

SCHOOL DISTRICT
OF
GREENWICH TOWNSHIP

Greenwich Township School District
Board of Education
Stewartsville, Warren County
New Jersey

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

Annual Comprehensive

Financial Report

of the

Greenwich Township School District

Board of Education

Stewartsville, New Jersey

For the Fiscal Year Ending June 30, 2021

Prepared by

Greenwich Township School District

Board of Education

Finance Department

OUTLINE OF ACFR

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Introductory Section

Greenwich Township Board of Education

240 Route 519

Phillipsburg, NJ 08864

(908) 859-8155 Tel.

(908) 859-8067 Fax

Honorable President and
Members of the Board of Education
Greenwich Township School District
County of Warren, New Jersey

Dear Board Members:

The comprehensive annual financial report of the Greenwich Township School District (District) for the fiscal year ended June 30, 2021, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education (Board). To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the District's organizational chart and list of principal officials. The financial section includes the general-purpose financial statements and schedules, as well as the auditor's report thereon. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget Uniform Guidance "Audits of State and Local Governments and Non Profit Organizations", and the state Treasury Circular Letter 15-08 OMB, "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid". Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the single audit section of this report.

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

The Greenwich Township Board of Education and all its schools constitute the District's reporting entity. The district provides a full range of educational services appropriate to grade levels K through 8. These include regular as well as special education for handicapped students. The district completed the 2020-21 fiscal year with an enrollment of 662 students.

TUITION PUPILS: Greenwich Township School District sends our grade 9 to 12 students to Phillipsburg High School on a tuition basis. Approximately 315 students attended Phillipsburg High School while 19 students attended the Warren County Technical School District.

Currently the district sends approximately 15 children, ages three through twenty-one, for special educational instruction outside the Greenwich Township School District as per the individual student's educational placement requirements.

PRESENT CONDITION AND OUTLOOK:

Both the Greenwich Elementary School and Stewartsville Middle School buildings receive regular cleaning and maintenance of all building systems. Community groups and sports teams hold many activities and events on nights and weekends inside and outside of the building. Student activities and events at night cause heavy use of the facilities.

MAJOR INITIATIVES/PLANNING: In 2020-21, we

1. Implemented Go Formative, a supplemental Math program, at SMS.
2. Implemented No Red Ink, a supplemental ELA program, at SMS.
3. Expanded use of existing programs.
4. Implemented a tele-learning program following the State shut down of schools.

BUDGETARY CONTROLS: In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund, the special revenue fund and the debt service fund. The final budget amount is reflected in the financial section.

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

ACCOUNTING SYSTEM AND REPORTS: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on the basis of funds and account groups.

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

BUDGET INFORMATION SHEET - OVERALL COMMENTS: The Greenwich Township School District's 2020-21 School Budget encompassed the educational programs for students from grades kindergarten through twelfth grade in regular education, and preschool through age

twenty-one in special education. In addition, the district's budget included the operational expenses for the township school.

The 2020-21 budget was developed to stay within the "Maximum Permitted Net Budget" as defined by the State of New Jersey Department of Education. The 2020-21 budget needed to support the educational and operational costs of delivering a thorough and efficient education was developed using the allowable spending growth limitation adjustments in the area of non-remote transportation. Revenues to support the 2020-21 budget were principally derived from the local tax levy.

DEBT ADMINISTRATION: The district had debt service payments of interest and principal totaling \$588,206.93 for the 2020-21 school year.

CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute. The District has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provision of the Governmental Unit Deposit Protection Act ("GUDPA"). GUDPA was enacted in 1970 to protect Government 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. Cash, not immediately required for district payments, is deposited in accounts held with Investors Bank.

RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds. During 2020-21, the district participated in the School Alliance Insurance Fund. This is a joint insurance fund specializing in insurance for public education entities.

