575
Unrestricted (Deficit)	(3,399,613)	(2,688,804)	(3,392,066)	(2,918,884)	(2,547,549)
<b>Total Governmental Activities Net Position</b>	<b>\$ 11,271,119</b>	<b>\$ 11,978,479</b>	<b>\$ 13,070,341</b>	<b>\$ 14,586,556</b>	<b>\$ 15,834,094</b>
<b>Business-Type Activities:</b>					
Investment in Capital Assets	\$ 19,477	\$ 16,155	\$ 12,107	\$ 11,168	\$ 10,229
Unrestricted	24,460	20,584	14,861	11,231	21,001
<b>Total Business-Type Activities Net Position</b>	<b>\$ 43,937</b>	<b>\$ 36,739</b>	<b>\$ 26,968</b>	<b>\$ 22,399</b>	<b>\$ 31,230</b>
<b>District-Wide:</b>					
Investment in Capital Assets	\$ 11,702,085	\$ 11,758,122	\$ 12,671,105	\$ 12,820,387	\$ 13,021,297
Restricted	2,988,124	2,925,316	3,803,409	4,696,221	5,370,575
Unrestricted (Deficit)	(3,375,153)	(2,668,220)	(3,377,205)	(2,907,653)	(2,526,548)
<b>Total District Net Position</b>	<b>\$ 11,315,056</b>	<b>\$ 12,015,218</b>	<b>\$ 13,097,309</b>	<b>\$ 14,608,955</b>	<b>\$ 15,865,324</b>

\* - Restated

Source: Byram Township School District Financial Reports.

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2012	2013	2014	2015	2016
Expenses:					
Governmental Activities					
Instruction:					
Regular	\$ 5,484,839	\$ 5,727,131	\$ 6,183,245	\$ 6,239,377	\$ 5,785,991
Special Education	1,621,760	1,704,502	1,505,619	1,711,440	1,976,884
Other Special Instruction	317,182	318,212	236,321	192,633	280,706
School-Sponsored/Other Instruction	78,876	77,115	83,915	79,035	83,513
Support Services:					
Tuition	289,676	290,144	334,507	222,985	371,016
Student & Instruction Related Services	1,852,908	1,884,278	1,945,906	1,986,770	2,265,456
General Administrative Services	466,887	358,128	394,719	461,674	478,373
School Administrative Services	586,540	553,462	569,067	635,189	604,541
Central Services	436,474	388,272	507,898	497,126	449,425
Administrative Information Technology					
Plant Operations and Maintenance	1,285,268	1,274,688	1,388,233	1,270,621	1,347,036
Pupil Transportation	646,189	678,158	770,239	539,641	607,539
Unallocated Benefits	1,071,640	1,355,979	1,170,353	2,797,428	3,565,949
Interest on Long-term Debt	264,478	240,565	211,729	221,438	43,909
Unallocated Depreciation	586,992	575,332	577,519	723,359	800,474
Capital Outlay	113,028	39,882	1,255	37,734	19,526
Charter Schools	50,128	76,903	94,450	81,238	136,291
Total Governmental Activities Expenses	15,152,863	15,542,751	15,974,975	17,697,688	18,816,629
Business-Type Activities:					
Food Service	269,513	266,163	246,141	234,569	222,962
Total Business-type Activities Expense	269,513	266,163	246,141	234,569	222,962
Total District Expenses	\$ 15,422,376	\$ 15,808,914	\$ 16,221,116	\$ 17,932,257	\$ 19,039,590

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2012	2013	2014	2015	2016
<b>Program Revenues</b>					
Governmental Activities:					
Charges for Services:					
Tuition	\$ 13,105	\$ 13,763	\$ 13,744	\$ 12,125	\$ 13,000
Operating Grants and Contributions	272,835	279,553	258,293	248,799	264,247
Capital Grants and Contributions					
Total Governmental Activities Program Revenues	<u>285,940</u>	<u>293,316</u>	<u>272,037</u>	<u>260,924</u>	<u>277,247</u>
<b>Business-Type Activities:</b>					
Charges for Services:					
Food Service	172,735	158,256	168,230	\$ 174,600	\$ 164,273
Operating Grants and Contributions	89,643	74,408	71,478	52,832	48,209
Total Business-type Activities Program Revenues	<u>262,378</u>	<u>232,664</u>	<u>239,708</u>	<u>227,432</u>	<u>212,482</u>
Total District Program Revenues	<u>\$ 548,318</u>	<u>\$ 525,980</u>	<u>\$ 511,745</u>	<u>\$ 488,356</u>	<u>\$ 489,729</u>
<b>Net (Expense)/Revenue</b>					
Governmental Activities	\$ (15,256,811)	\$ (15,681,659)	\$ (17,425,651)	\$ (18,555,705)	\$ (18,539,381)
Business-type Activities	<u>(3,785)</u>	<u>(13,477)</u>	<u>5,139</u>	<u>4,470</u>	<u>(10,480)</u>
Total District-wide Net Expense	<u>\$ (15,260,596)</u>	<u>\$ (15,695,136)</u>	<u>\$ (17,420,512)</u>	<u>\$ (18,551,235)</u>	<u>\$ (18,549,861)</u>

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2012	2013	2014	2015	2016
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes Levied for General Purposes, Net	\$ 10,138,800	\$ 10,341,576	\$ 10,548,406	\$ 10,689,890	\$ 10,903,688
Taxes Levied for Debt Service	806,101	810,851	814,394	772,150	776,050
Unrestricted Grants and Contributions	4,576,483	4,791,287	4,695,256	6,613,084	7,508,589
Federal and State aid not restricted					46,080
Tuition				14,741	2,016
Investment Earnings	2,136	2,301	1,753	1,401	
Capital Outlay Facilities Grant				350,884	
Extraordinary Items					(95,000)
Miscellaneous Income	137,738	59,859	47,116	160,322	86,145
Cancellation on Prior Year Accounts Payable					
Transfers					
Total Governmental Activities	15,661,258	16,005,874	16,106,925	18,602,473	19,227,568
Business-Type Activities:					
Investment Earnings	20	4	4	3	3
Transfers/Other Item					
Total Business-Type Activities	20	4	4	3	3
Total District-Wide	\$ 15,661,278	\$ 16,005,878	\$ 16,106,929	\$ 18,602,476	\$ 19,227,571
Change in Net Position:					
Governmental Activities	\$ 404,447	\$ 324,215	\$ (1,318,726)	\$ 46,768	\$ 688,187
Business-type Activities	(3,765)	(13,473)	5,143	4,473	(10,477)
Total District	\$ 400,682	\$ 310,742	\$ (1,313,584)	\$ 51,241	\$ 677,710