OTHER INFORMATION: State statutes require an annual audit by independent certified public accountants or registered municipal accounts. The Board selected the accounting firm of Ardito & Co. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1984 and the related OMB Uniform Guidance and state Treasury Circular Letter 15-08 OMB. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

ACKNOWLEDGMENTS: We would like to express our appreciation to the members of the Greenwich Township Board of Education for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and diligent auditing services of the firm of Ardito & Co.

Respectfully Submitted,

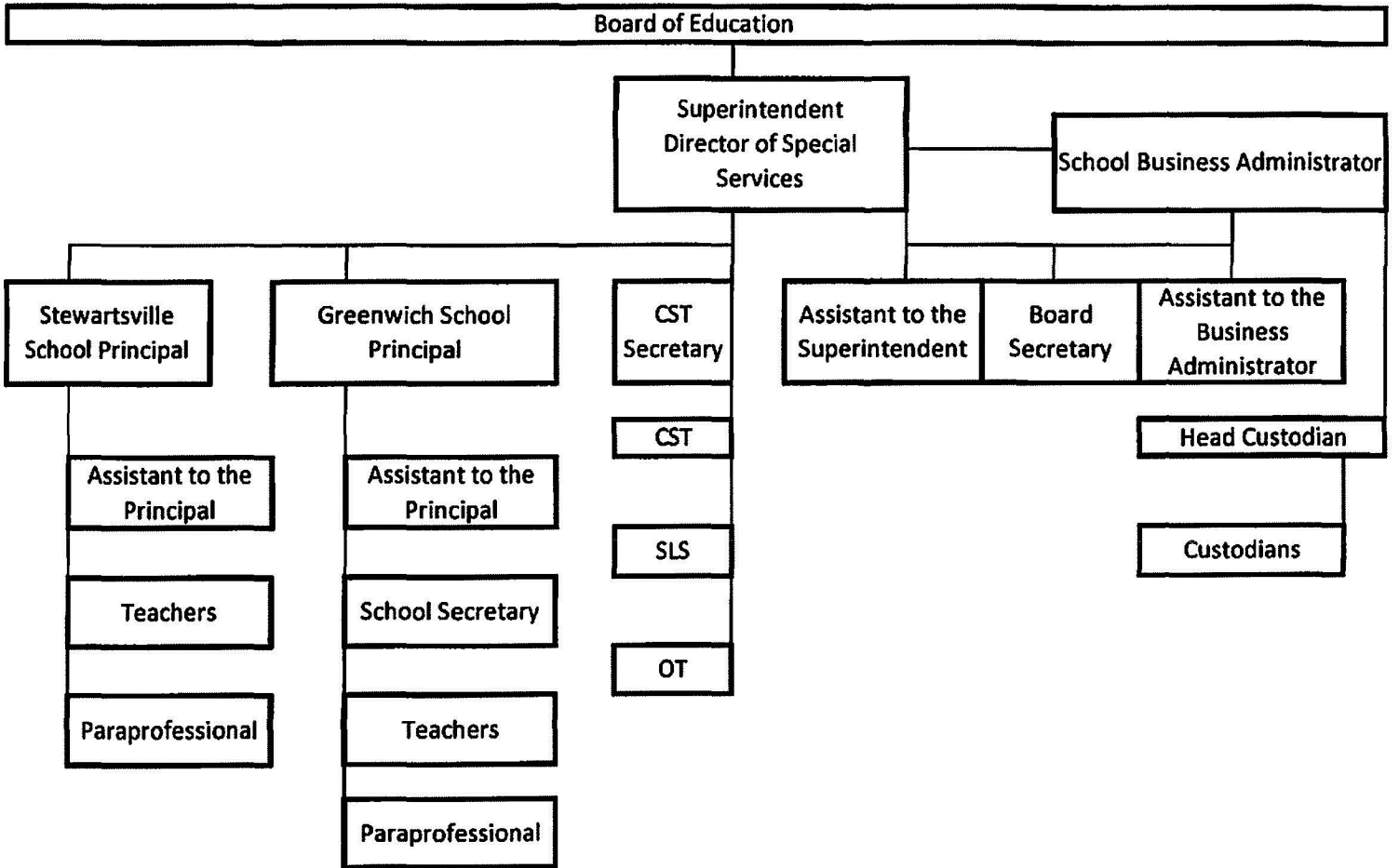


Maria Eppolite
Superintendent



Tim Mantz
Board Secretary/Business Administrator

Greenwich Twsp School District
Organizational Chart



GREENWICH TOWNSHIP SCHOOL DISTRICT

BOARD OF EDUCATION

ROSTER OF OFFICIALS

June 30, 2021

<u>Members of the Board of Education</u>	<u>Term Expires</u>
Beth Rooney, <i>President</i>	2022
Kevin Bayne, <i>Vice-President</i>	2024
Denise Valle	2024
Laura Choi	2022
Victoria Little	2023
Scott Nodes	2023
Jill McCormick	2024
Simone Patterson	2022
Susan Harwell	2023

Other Officials

Maria Eppolite, Superintendent

Tim Mantz, Business Administrator/ Board Secretary

Teresa E. O'Brian, Treasurer of School Monies

Joanne L. Butler, Esquire Attorney

GREENWICH TOWNSHIP SCHOOL DISTRICT

BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

AUDIT FIRM

Ardito & Company LLC
1110 Harrison Street, Suite C
Frenchtown, New Jersey 08825-1192

ATTORNEY

Joanne L. Butler, Esquire
Schenck, Price, Smith, & King
220 Park Avenue, PO Box 991
Florham Park, NJ 07932

OFFICIAL DEPOSITORY

Investors Bank
101 JFK Parkway
Short Hills, NJ 07078

Financial Section

Independent Auditor's Report



ARDITO & COMPANY LLC

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Frenchtown, New Jersey 08825-1192
908-996-4711 Fax: 908-996-4688
e-mail: anthony@arditoandcompany.com

Anthony Ardito, CPA, RMA, CMFO, PSA

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Greenwich Township School District
County of Warren
Stewartsville, New Jersey 08886

Report on the Financial Statements

We have audited the accompanying financial statements of the government activities, the business-type activities, each major fund and the aggregate remaining fund information of the Greenwich Township School District Board of Education, as of and for the 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.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

-Continued-