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2017	2018	2019	2020	2021
Expenses:					
Governmental Activities					
Instruction:					
Regular	\$ 8,174,622	\$ 8,522,315	\$ 7,801,232	\$ 6,726,701	\$ 7,015,006
Special Education	3,228,163	3,367,044	3,022,490	3,142,530	3,147,258
Other Special Instruction	293,379	408,542	431,825	531,764	534,753
School-Sponsored/Other Instruction	317,400	421,143	355,795	118,822	57,488
Support Services:					
Tuition	326,902	190,843	306,449	372,625	428,778
Student & Instruction Related Services	3,027,172	3,162,002	3,119,494	2,889,508	2,736,018
School Administrative Services	809,082	570,613	772,430	456,040	475,450
General Administrative Services	558,274	845,073	510,551	754,476	740,310
Central Services	447,985	441,440	420,389	379,789	366,447
Administrative Information Technology	73,573	77,262	27,327	87,424	119,516
Plant Operations and Maintenance	1,529,067	1,659,664	1,619,645	1,405,779	1,491,877
Pupil Transportation	618,872	576,791	587,609	604,021	606,927
Unallocated Benefits					1,306
Interest on Long-term Debt	56,306	44,717	33,047	19,952	9,488
Unallocated Depreciation	808,665	421,431	371,052	592,891	568,886
Capital Outlay	69,850	112,973	63,819	61,496	61,496
Charter Schools	116,831	135,678	204,175	172,784	165,972
Total Governmental Activities Expenses	20,456,143	20,957,531	19,647,329	18,316,602	18,526,976
Business-Type Activities:					
Food Service	248,444	241,807	234,438	168,305	78,589
Total Business-type Activities Expense	248,444	241,807	234,438	168,305	78,589
Total District Expenses	\$ 20,704,587	\$ 21,199,338	\$ 19,881,767	\$ 18,484,907	\$ 18,605,565

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2017	2018	2019	2020	2021
<b>Program Revenues</b>					
Governmental Activities:					
Charges for Services:					
Tuition	\$ 83,512	\$ 34,500	\$ 42,000	\$ 42,488	\$ 21,967
Operating Grants and Contributions	6,123,576	6,820,704	5,464,744	5,002,146	5,573,670
Capital Grants and Contributions	(39,618)			46,459	
<b>Total Governmental Activities Program Revenues</b>	<b>6,167,470</b>	<b>6,855,204</b>	<b>5,506,744</b>	<b>5,091,093</b>	<b>5,595,637</b>
Business-Type Activities:					
Charges for Services:					
Food Service	\$ 165,243	\$ 166,233	\$ 169,027	\$ 113,357	\$ 639
Operating Grants and Contributions	55,307	58,586	56,524	50,128	86,777
<b>Total Business-type Activities Program Revenues</b>	<b>220,550</b>	<b>224,819</b>	<b>225,551</b>	<b>163,485</b>	<b>87,416</b>
<b>Total District Program Revenues</b>	<b>6,388,020</b>	<b>7,080,023</b>	<b>5,732,295</b>	<b>5,254,578</b>	<b>5,683,053</b>
<b>Net (Expense)/Revenue</b>					
Governmental Activities	\$ (14,288,673)	\$ (14,102,327)	\$ (14,140,585)	\$ (13,225,509)	\$ (12,931,339)
Business-type Activities	(27,894)	(16,988)	(8,887)	(4,820)	8,827
<b>Total District-wide Net Expense</b>	<b>\$ (14,316,567)</b>	<b>\$ (14,119,315)</b>	<b>\$ (14,149,472)</b>	<b>\$ (13,230,329)</b>	<b>\$ (12,922,512)</b>

BYRAM TOWNSHIP SCHOOL DISTRICT

CHANGES IN NET POSITION

LAST TEN FISCAL YEARS

UNAUDITED

(Accrual Basis of Accounting)

	Fiscal Year Ending June 30,				
	2017	2018	2019	2020	2021
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes Levied for General Purposes, Net	\$ 11,067,244	\$ 11,067,244	\$ 11,288,589	\$ 11,288,589	\$ 11,288,589
Taxes Levied for Debt Service	705,767	743,334	741,221	744,482	752,440
Unrestricted Grants and Contributions	2,933,786				
Federal and State aid not restricted		2,943,550	3,016,162	2,346,944	1,948,189
Tuition					
Investment Earnings					
Capital Outlay Facilities Grant					
Extraordinary Items	115,419	65,345	186,475	214,112	189,659
Miscellaneous Income	(1,431)				
Cancellation on Prior Year Accounts Payable					
Transfers		(9,786)			
Total Governmental Activities	14,820,785	14,809,687	15,232,447	14,594,127	14,178,877
Business-Type Activities:					
Investment Earnings	5	4	355	251	4
Transfers/Other Item		2,441	(1,239)		
Total Business-Type Activities	5	2,445	(884)	251	4
Total District-Wide	\$ 14,820,790	\$ 14,812,132	\$ 15,231,563	\$ 14,594,378	\$ 14,178,881
Change in Net Position:					
Governmental Activities	\$ 532,112	\$ 707,360	\$ 1,091,862	\$ 1,368,618	\$ 1,247,538
Business-type Activities	(27,889)	(14,543)	(9,771)	(4,569)	8,831
Total District	\$ 504,223	\$ 692,817	\$ 1,082,091	\$ 1,364,049	\$ 1,256,369

Source: Byram Township School District Financial Reports.

BYRAM TOWNSHIP SCHOOL DISTRICT  
FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
UNAUDITED  
*(Modified Accrual Basis of Accounting)*

	June 30,				
	2012	2013	2014	2015	2016
General Fund:					
Restricted	\$ 1,145,910	\$ 1,630,910	\$ 1,303,042	\$ 2,005,672	\$ 2,321,757
Assigned	603,401	694,461	315,719	383,709	465,252
Unassigned	21,690	37,163	39,217	(10,616)	27,133
<b>Total General Fund</b>	<b>\$ 1,771,001</b>	<b>\$ 2,362,534</b>	<b>\$ 1,657,978</b>	<b>\$ 2,378,765</b>	<b>\$ 2,814,142</b>
All Other Governmental Funds:					
Restricted					
Committed					
Unassigned	\$ 1	\$ 1	593,868	67,542	101,801
<b>Total All Other Governmental Funds</b>	<b>\$ 1</b>	<b>\$ 1</b>	<b>\$ 593,868</b>	<b>\$ 67,542</b>	<b>\$ 101,801</b>
<b>Total Governmental Funds</b>	<b>\$ 1,771,002</b>	<b>\$ 2,362,535</b>	<b>\$ 2,251,846</b>	<b>\$ 2,446,307</b>	<b>\$ 2,915,943</b>

	June 30,				
	2017	2018	2019	2020 *	2021
General Fund:					
Restricted	\$ 2,987,756	\$ 2,924,756	\$ 3,803,151	\$ 4,548,427	\$ 5,338,859
Assigned	176,686	978,954	87,086	579,599	302,261
Unassigned	13,839		100,533	56,557	452,193
<b>Total General Fund</b>	<b>\$ 3,178,281</b>	<b>\$ 3,903,710</b>	<b>\$ 3,990,770</b>	<b>\$ 5,184,583</b>	<b>\$ 6,093,313</b>
All Other Governmental Funds:					
Restricted	368	560	258	35,680	31,716
Committed	26,492			46,459	46,459
Unassigned					
<b>Total All Other Governmental Funds</b>	<b>\$ 26,860</b>	<b>\$ 560</b>	<b>\$ 258</b>	<b>\$ 82,139</b>	<b>\$ 78,175</b>
<b>Total Governmental Funds</b>	<b>\$ 3,205,141</b>	<b>\$ 3,904,270</b>	<b>\$ 3,991,028</b>	<b>\$ 5,266,722</b>	<b>\$ 6,171,488</b>

\* - Restated

Source: Byram Township School District Financial Reports.



BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(Modified Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2012	2013	2014	2015	2016
<b>Revenues:</b>					
Tax Levy	\$ 10,944,901	\$ 11,152,427	\$ 11,362,800	\$ 11,462,040	\$ 11,679,738
Tuition Charges	84,111			14,741	46,080
Interest Earnings					
Miscellaneous	78,868	80,923	63,063	184,048	101,161
State Sources	4,483,481	4,779,469	4,706,133	5,518,837	5,527,554
Federal Sources	355,837	286,371	246,965	238,599	264,247
<b>Total Revenue</b>	<b>15,947,198</b>	<b>16,299,190</b>	<b>16,378,961</b>	<b>17,418,265</b>	<b>17,618,780</b>
<b>Expenditures</b>					
<b>Instruction:</b>					
Regular Instruction	4,392,070	4,641,956	4,948,303	5,068,702	4,519,552
Special Education Instruction	1,273,022	1,350,151	1,175,823	1,332,629	1,505,523
Other Special Education	248,731	251,874	184,409	149,859	213,424
Co-Curricular Activities & Athletics	62,380	61,704	65,997	62,180	64,523
<b>Support Services:</b>					
Tuition	289,676	290,144	334,506	222,985	371,016
Student & Instruction Related Services	1,490,233	1,539,812	1,563,752	1,617,243	1,867,892
General Administrative Services	382,265	297,150	323,134	380,074	369,042
School Administrative Services	463,331	441,477	444,061	494,146	459,591
Central Services	222,803	217,885	238,109	241,647	250,309
Administrative Information Technology	162,623	122,251	211,240	196,799	131,299
Plant Operations and Maintenance	1,211,764	1,167,160	1,267,319	1,149,951	1,216,595
Student Transportation	643,095	673,802	767,252	528,248	591,939

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(Modified Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2012	2013	2014	2015	2016
Expenditures					
Support Services:					
Unallocated Benefits	\$ 3,383,927	\$ 3,588,565	\$ 3,589,091	\$ 3,738,218	\$ 4,237,738
Charter Schools	50,128	76,903	94,450	81,238	136,291
Capital Outlay	240,585	164,984	456,835	1,187,834	472,619
Debt Service:					
Principal	545,929	572,632	604,420	580,000	630,000
Interest and Other Charges	271,269	249,206	220,851	192,150	111,791
Total Expenditures	<u>15,333,831</u>	<u>15,707,656</u>	<u>16,489,552</u>	<u>17,223,903</u>	<u>17,149,144</u>
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	613,367	591,534	(110,591)	194,362	469,636
Other Financing Sources/(Uses):					
Capital Leases (non-budgeted)	73,967				
Cancellation of Prior Year Accounts Receivable					
Transfers In			593,868		
Transfers Out			(593,868)		
Total Other Financing Sources/(Uses)	<u>73,967</u>				
Net Change in Fund Balances	<u>\$ 687,334</u>	<u>\$ 591,534</u>	<u>\$ (110,591)</u>	<u>\$ 194,362</u>	<u>\$ 469,636</u>
Debt Service as a Percentage of Noncapital Expenditures	5.41%	5.29%	5.15%	4.82%	4.45%

BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

UNAUDITED

*(Modified Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2017	2018	2019	2020	2021
<b>Revenues:</b>					
Tax Levy	\$ 11,773,011	\$ 11,810,578	\$ 12,029,810	\$ 12,033,071	\$ 12,041,029
Tuition Charges	83,512	34,500	42,000	42,488	18,225
Interest Earnings			45,592	29,490	6,583
Miscellaneous	115,419	72,813	150,423	191,074	186,818
State Sources	5,672,309	6,046,999	6,370,510	6,208,968	6,327,515
Federal Sources	258,501	264,213	241,314	250,234	315,987
<b>Total Revenue</b>	<b>17,902,752</b>	<b>18,229,103</b>	<b>18,879,649</b>	<b>18,755,325</b>	<b>18,896,157</b>
<b>Expenditures</b>					
<b>Instruction:</b>					
Regular Instruction	4,429,856	4,280,074	4,216,283	3,915,168	4,014,517
Special Education Instruction	1,812,234	1,834,549	1,781,542	1,887,239	1,830,609
Other Special Education	298,442	405,371	423,067	386,484	386,720
Co-Curricular Activities & Athletics	26,127	20,832	23,528	69,694	31,854
<b>Support Services:</b>					
Tuition	326,902	190,843	306,449	372,625	428,778
Student & Instruction Related Services	1,805,112	1,893,465	1,953,598	1,794,550	1,659,709
General Administrative Services	359,989	368,246	343,999	369,561	393,772
School Administrative Services	452,571	467,300	463,027	451,966	414,646
Central Services	267,624	253,000	264,715	285,800	278,126
Administrative Information Technology	73,573	67,551	88,092	87,424	119,516
Plant Operations and Maintenance	1,180,966	1,240,168	1,314,454	1,179,241	1,282,449
Student Transportation	587,470	531,654	558,325	568,743	575,544

**BYRAM TOWNSHIP SCHOOL DISTRICT  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**

**LAST TEN FISCAL YEARS**

**UNAUDITED**

*(Modified Accrual Basis of Accounting)*

	Fiscal Year Ending June 30,				
	2017	2018	2019	2020	2021
Expenditures					
Support Services:					
Unallocated Benefits	\$ 4,495,998	\$ 4,849,905	\$ 5,194,041	\$ 5,134,651	\$ 5,435,360
Charter Schools	116,831	135,678	204,175	172,784	165,972
Capital Outlay	638,769	238,410	916,073	206,755	221,726
Debt Service:					
Principal	680,000	695,000	705,000	720,000	740,000
Interest and Other Charges	59,658	48,142	36,523	24,543	12,093
Total Expenditures	<u>17,612,122</u>	<u>17,520,188</u>	<u>18,792,891</u>	<u>17,627,228</u>	<u>17,991,391</u>
Excess/(Deficiency) of Revenue Over/(Under) Expenditures	<u>290,630</u>	<u>708,915</u>	<u>86,758</u>	<u>1,128,097</u>	<u>904,766</u>
Other Financing Sources/(Uses):					
Capital Leases (non-budgeted)					
Cancellation of Prior Year Accounts Receivable	(1,431)				
Transfers In					
Transfers Out		(9,786)			
Total Other Financing Sources/(Uses)	<u>(1,431)</u>	<u>(9,786)</u>			
Net Change in Fund Balances	<u>\$ 289,199</u>	<u>\$ 699,129</u>	<u>\$ 86,758</u>	<u>\$ 1,128,097</u>	<u>\$ 904,766</u>
Debt Service as a Percentage of Noncapital Expenditures	4.36%	4.30%	4.15%	4.27%	4.23%

Source: Byram Township School District Financial Reports.

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

Fiscal Year Ending June 30,	Interest on Investments	Tuition	Prior Year Refunds	Rentals - Use of		Activity Fees	Miscellaneous	Total
				Facilities	Facilities			
2012	\$ 2,136	\$ 84,111		\$ 32,982		\$ 13,105	\$ 20,645	\$ 152,979
2013	2,300			28,945		13,763	30,914	75,922
2014	1,753			7,860		13,743	39,257	62,613
2015	1,401	14,741		8,533		12,125	151,790	188,590
2016	2,016	46,080		13,825		13,000	72,320	147,241
2017	2,167	83,512	\$ 14,307	8,903		10,400	87,142	206,431
2018	8,562	34,500	12,206	16,348			28,229	99,845
2019	45,592	42,000		14,938			125,945	228,475
2020	40,139	42,488		11,050			162,923	256,600
2021	4,668	18,225					184,991	207,884

Source: Byram Township School District Financial Reports.