In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension trend information as identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Greenwich Township School District Board of Education's basic financial statements. The introductory section, combining and individual fund financial statements, long-term debt schedules, statistical section, and schedule of state financial assistance, as required by New Jersey OMB's Circular 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

-Continued-

The combining and individual fund financial statement information, long-term debt schedules, and the schedule of state financial assistance, as required by New Jersey OMB's Circular 15-08, ***Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid***, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America.

In our opinion, the combining and individual fund financial statement information, long-term debt schedules, and schedule of state financial assistance, as required by New Jersey OMB's Circular 15-08, ***Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid***, are fairly stated in all material respects in relation to the basic financial statements as a whole.

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


Other Reporting Required by Government Auditing Standards

In accordance with ***Government Auditing Standards***, we have also issued our report dated January 26, 2022, on our consideration of the Greenwich Township School District Board of Education's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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.



ARDITO & COMPANY LLC

January 26, 2022



Licensed Public School Accountant No. 2369

Required Supplementary Information - Part I

Management's Discussion and Analysis

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED

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

Financial Highlights

Key financial highlights for 2021 are as follows:

- ◆ In total, Net Position increased \$413,724 which represents a 4.2% increase from 2020.
- ◆ General revenues accounted for \$11,236,710 in revenue or 51.1% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$10,737,376 or 48.9% of total revenues of \$21,974,086.
- ◆ Total assets of governmental activities decreased by \$161,614, as cash and cash equivalents decreased by \$26,194, receivables increased by \$354,948, and capital assets decreased by \$485,331.
- ◆ The School District had \$21,560,362 in expenses; only \$10,737,376 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of \$11,236,710 were available to provide for these programs.
- ◆ Among major funds, the General Fund had \$18,904,469 in revenues and \$18,680,270 in expenditures. The General Fund's surplus balance increased \$224,199 over 2020, which compares favorably to the budgeted decrease of \$370,257.

Using this Generally Accepted Accounting Principals Report (GAAP)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Greenwich Township School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities. The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail.

For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Greenwich Township School District, the General Fund is by far the most significant fund.

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2021?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's Net Position and changes in those assets. This change in Net Position is important because it tells the reader that, for the School District as a whole, the financial positions of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Nonfinancial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District is divided into two distinct kinds of activities:

- Governmental activities--All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-type Activity--This service is provided on a charge for goods or services basis to recover all the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 26. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, and Capital Projects Fund.

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED

Governmental Funds

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

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's Net Position for 2021 compared to 2020.

	Table 1	
	Net Position	
	<u>2021</u>	<u>2020</u>
Assets		
Current and Other Assets	\$ 1,500,209	\$ 1,176,492
Capital Assets	<u>12,482,548</u>	<u>12,967,879</u>
Total Assets	<u>13,982,757</u>	<u>14,144,371</u>
Deferred Outflows of Resources	<u>274,203</u>	<u>375,685</u>
Liabilities		
Long-Term Liabilities	2,624,573	3,464,171
Other Liabilities	<u>535,325</u>	<u>391,782</u>
Total Liabilities	<u>3,159,898</u>	<u>3,855,953</u>
Deferred Inflows of Resources	<u>873,246</u>	<u>854,011</u>
Net Position		
Invested in Capital Assets, Net of Debt	11,617,548	11,539,750
Restricted	414,192	730,699
Unrestricted	<u>(1,807,924)</u>	<u>(2,460,357)</u>
Total Net Position	<u>\$ 10,223,816</u>	<u>\$ 9,810,092</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED

Total assets of governmental activities decreased by \$161,614, as cash and cash equivalents decreased by \$26,194, receivables increased by \$354,948, and capital assets decreased by \$485,331.

The cash decrease was due to the spending of CRRSA COVID grants in advance of grant collection. The receivable increase is also due to the CRRSA grants that have not yet been collected. The decrease in capital assets was entirely due to depreciation expense for the year.

Table 2 shows the changes in Net Position from fiscal year 2020.

Table 2
Changes in Net Position

	<u>2021</u>	<u>2020</u>
Revenues		
Program Revenues:		
Charges for Services	\$ 111,599	\$ 348,374
Operating Grants and Contributions	10,625,777	9,125,959
General Revenues:		
Property Taxes	11,234,934	11,023,506
Federal & State Aid on Capital Asset Projects	-	-
Investment Earnings	652	13,962
Other	1,124	1,890
Total Revenues	<u>21,974,086</u>	<u>20,513,691</u>
Program Expenses		
Instruction	9,655,746	8,445,087
Support Services:		
Tuition	6,255,714	6,136,598
Pupils and Instructional Staff	1,950,755	1,812,694
General Administration, School Administration, Business	1,366,521	1,203,685
Operations and Maintenance of Facilities	1,036,468	1,054,282
Pupil Transportation	964,698	1,049,194
Business-Type Activities	229,577	481,899
Interest and Fiscal Charges	100,883	113,239
Total Expenses	<u>21,560,362</u>	<u>20,296,678</u>
Increase in Net Position	<u>\$ 413,724</u>	<u>\$ 217,013</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED

Governmental Activities

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 51.1% percent of revenues for governmental activities for the Greenwich Township School District for the fiscal year 2021.