**BYRAM TOWNSHIP SCHOOL DISTRICT**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN YEARS**  
**UNAUDITED**

Year Ended Dec. 31	Vacant Land		Residential	Farm Regular	Commercial	Industrial	Apartment	Public Utilities <sup>a</sup>	Net Valuation Taxable	Tax-Exempt Property	Total Assessed Value	Total Direct School Tax Rate <sup>b</sup>	Actual (County Equalized Value)
2011	\$ 20,595,500	\$ 969,486,200	\$ 17,459,400	\$ 91,981,000	\$ 2,134,900	\$ 1,288,700	\$ 1,360,870	\$ 1,104,306,570	\$ 67,835,000	\$ 1,102,945,700	\$ 0.98	\$ 1,133,421,802	
2012	18,175,900	814,978,400	14,982,000	79,756,200	1,881,100	1,115,600	1,367,521	932,256,721	67,197,300	930,889,200	1.19	1,022,304,686	
2013	17,057,400	814,021,000	15,580,200	80,556,400	1,881,100	1,115,600	169,287	930,380,987	65,555,900	930,211,700	1.21	1,014,784,450	
2014	15,872,700	815,375,600	16,085,400	79,509,100	1,881,100	1,115,600	170,951	930,010,451	65,358,100	929,859,500	1.23	983,104,528	
2015	16,159,100	812,932,400	16,575,000	77,996,100	1,881,100	1,115,600		926,659,300	66,725,200	926,659,300	1.25	961,176,097	
2016	15,654,400	813,991,600	14,976,800	77,065,800	1,881,100	1,115,600		924,685,300	67,800,200	925,408,700	1.27	969,084,680	
2017	15,300,000	814,380,700	15,020,200	78,079,400	1,881,100	1,115,600		925,777,000	67,931,100	926,499,000	1.27	967,681,544	
2018	15,247,700	812,600,000	16,872,100	77,322,400	1,881,100	1,115,600		925,038,900	68,355,600	925,038,900	1.27	990,189,256	
2019	15,425,100	812,944,700	17,117,300	77,727,200	1,881,100	1,115,600		926,211,000	68,777,800	926,211,000	1.27	997,309,619	
2020	15,071,800	811,597,100	17,787,400	77,217,100	1,881,100	1,115,600		924,670,100	69,840,700	924,670,100	1.33	994,155,430	

^ - Reassessment of property was effective in 2012

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.

<sup>a</sup> Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies.

<sup>b</sup> Tax rates are per \$100 of Assessed Valuation.

Source: Byram Township Tax Assessor.

BYRAM TOWNSHIP SCHOOL DISTRICT  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN YEARS  
UNAUDITED  
*(Rate per \$100 of Assessed Value)*

Year Ended December 31,	Direct SchoolRate			Overlapping Rates			Total Direct and Overlapping Tax Rate
	Basic School Rate <sup>a</sup>	School Debt Service <sup>b</sup>	Total Direct School Rate	Municipality	County	Regional High School	
2011	\$ 0.910	\$ 0.073	\$ 0.983	\$ 0.696	\$ 0.446	\$ 0.511	\$ 2.636
2012	1.099	0.087	1.186 <sup>^</sup>	0.850	0.510	0.631	3.177
2013	1.123	0.087	1.210	0.873	0.541	0.648	3.272
2014	1.143	0.085	1.228	0.875	0.554	0.664	3.321
2015	1.165	0.084	1.249	0.890	0.537	0.663	3.339
2016	1.187	0.080	1.267	0.913	0.578	0.666	3.424
2017	1.190	0.078	1.268	0.928	0.595	0.687	3.478
2018	1.192	0.078	1.270	0.935	0.622	0.718	3.545
2019	1.191	0.079	1.270	0.934	0.624	0.718	3.546
2020	1.245	0.081	1.327	0.945	0.627	0.674	3.573

<sup>^</sup> - Reassessment of property was effective in 2012

Note: NJSA 18A:7F-5d limits the amount that the district can submit for the 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 calculation.

<sup>a</sup> The District's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net Valuation Taxable.

<sup>b</sup> Rates for debt service are based on each year's requirements.

Source: Byram Township Tax Collector and School Business Administrator.

BYRAM TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

	2021		2012		
Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value	Taxpayer	Taxable Assessed Value	% of Total District Net Assessed Value
Gordon Byram Associates, LLC	\$ 16,662,300	1.80%	Gordon Byram Associates, LLC	\$ 18,586,900	1.68%
Tilcon New York, Inc.	5,109,400	0.55%	Byram Land Development LLC	5,043,700	0.46%
YK Realty Co, LLC	4,233,500	0.46%	Byram Self Storage, LLC	4,250,000	0.38%
Byram Self Storage, LLC	3,900,000	0.42%	Lynes Nissan	3,250,500	0.29%
Quickcheck Corporation	3,187,400	0.34%	Panther Lake Camping Resort, Inc.	2,717,300	0.25%
PSD Automotive Group	2,875,000	0.31%	206 Acorn Development Corp.	2,296,600	0.21%
Panther Lake Camping Resort, Inc.	2,715,700	0.29%	Lake Lackawanna Invest. Corp	2,158,300	0.20%
206 Acorn Development Corp.	1,951,400	0.21%	Individual Taxpayer #1	1,928,600	0.17%
Individual Taxpayer #1	1,723,900	0.19%	SC Realty LLC	1,549,500	0.14%
55 Lackawanna Development, LLC	1,700,000	0.18%	BVJ & P Inc	1,502,500	0.14%
Total	\$ 44,058,600	4.76%	Total	\$ 43,283,900	3.92%

Note: Individual Taxpayers in 2021 and 2012 may be different.

Source: Municipal Tax Assessor



BYRAM TOWNSHIP SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy <sup>a</sup>		Collections in Subsequent Years
		Amount	Percentage of Levy	
2012	\$ 10,944,901	\$ 10,944,901	100.00%	- 0 -
2013	11,152,427	11,152,427	100.00%	- 0 -
2014	11,362,800	11,362,800	100.00%	- 0 -
2015	11,462,040	11,462,040	100.00%	- 0 -
2016	11,679,738	11,679,738	100.00%	- 0 -
2017	11,773,011	11,773,011	100.00%	- 0 -
2018	11,810,578	11,810,578	100.00%	- 0 -
2019	12,029,810	12,029,810	100.00%	- 0 -
2020	12,033,071	12,033,071	100.00%	- 0 -
2021	12,041,029	12,041,029	100.00%	- 0 -

<sup>a</sup> 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.

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	Governmental Activities					Total District	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	General Obligation Bonds	Early Retirement Incentive Plan Payable	Capital Leases	Loans Payable				
2012	\$ 5,725,000	\$ 176,477	\$ 64,799	\$ 107,053	\$ 6,073,329	1.44%	\$ 731.99	
2013	5,205,000	162,491	49,710	54,421	5,471,622	1.29%	665.32	
2014	4,655,000	147,352	34,473	- 0 -	4,836,825	1.10%	593.48	
2015	5,075,000	130,964	19,056	- 0 -	4,225,020	0.94%	524.20	
2016	3,540,000	113,224	2,795	- 0 -	3,656,019	0.80%	457.46	
2017	2,860,000	94,020	- 0 -	- 0 -	2,954,020	0.63%	370.46	
2018	2,165,000	73,232	- 0 -	- 0 -	2,238,232	0.50%	280.37	
2019	1,460,000	50,729	- 0 -	- 0 -	1,510,729	0.30%	190.15	
2020	740,000	26,369	- 0 -	- 0 -	766,369	0.15%	97.13	
2021	- 0 -	- 0 -	- 0 -	- 0 -	- 0 -	0.00%	- 0 -	

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

<sup>a</sup> See Exhibit J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

Source: Byram Township School District Financial Reports.

BYRAM TOWNSHIP SCHOOL DISTRICT  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year Ended June 30,	General Bonded Debt Outstanding			Percentage of Actual Taxable Value <sup>a</sup> of Property	Per Capita <sup>b</sup>
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2012	\$ 6,220,000	\$ -0-	\$ 6,220,000	0.56%	\$ 742.42
2013	5,725,000	- 0 -	5,725,000	0.52%	690.01
2014	5,205,000	- 0 -	5,205,000	0.56%	632.90
2015	4,655,000	- 0 -	4,655,000	0.50%	571.17
2016	4,075,000	- 0 -	4,075,000	0.44%	505.58
2017	3,540,000	- 0 -	3,540,000	0.38%	442.94
2018	2,860,000	- 0 -	2,860,000	0.31%	358.67
2019	1,460,000	- 0 -	1,460,000	0.16%	183.60
2020	740,000	- 0 -	740,000	0.08%	93.14
2021	- 0 -	- 0 -	- 0 -	0.00%	- 0 -

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

<sup>a</sup> See Exhibit J-6 for property tax data. This ratio is calculated using valuation data for the prior calendar year.

<sup>b</sup> See Exhibit J-14 for population data. This ratio is calculated using population for the prior calendar year.

Source: Byram Township School District Financial Reports.

BYRAM TOWNSHIP SCHOOL DISTRICT  
RATIOS OF OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2020  
UNAUDITED

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes:			
Byram Township General Debt	\$ 2,525,469	100%	\$ 2,525,469
Sussex County General Obligation Debt	97,520,409	6.077%	<u>5,925,836</u>
Subtotal, Overlapping Debt as of December 31, 2020			8,451,305
Byram Township School District Direct Debt			<u>- 0 -</u>
Total Direct And Overlapping Debt			<u>\$ 8,451,305</u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Byram Township. This process recognizes that, when considering the District's ability to issue and repay long-term, 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 unit.

<sup>a</sup> For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable equalized property values. Applicable percentages were estimated by determining the portion of Byram Township's equalized property value that is within the Sussex County's boundaries and dividing it by Sussex County's total equalized property value.

Sources: Assessed value data used to estimate applicable percentages provided by the Sussex County Board of Taxation; debt outstanding data provided by each governmental unit.

BYRAM TOWNSHIP SCHOOL DISTRICT  
LEGAL DEBT MARGIN INFORMATION  
 LAST TEN FISCAL YEARS  
UNAUDITED

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	\$ 34,040,367	\$ 32,568,452	\$ 31,046,876	\$ 29,599,980	\$ 29,151,468	\$ 28,984,514	\$ 29,257,890	\$ 29,514,722	\$ 29,807,516	\$ 30,055,125
Total Net Debt Applicable to Limit	5,832,053	5,259,421	4,655,000	4,075,000	3,540,000	2,860,000	2,165,000	1,460,000	740,000	- 0 -
Legal Debt Margin	\$ 28,208,314	\$ 27,309,031	\$ 26,391,876	\$ 25,524,980	\$ 25,611,468	\$ 26,124,514	\$ 27,092,890	\$ 27,797,890	\$ 29,067,516	\$ 30,055,125

Total Net Debt Applicable to the Limit  
 As a Percentage of Debt Limit

	17.13%	16.15%	14.99%	13.77%	12.14%	9.87%	7.40%	4.95%	2.48%	0.00%
--	--------	--------	--------	--------	--------	-------	-------	-------	-------	-------

Legal Debt Margin Calculation for Fiscal Year 2021

	Equalized	
	Year	Valuation Basis
	2018	\$ 995,093,481
	2019	994,856,069
	2020	1,015,562,987
		<u>\$ 3,005,512,537</u>

Average Equalized Valuation of Taxable Property

	<u>\$ 1,001,837,512</u>
--	-------------------------

Debt Limit (3% of average equalization value)<sup>a</sup>

	\$ 30,055,125
--	---------------

Net Bonded School Debt as of June 30, 2021

	- 0 -
--	-------

Legal Debt Margin

	<u>\$ 30,055,125</u>
--	----------------------

<sup>a</sup> Limit set by NJSA 18A:24-19 for a K through 8 district; other % limits would be applicable for other districts.

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

BYRAM TOWNSHIP SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Year	Population <sup>a</sup>	Per Capita Personal Income <sup>b</sup>	Personal Income <sup>c</sup>	Unemployment Rate <sup>d</sup>
2012	8,297	\$ 50,832	\$ 421,753,104	9.50%
2013	8,224	51,457	423,182,368	9.50%
2014	8,150	53,814	438,584,100	5.70%
2015	8,060	55,706	448,990,360	5.10%
2016	7,992	57,006	455,591,952	4.50%
2017	7,974	58,798	468,855,252	4.20%
2018	7,952	61,156	486,312,512	3.70%
2019	7,945	63,784	506,763,880	3.20%
2020	7,890	63,784 **	503,255,760 ***	
2021	7,890 *	63,784 **	503,255,760 ***	N/A

\* - Latest Sussex County population available (2020) was used for calculation purposes.

\*\* - Latest Sussex County per capita income available (2019) was used for calculation purposes.

\*\*\* - Latest available population data (2020) and latest available Sussex County per capita personal income (2019) was used for calculation purposes.

N/A - Information is not currently available.

Sources:

<sup>a</sup> Population information provided by the NJ Dept of Labor and Workforce Development.

<sup>b</sup> Per capita personal income by municipality estimated based upon the Census published by the US Bureau of Economic Analysis.

<sup>c</sup> Personal income has been estimated based upon the municipal population and per capita personal income presented.

<sup>d</sup> Unemployment data provided by the NJ Dept of Labor and Workforce Development.