Instruction comprises 44.8% of district expenses. Support services expenses make up 53.7% of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services compared to 2020. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3

	<u>Total Cost of Services 2021</u>	<u>Net Cost of Services 2021</u>	<u>Total Cost of Services 2020</u>	<u>Net Cost of Services 2020</u>
Instruction	\$ 9,655,746	\$ 2,826,695	8,445,087	\$2,568,440
Support Services:				
Tuition	6,255,714	6,255,714	6,136,598	6,136,598
Pupils and Instructional Staff	1,950,755	380,310	1,812,694	495,090
General Admin., School Admin., Business	1,366,521	(71,396)	1,203,685	(46,461)
Operation and Maintenance of Facilities	1,036,468	493,479	1,054,282	582,199
Pupil Transportation	964,698	964,698	1,049,194	1,049,194
Business-Type Activities	229,577	44,482	481,899	95,216
Interest and Fiscal Charges	<u>100,883</u>	<u>(70,996)</u>	<u>113,239</u>	<u>(57,931)</u>
Total Expenses	<u>\$ 21,560,362</u>	<u>\$ 10,822,986</u>	<u>\$ 20,296,678</u>	<u>\$ 10,822,345</u>

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

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

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

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

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED

Business-type activities includes expenses related to activities provided by the School District which are designed to provide for students to participate in food service and early childhood care.

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

The dependence upon tax revenues is apparent. Over 29.3% of instruction activities are supported through taxes and other general revenues; for all activities general revenue support is 69.3%. The community, as a whole, is the primary support for the Greenwich Township School District.

The School District's Funds

Information about the School District's major funds starts on page 26. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other sources of \$19,818,834 and expenditures of \$19,594,348. The General Fund's surplus balance increased \$224,199 over 2020, which compares favorably to the budgeted decrease of \$370,257.

General Fund Budgeting Highlights

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

During the course of the fiscal 2021 year, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

For the General Fund, budget basis revenue and other financing sources, excluding on-behalf payments, was \$16,714,630, \$82,954 over original budgeted estimates of \$16,631,676. This difference was due primarily to the receipt of extraordinary aid after the budget was adopted.

General fund revenues exceeded expenditures by \$210,105. Again this surplus compares to a budgeted deficit of \$370,257, which was due to the budgeted use of prior years excess surplus needed to balance the 2021 budget.

The budgeted deficit was reduced due cost savings in the areas of instruction, plant operations, and employee benefits.

Overall general fund balance (budget basis) was \$1,387,506, and amounts ear-marked and reserved for future purposes were \$539,439, creating a surplus in unreserved fund balance of \$848,067. Management believes unreserved fund balance at statutory levels will provide adequate working capital for the district.

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED

Capital Assets

At the end of the fiscal year 2021, the School District had \$12,477,220 invested in land, buildings, furniture and equipment, and vehicles. Table 4 shows fiscal 2021 balances compared to 2020.

Table 4
Capital Assets (Net of Depreciation) at June 30,

	<u>2021</u>	<u>2020</u>
Land Improvements	-	2,480
Buildings and Improvements	12,467,220	12,950,399
Machinery and Equipment	<u>10,000</u>	<u>15,000</u>
Totals	<u>\$ 12,477,220</u>	<u>\$ 12,967,879</u>

Overall capital assets decreased \$490,659 from fiscal year 2020 to fiscal year 2021. The decrease in capital assets was due to depreciation expense for the year.

Capital improvements of \$00 were purchased during fiscal year 2021.

Debt Administration

At June 30, 2021, the School District had \$1,001,913 as outstanding long term debt. Of this amount, \$136,913 is for compensated absences and \$865,000 is for bonds payable outstanding.

At June 30, 2021, the School District's overall legal debt margin was \$21,333,980 and the unvoted debt margin was \$20,468,980.

GREENWICH TOWNSHIP SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021
UNAUDITED

For the Future

The Greenwich Township School District is in very good financial condition presently. A major concern is the continued reliance on local property taxes. The Greenwich Township School District is primarily a residential community, thus the burden is focused on homeowners to bear the tax burden. However, future finances are not without challenges as the community continues to grow and state funding is frozen.

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

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact Tim Mantz, School Business Administrator/Board Secretary at Greenwich Township School District, 101 Wyndham Farm Boulevard, Stewartsville NJ, 08886.