BYRAM TOWNSHIP SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS, COUNTY OF SUSSEX  
CURRENT YEAR AND NINE YEARS AGO  
UNAUDITED

	2020		2011		Percentage of Total Employment
	Employer	Employees	Employer	Employees	
Selective Insurance Group Inc.		1,000-4,999		2,000	2.61%
Crystal Springs Resort		1,000-4,999	Crystal Springs Golf and Spa Resort	1,200	1.56%
Newton Medical Center		500-999	Newton Memorial Hospital	900	1.17%
Sussex County Offices		500-999	Selective Insurance	830	1.08%
Thorlabs		500-999	County of Sussex	800	1.04%
Mountain Creek Resort		500-999	Mountain Creek Resort	445	0.58%
Shop Rite		250-499	Ames Rubber Corp	301	0.39%
Sussex County Community College		250-499	Shop Rite (Ronetco)	300	0.39%
United Methodist Community Bristol Glen		250-499	Andover Subacute & Rehab Center	300	0.39%
Andover Subacute & Rehab Center		100-249	Sussex County Community College	287	0.37%
			SCARC, Inc.		
Total		<u>4,850-15,740</u>	Total	<u>8,174</u>	<u>9.60%</u>
Total Employment		<u>71,425</u>	Total Employment	<u>76,713</u>	

Source: County of Sussex

BYRAM TOWNSHIP SCHOOL DISTRICT  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
UNAUDITED  
 (Accrual Basis of Accounting)

Function/Program:	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Instruction:										
Regular	59.0	62.0	68.0	65.0	61.7	59.1	58.9	56.1	52.8	51.3
Special Education	27.0	22.0	17.0	27.0	33.6	39.5	31.5	32.9	27.3	25.3
Other	3.0			3.0	2.0	3.0	5.2	5.0	5.0	3.5
Support Services:										
Student & Instruction Related Services	6.0	15.0	29.0	21.5	19.0	18.0	25.9	30.4	29.4	27.3
School Administrative Services	5.0	5.0	8.5	7.0	7.0	6.5	7.0	7.0	7.8	7.0
General Administrative Services	2.0	2.0	2.0	2.0	2.0	2.5	2.5	2.1	2.1	2.1
Central Services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Plant Operations and Maintenance	10.0	11.0	12.5	11.0	10.3	10.3	10.5	10.5	10.5	10.5
Administrative Information Technology	1.0	1.0	2.0	2.0	-	0.0	0.0	0.0	0.0	0.0
Pupil Transportation					1.2	1.2	1.2	1.3	0.7	0.7
	<u>116.0</u>	<u>121.0</u>	<u>142.0</u>	<u>141.5</u>	<u>139.8</u>	<u>143.1</u>	<u>145.7</u>	<u>148.3</u>	<u>138.6</u>	<u>130.7</u>

Source: Byram Township School District Financial Reports.



BYRAM TOWNSHIP SCHOOL DISTRICT  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS  
UNAUDITED

Fiscal Year	Enrollment	Operating Expenditures <sup>a</sup>	Cost Per Pupil	Percentage Change	Teaching Staff <sup>b</sup>	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) <sup>c</sup>	Average Daily Attendance (ADA) <sup>c</sup>	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary and Middle Schools	Schools				
2012	1,033	\$ 14,276,048	13,820	5.88%	89.0	11:1	1,034	992	0.19%	95.94%	
2013	973	14,720,834	15,129	9.47%	87.0	10:1	958	916	-7.35%	95.62%	
2014	898	15,207,446	16,935	11.93%	85.0	10:1	885	845	-7.62%	95.48%	
2015	905	15,263,919	16,866	-0.41%	89.0	9:1	907	866	2.49%	95.48%	
2016	888	15,934,734	17,945	6.39%	93.0	8:1	880	841	-2.98%	95.57%	
2017	862	16,233,695	18,833	4.95%	96.0	9:1	869	825	-1.25%	94.94%	
2018	844	16,538,636	19,596	4.05%	99.0	8.5:1	844	804	-2.88%	95.26%	
2019	813	17,135,295	21,077	7.56%	98.5	8.3:1	815	783	-3.44%	96.07%	
2020	814	16,675,930	20,486	-2.80%	93.5	8.7:1	819	790	0.49%	96.46%	
2021	806	17,017,572	21,114	3.06%	91.5		808	787	-1.34%	97.40%	

Note: Enrollment based on annual October District count.

<sup>a</sup> Operating expenditures equal total expenditures less debt service and capital outlay.

<sup>b</sup> Teaching staff includes only full-time equivalents of certificated staff.

<sup>c</sup> Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

<sup>d</sup> The Cost per Pupil calculated above is the sum of the operating expenditures divided by enrollment. This cost per pupil may be different from State cost per pupil calculations.

Sources: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT  
SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS  
UNAUDITED

District BuildingsByram Lakes Elementary School:

<u>Fiscal Year</u>	<u>Square Feet</u>	<u>Capacity (Students)</u>	<u>Enrollment</u>
2012	85,173	892	548
2013	85,173	892	501
2014	85,173	892	461
2015	85,173	892	430
2016	85,173	892	458
2017	85,173	892	440
2018	85,173	892	420
2019	85,173	892	424
2020	85,173	892	442
2021	85,173	892	446

Intermediate Middle School:

<u>Fiscal Year</u>	<u>Square Feet</u>	<u>Capacity (Students)</u>	<u>Enrollment</u>
2012	87,931	614	485
2013	87,931	614	472
2014	87,931	614	423
2015	87,931	614	437
2016	87,931	614	416
2017	87,931	614	422
2018	87,931	614	424
2019	87,931	614	389
2020	87,931	614	372
2021	87,931	614	360

Note: Enrollment is based on the annual October District count.

Source: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT  
GENERAL FUND SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES  
LAST TEN FISCAL YEARS  
UNAUDITED

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

Facility	Project #(s)	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
School Facilities:											
Byram Lakes Elementary	N/A	\$ 32,080	\$ 38,319	\$ 82,595	\$ 37,111	\$ 60,813	\$ 54,878	\$ 63,704	\$ 91,386	\$ 75,407	\$ 110,714
Intermediate Middle	N/A	134,685	46,321	79,357	104,777	186,473	95,800	90,169	117,785	71,984	106,373
Total School Facilities		\$ 166,765	\$ 84,640	\$ 161,952	\$ 141,888	\$ 247,286	\$ 150,678	\$ 153,873	\$ 209,171	\$ 147,391	\$ 217,087

N/A - Not Applicable

Source: Byram Township School District Records.

BYRAM TOWNSHIP SCHOOL DISTRICT  
INSURANCE SCHEDULE  
AS OF JUNE 30, 2021  
UNAUDITED

	<u>Coverage</u>	<u>Deductible</u>
School Alliance Insurance Fund (SAIF):		
Property - Blanket Building and Contents Including Boiler and Building and Personal Property	\$500,000,000	\$2,500
Inland Marine - Auto Physical Damage		1,000
General Liability including Auto, Employee Benefits Each Occurrence	5,000,000	
General Aggregate	Agreed upon based on membership	
Product Completed Ops		
Personal Injury		
Fire Damage	2,500,000	
Medical Expenses (Excluding Students Taking Part in Athletics)	10,000	
Automobile Coverage Combined Single Limit Hired/Non Owned	10,000,000 Per Occurrence	1,000
Environmental Impairment Liability Excludes mold/fungi/fungus/legionella	1,000,000/25,000,000 Fund Aggregate	10,000
Crime Coverage	50,000 Inside/Outside	1,000
Blanket Dishonesty Bond	500,000	1,000
Boiler and Machinery	100,000,000	2,500
Excess Liability (AL/GL)	5,000,000	
School Board Legal	5,000,000	5,000
Workers' Compensation	Statutory	
Employer's Liability	5,000,000	
Supplemental Indemnity	Statutory	
Bond for School Business Administrator	250,000 Selective Insurance	
Bond for Treasurer of School Monies	250,000 Selective Insurance	
Student Accident	1,000,000 Students & athletes	

Source: District Records

SINGLE AUDIT SECTION



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Independent Member  
BKR International

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 Auditors' Report

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey (the "Department"), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Byram Township School District, in the County of Sussex (the "District") as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 15, 2021.

**Internal Control Over Financial Reporting**

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

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

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

The Honorable President and Members  
of the Board of Education  
Byram Township School District  
Page 2

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District’s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the District’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

November 15, 2021  
Mount Arlington, New Jersey

*Nisivocca LLP*  
NISIVOCCA LLP

*Valerie A. Dolan*

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Valerie A. Dolan  
Licensed Public School Accountant #2526  
Certified Public Accountant



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Independent Member  
BKR International

Report on Compliance For Each Major State Program;  
Report on Internal Control Over Compliance

Independent Auditors' Report

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

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

We have audited the Board of Education of the Byram Township School District's (the "District's") compliance with the types of compliance requirements described in the *New Jersey State Aid/ Grant Compliance Supplement* that could have a direct and material effect on each of the District's major state programs for the fiscal year ended June 30, 2021. The District's major state programs are identified in the summary of auditors' 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.

***Auditors' Responsibility***

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

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



The Honorable President and Members  
of the Board of Education  
Byram Township School District  
Page 2

***Opinion on Each Major State Program***

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

**Report on Internal Control Over Compliance**

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District’s internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and NJOMB 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of District’s internal control over compliance.

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

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

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

November 15, 2021  
Mount Arlington, New Jersey

*Nisiroccia LLP*  
NISIVOCIA LLP

*Valerie A. Dolan*  
\_\_\_\_\_  
Valerie A. Dolan  
Licensed Public School Accountant #2526  
Certified Public Accountant

**BYRAM TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

Federal Grantor/Pass Through Grantor/Program Title/Cluster Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2020		Cash Received	Budgetary Expenditures	Balance at June 30, 2021	
					Budgetary Accounts Receivable	Budgetary Unearned Revenue			Budgetary Accounts Receivable	Budgetary Unearned Revenue
<b>General Fund:</b>										
U.S. Department of Health and Human Services Medicaid Cluster	93.778	N/A	7/1/20 - 9/30/21	\$ 1,246	\$		\$ 1,246	\$ (1,246)		
Total U.S. Department of Health and Human Services										
<b>Special Revenue Fund:</b>										
U.S. Department of Education Passed-through State Department of Education:										
Special Education Cluster:										
IDEA Combined Grant:										
I.D.E.A. Part B, Basic	84.027	IDEA0640-20	7/1/19 - 9/30/20	175,808	\$ 15,885		15,885	(185,099)		
I.D.E.A. Part B, Basic	84.027	IDEA0640-21	7/1/20 - 9/30/21	185,099			185,099	(10,497)		
I.D.E.A. Part B, Preschool	84.173	IDEA0640-21	7/1/20 - 9/30/21	10,497			10,497	(195,596)		
Total Special Education Cluster										
Elementary and Secondary Education Act										
Title I	84.010A	ESEA0640-20	7/1/19 - 9/30/20	41,640	6,590		6,590	(45,530)	\$ 6,160	
Title I	84.010A	ESEA0640-21	7/1/20 - 9/30/21	44,769			39,370			
Title II, Part A	84.367A	ESEA0640-20	7/1/19 - 9/30/20	12,371	2,773		2,773			
Title II, Part A	84.367A	ESEA0640-21	7/1/20 - 6/30/21	11,238						
Title IV	84.424	ESEA0640-20	7/1/19 - 9/30/20	9,000	448		448	(10,000)		
Title IV	84.424	ESEA0640-21	7/1/20 - 9/30/21	10,000			10,000			
Education Stabilization Fund:										
COVID-19 CARES Emergency Relief	84.425D	CARES0640-20	3/13/20 - 9/30/22	37,755			35,799	(37,755)	1,956	
Total U.S. Department of Education										
U.S. Department of Treasury:										
COVID-19 Coronavirus Relief Fund (CRF)	21.019	N/A	3/1/20 - 12/30/20	25,860			25,860	(25,860)		
Total U.S. Department of Education										
Total Special Revenue Fund										

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

Federal Grantor/Pass Through Grantor/ Program Title/ Cluster Title	Federal CFDA Number	Grant or State Project Number	Grant Period	Award Amount	Balance at June 30, 2020			Balance at June 30, 2021			
					Budgetary Accounts Receivable	Budgetary Unearned Revenue	Cash Received	Budgetary Accounts Receivable	Budgetary Unearned Revenue	Amounts Provided to Subrecipients	
U.S. Department of Agriculture:											
Passed-through State Department of Agriculture:											
Child Nutrition Cluster:											
U.S.D.A Commodities Program	10.555	N/A	7/1/19 - 6/30/20	\$ 13,680	\$	1,399	\$	(1,399)			
U.S.D.A Commodities Program	10.555	N/A	7/1/20 - 6/30/21	11,042	\$		11,042	(7,608)	\$ 3,434		
Seamless Summer Option - Lunch	10.555	N/A	3/1/20 - 6/30/20	5,662	\$	2,046	2,046				
Seamless Summer Option - Lunch	10.555	N/A	7/1/20 - 6/30/21	49,541			46,781	(49,541)	\$ 2,760		
Seamless Summer Option - Breakfast	10.553	N/A	3/1/20 - 6/30/20	2,994		1,082	1,082				
Seamless Summer Option - Breakfast	10.553	N/A	7/1/20 - 6/30/21	26,089			24,632	(26,089)	1,457		
Total U.S. Department of Agriculture/Child Nutrition Cluster						3,128	1,399	85,583	(84,637)	4,217	3,434
Total Federal Awards						\$ 28,824	\$ 1,399	\$ 511,070	\$ (400,624)	\$ 12,333	\$ 3,434
											\$ -0-

N/A - Not Applicable / Available

BYRAM TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at		MEMO	
				June 30, 2020	June 30, 2021	Budgetary Accounts Receivable	Cumulative Total Expenditures
New Jersey Department of Education							
General Fund:							
Equalization Aid	21-495-034-5120-078	7/1/20 - 6/30/21	\$ 1,836,385	\$ 1,656,453	\$ (1,836,385)	\$ 179,932	\$ 1,836,385
School Choice Aid	21-495-034-5120-068	7/1/20 - 6/30/21	364,276	328,584	(364,276)	35,692	364,276
Special Education Categorical Aid	21-495-034-5120-089	7/1/20 - 6/30/21	542,873	489,682	(542,873)	53,191	542,873
Security Aid	21-495-034-5120-084	7/1/20 - 6/30/21	70,573	63,658	(70,573)	6,915	70,573
Transportation Aid	21-495-034-5120-014	7/1/20 - 6/30/21	232,137	209,392	(232,137)	22,745	232,137
Nonpublic Transportation	21-495-034-5120-014	7/1/20 - 6/30/21	9,291		(9,291)	9,291	9,291
Extraordinary Special Education Aid	21-495-034-5120-473	7/1/20 - 6/30/21	186,587		(186,587)	186,587	186,587
Reimbursed TPAF Social Security Contributions	21-495-034-5094-003	7/1/20 - 6/30/21	490,702	490,702	(490,702)		490,702
On-Behalf TPAF Post Retirement Contributions	21-495-034-5094-001	7/1/20 - 6/30/21	609,794	609,794	(609,794)		609,794
On-Behalf TPAF Pension Contributions	21-495-034-5094-002	7/1/20 - 6/30/21	1,909,502	1,909,502	(1,909,502)		1,909,502
On-Behalf TPAF Non-Contributory Insurance	21-495-034-5094-004	7/1/20 - 6/30/21	36,331	36,331	(36,331)		36,331
On-Behalf TPAF Long-Term Disability Insurance	21-495-034-5094-004	7/1/20 - 6/30/21	1,160	1,160	(1,160)		1,160
Equalization Aid	20-495-034-5120-078	7/1/19 - 6/30/20	2,249,745	219,933	\$ 219,933		2,249,745
School Choice Aid	20-495-034-5120-068	7/1/19 - 6/30/20	345,566	33,782	33,782		345,566
Special Education Categorical Aid	20-495-034-5120-089	7/1/19 - 6/30/20	542,873	53,071	53,071		542,873
Security Aid	20-495-034-5120-084	7/1/19 - 6/30/20	70,573	6,899	6,899		70,573
Transportation Aid	20-495-034-5120-014	7/1/19 - 6/30/20	232,137	22,694	22,694		232,137
Nonpublic Transportation	20-495-034-5120-014	7/1/19 - 6/30/20	4,102	4,102	4,102		4,102
Extraordinary Special Education Aid	20-495-034-5120-473	7/1/19 - 6/30/20	107,780	107,780	107,780		107,780
Total General Fund State Aid				6,243,519	(6,289,611)	494,353	9,842,387