Basic Financial Statements

DISTRICT-WIDE FINANCIAL STATEMENTS

The statement of Net Position and the statement of activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit A-1

STATEMENT OF NET POSITION

June 30, 2021

	<u>GOVERNMENTAL</u> <u>ACTIVITIES</u>	<u>BUSINESS-TYPE</u> <u>ACTIVITIES</u>	<u>TOTAL</u>
ASSETS			
Cash and Cash Equivalents	\$ 841,267	\$ 125,355	\$ 966,622
Receivables from Other Governments	494,763	1,929	496,692
Interfund Receivables	32,701	-	32,701
Inventory		4,194	4,194
Capital Assets, Net (Note 6):	12,477,220	5,328	12,482,548
Total Assets	<u>13,845,951</u>	<u>136,806</u>	<u>13,982,757</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferred Outflows	<u>274,203</u>		<u>274,203</u>
LIABILITIES			
Accounts Payable	-	3,321	3,321
Payroll Deductions and Withholdings	292,237		292,237
Interfund Payable	-	32,701	32,701
Unearned Revenue	197,447	1,656	199,103
Accrued Interest	7,963		7,963
Net Pension Liability (Note 8)	1,622,660		1,622,660
Noncurrent Liabilities (Note 7):			
Due Within One Year	430,000		430,000
Due Beyond One Year	571,913		571,913
Total Liabilities	<u>3,122,220</u>	<u>37,678</u>	<u>3,159,898</u>
DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows	<u>873,246</u>		<u>873,246</u>
Net Position			
Invested in Capital Assets, Net of Related Debt	11,612,220	5,328	11,617,548
Restricted for:			
Other Purposes	414,192		414,192
Unrestricted	(1,901,724)	93,800	(1,807,924)
Total Net Position	<u>\$ 10,124,688</u>	<u>\$ 99,128</u>	<u>\$ 10,223,816</u>

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit A-2

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

Functions/Programs	PROGRAM REVENUES				NET(EXPENSE) REVENUE AND CHANGES IN NET POSITION		TOTAL
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	
Governmental Activities:							
Instruction:							
Regular	\$ 6,499,770		\$ 5,330,802		\$ (1,168,968)		\$ (1,168,968)
Special Education	2,774,613		1,498,249		(1,276,364)		(1,276,364)
Other Special Instruction	381,363		-		(381,363)		(381,363)
Support Services:							
Tuition	6,255,714				(6,255,714)		(6,255,714)
Student & Instruction Related Services	1,950,755	\$ 14,727	1,555,718		(380,310)		(380,310)
School Administrative Services	733,849		864,761		130,912		130,912
General and Business Admin. Services	632,672		573,156		(59,516)		(59,516)
Plant Operations and Maintenance	1,036,468		542,989		(493,479)		(493,479)
Pupil Transportation	964,698		-		(964,698)		(964,698)
Interest and Depreciation Charges	100,883		171,879		70,996		70,996
Total Governmental Activities	21,330,785	14,727	10,537,554		(10,778,504)		(10,778,504)
Business-Type Activities:							
Food Service	103,473	875	88,223			\$ (14,375)	(14,375)
Shared Services	-	-				-	-
Child Care	126,104	95,997				(30,107)	(30,107)
Total Business-Type Activities	229,577	96,872	88,223	-	-	(44,482)	(44,482)
Total Primary Government	\$ 21,560,362	\$ 111,599	\$ 10,625,777		\$ (10,778,504)	\$ (44,482)	\$ (10,822,986)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes, Net					\$ 10,818,606		\$ 10,818,606
Taxes Levied for Debt Service					416,328		416,328
Investment Earnings					652		652
Miscellaneous Income					1,117	\$ 7	1,124
Total General Revenues, Special Items, Extraordinary Items and Transfers					11,236,703	7	11,236,710
Change in Net Position					458,199	(44,475)	413,724
Net Position—Beginning					9,623,039	143,603	9,766,642
Prior Period Adjustments (See Note 19)					43,450		43,450
Net Position—Beginning (Restated)					9,666,489	143,603	9,810,092
Net Position—Ending					\$ 10,124,688	\$ 99,128	\$ 10,223,816