BYRAM TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

State Grantor/Program Title	Grant or State Project Number	Grant Period	Award Amount	Balance at		Cash Received	Budgetary Expenditures	Balance at		MEMO	
				June 30, 2020	June 30, 2021			GAAP	Budgetary	Accounts	Cumulative
				Budgetary	Accounts	Receivable	Receivable	Accounts	Receivable	Expenditures	Total
Enterprise Fund:											
Seamless Summer Option	20-100-010-3350-023	3/1/20 - 6/30/20	\$ 90	\$ 32	\$ 32						\$ 90
Seamless Summer Option	21-100-010-3350-023	7/1/20 - 6/30/21	2,140		1,943		(2,140)	(197)			2,140
Total Enterprise Fund				32	1,975		(2,140)	(197)			2,230
Total State Awards Subject to Single Audit Determination				\$ 448,293	\$ 6,245,494		\$ (6,291,751)	\$ 195,681	\$ 494,353		\$ 10,200,911
Less: State Awards Not Subject to Single Audit Major Program Determination											
On-Behalf TPAF Pension System Contributions:											
On-Behalf TPAF Post Retirement Contributions	21-495-034-5094-001	7/1/19 - 6/30/20	(609,794)				\$ 609,794				
On-Behalf TPAF Pension Contributions	21-495-034-5094-002	7/1/19 - 6/30/20	(1,909,502)				1,909,502				
On-Behalf TPAF Non-Contributory Insurance	21-495-034-5094-004	7/1/19 - 6/30/20	(36,331)				36,331				
On-Behalf TPAF Long-Term Disability Insurance	21-495-034-5094-004	7/1/19 - 6/30/20	(1,160)				1,160				
Subtotal - On-Behalf TPAF Pension System Contributions							2,556,787				
Total State Awards Subject to Single Audit Major Program Determination							\$ (3,734,964)				

SEE ACCOMPANYING NOTES TO SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1. BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal and state awards include the federal and state grant activity of the Byram Township School District Board of Education under programs of the federal and state governments for the fiscal year ended June 30, 2021. The information in these schedules is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (“Uniform Guidance”) and New Jersey's OMB Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Because the schedules present only a selected portion of the operations of the District, they are not intended to and do not present the financial position, changes in net position or cash flows of the District.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported in the accompanying schedules of expenditures of federal and state awards are reported on the budgetary basis of accounting with the exception of programs recorded in the Food Service Fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Note 1 to the District's basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts, if any, shown on the Schedules represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3. INDIRECT COST RATE

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

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

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

The General Fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the last two state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes those payments are not recognized until the subsequent budget year due to the state deferral and recording of the last two 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 revenue, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$37,904 for the General Fund. See Exhibit C-3 and Note 1D for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the General and Special Revenue Funds, respectively.

BYRAM TOWNSHIP SCHOOL DISTRICT  
NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AND STATE AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

(Continued)

NOTE 4. RELATIONSHIP TO BASIC FINANCIAL STATEMENTS (Cont'd)

Revenue from federal and state awards are reported on the Board’s basic financial statements on a GAAP basis as presented below:

	Federal	State	Total
General Fund	\$ 1,246	\$ 6,327,515	\$ 6,328,761
Special Revenue Fund	314,741		314,741
Food Service Fund	84,637	2,140	86,777
Total Awards	\$ 400,624	\$ 6,329,655	\$ 6,730,279

NOTE 5. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

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

NOTE 6. OTHER

Revenue and expenditures reported under the Food Distribution Program represent current year value received and current year distributions respectively. TPAF Social Security contributions represent the amount reimbursed by the State for the employers’ share of social security contributions for TPAF members for the fiscal year ended June 30, 2021.

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

Summary of Auditors' Results:

- The Independent Auditors' Report expresses an unmodified opinion on the financial statements of the District.
- There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements as reported in *the Independent Auditors' 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*.
- No instances of noncompliance material to the financial statements of the District which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- There were no material weaknesses or significant deficiencies in internal control over major state programs disclosed during the audit as reported in the *Independent Auditors' Report on Compliance For Each Major State Program; Report on Internal Control Over Compliance*.
- The auditor's report on compliance for the major state programs for the District expresses an unmodified opinion on all major state programs.
- The District was not subject to the single audit provisions of the Uniform Guidance for the fiscal year ended June 30, 2021 as federal grant expenditures were less than the single audit threshold of \$750,000 identified in the Uniform Guidance.
- The audit did not disclose any audit findings which are required to be reported in accordance with New Jersey's OMB Circular 15-08 or 2 CFR 200.516(a) of the Uniform Guidance.
- The District's programs tested as major state programs for the current fiscal year consisted of the following state aid:

<u>State Aid Public</u>	<u>State Grant Number</u>	<u>Grant Period</u>	<u>Award Amount</u>	<u>Budgetary Expenditures</u>
Equalization Aid	21-495-034-5121-078	7/1/20 - 6/30/21	\$ 1,836,385	\$ 1,836,385
School Choice Aid	21-495-034-5121-068	7/1/20 - 6/30/21	364,276	364,276
Special Education Categorical Aid	21-495-034-5121-089	7/1/20 - 6/30/21	542,873	542,873
Security Aid	21-495-034-5121-084	7/1/20 - 6/30/21	70,573	70,573

- The threshold for distinguishing Type A and Type B state programs was \$750,000.
- The District was determined to be a "low-risk" auditee for state programs.



BYRAM TOWNSHIP SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021  
(Continued)

Findings Relating to the Financial Statements which are required to be Reported in Accordance with Generally Accepted Government Auditing Standards:

- The audit did not disclose any findings required to be reported under Generally Accepted Government Auditing Standards.

Findings and Questioned Costs for Federal Awards:

- Not Applicable since federal expenditures were below the single audit threshold.

Findings and Questioned Costs for State Awards:

- The audit did not disclose any finding or questioned costs for state awards as defined in 2 CFR 200.516(a) of the Uniform Guidance or NJOMB 15-08.

BYRAM TOWNSHIP SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Status of Prior Year Findings:

There were no prior year audit findings.