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

FUND FINANCIAL STATEMENTS

The Individual Fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-1

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

	GENERAL FUND	SPECIAL REVENUE FUND	CAPITAL PROJECTS FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS					
Cash and Cash Equivalents	\$ 794,947	\$ 43,737	\$ 2,581	\$ 2	\$ 841,267
Interfund Receivables	49,311				49,311
Receivables from Other Governments	280,706	214,057			494,763
TOTAL ASSETS	\$ 1,124,964	\$ 257,794	\$ 2,581	\$ 2	\$ 1,385,341
LIABILITIES AND FUND BALANCES					
Liabilities:					
Interfund Payables		\$ 16,610			\$ 16,610
Payroll Deductions and Withholdings Payable	\$ 292,237				292,237
Unearned Revenue	-	197,447			197,447
Total Liabilities	292,237	214,057	-	-	506,294
Fund Balances:					
<u>Restricted for:</u>					
Excess Surplus-Desig. Subs. Yr.	327,901				327,901
Capital Reserve	677				677
Emergency Reserve	338				338
Student Activities		43,737			43,737
<u>Assigned to:</u>					
Year-End Encumbrances	171,567				171,567
Designated for Subsequent Year's Expenditures	38,956				38,956
Capital Projects Fund			\$ 2,581		2,581
Debt Service Fund				\$ 2	2
<u>Unassigned:</u>					
General Fund	293,288				293,288
Total Fund Balances	832,727	43,737	2,581	2	879,047
TOTAL LIABILITIES AND FUND BALANCE	\$ 1,124,964	\$ 257,794	\$ 2,581	\$ 2	\$ 1,385,341

Amounts reported for *governmental activities* in the statement of Net Position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$24,018,544 and the accumulated depreciation is \$11,541,324. \$12,477,220

Deferred Outflows related to pension contributions subsequent to the Net Pension Liability measurement date and other deferred items are not current financial resources and therefore are not reported in the fund statements. (See Note 8) 274,203

Deferred Inflows related to pension actuarial gains from experience and differences in actual return and assumed returns and other deferred items are not reported as liabilities in the fund statements. (See Note 8) (873,246)

Long-term liabilities, including Net Pension Liability, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 8) (1,622,660)

Accrued Interest on Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 7) (7,963)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds (see Note 7) (1,001,913)

Net Position of governmental activities **\$ 10,124,688**

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-2

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2021

	<u>General Fund</u>	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
REVENUES					
Local sources:					
Local Tax Levy	\$ 10,818,606			\$ 416,328	\$ 11,234,934
Tuition	-				-
Miscellaneous	652	\$ 15,844			16,496
Total - Local Sources	10,819,258	15,844	-	416,328	11,251,430
State Sources	8,085,211			171,879	8,257,090
Federal Sources		310,314			310,314
Total Revenues	18,904,469	326,158	-	588,207	19,818,834
EXPENDITURES					
Current:					
Regular Instruction	3,506,610	268,402			3,775,012
Special Education Instruction	2,100,966				2,100,966
Other Special Instruction	381,363				381,363
Support services and undistributed costs:					
Tuition	6,255,714				6,255,714
Student and Instruction Related Services	1,219,639	57,469			1,277,108
School Administrative Services	345,033				345,033
Other Administrative Services	374,968				374,968
Plant Operations and Maintenance	792,328				792,328
Pupil Transportation	964,698				964,698
Unallocated Benefits	2,706,722				2,706,722
Charter School	-				-
Debt Service:					
Principal				563,128	563,128
Interest and Other Charges				25,079	25,079
Capital Outlay	32,229				32,229
Total Expenditures	18,680,270	325,871	-	588,207	19,594,348
Net Change in Fund Balances	224,199	287	-	-	224,486
Fund Balance—July 1	608,528	-	\$ 2,581	2	611,111
Prior Period Adjustment-See Note 20		43,450			43,450
Fund Balance—July 1 (Restated)	608,528	43,450	2,581	2	654,561
Fund Balance—June 30	\$ 832,727	\$ 43,737	\$ 2,581	\$ 2	\$ 879,047

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-3

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

Total Net Change in Fund Balances - Governmental Funds (from B-2) \$ 224,486

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

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

	Depreciation Expense	\$ (490,659)	
	Capital Outlays	_____ -	(490,659)

Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including service and interest costs, administrative costs, investment returns, and experience/assumption.

This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period. 153,934

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities. 563,128

In the statement of activities, compensated absences is accrued regardless of when paid. In the governmental funds, compensated absences are reported when paid. This is the amount by which the current year's compensated absence payments exceed the current year's amount earned. 1,819

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This is the amount by which current year's amount of interest accrual exceeds the prior year's amount. 5,491

Change in Net Position of Governmental Activities \$ 458,199

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-4

STATEMENT OF PROPRIETARY NET POSITION
PROPRIETARY FUNDS

June 30, 2021

	Business-Type Activities- Enterprise Funds		
	<u>Food Service</u>	<u>Child Care</u>	<u>Totals</u>
ASSETS			
Current assets:			
Cash and Cash Equivalents	\$ 21,361	\$ 103,994	\$ 125,355
Federal and State Accounts Receivable	1,929		1,929
Inventories	4,194		4,194
Total Current Assets	27,484	103,994	131,478
Noncurrent Assets:			
Furniture, Machinery and Equipment	216,660		216,660
Less Accumulated Depreciation	(211,332)		(211,332)
Total Noncurrent Assets	5,328		5,328
Total Assets	32,812	103,994	136,806
LIABILITIES			
Current liabilities:			
Accounts Payable	3,321		3,321
Interfund Payable		32,701	32,701
Deferred Revenue	1,656		1,656
Total Current Liabilities	4,977	32,701	37,678
Total Liabilities	4,977	32,701	37,678
Net Position			
Invested in Capital Assets Net of Related Debt	5,328		5,328
Unrestricted	22,507	71,293	93,800
Total Net Position	\$ 27,835	\$ 71,293	\$ 99,128

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit B-5

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2021

	Business-type Activities- Enterprise Fund		
	Food Service	Child Care	Total Enterprise
Operating Revenues:			
Charges for Services:			
Daily Sales - Reimbursable Programs	\$ 875		\$ 875
Daily Sales - Non-Reimb.Programs	-		-
Miscellaneous	7	\$ 95,997	96,004
Total Operating Revenues	882	95,997	96,879
Operating Expenses:			
Cost of Sales - Reimbursable Programs	43,631		43,631
Cost of Sales - Non-reimbursable Programs	-		-
Salaries	24,665	122,070	146,735
Employee Benefits	7,234		7,234
Supplies	10,401	4,034	14,435
Utilities			
Miscellaneous	4,480		4,480
Other Purchased Professional Services	11,730		11,730
Depreciation	1,332		1,332
Total Operating Expenses	103,473	126,104	229,577
Operating Income (Loss)	(102,591)	(30,107)	(132,698)
Nonoperating Revenues (Expenses):			
State Sources:			
State School Lunch Program	2,167		2,167
Federal Sources:			
National School Lunch Program	56,025		56,025
National School Breakfast Program	21,389		21,389
Food Distribution Program	8,642		8,642
Total Nonoperating Revenues (Expenses)	88,223		88,223
Income (Loss) Before Contributions and Transfers	(14,368)	(30,107)	(44,475)
Transfers In (Out)	-		-
Change in Net Position	(14,368)	(30,107)	(44,475)
Total Net Position—Beginning	42,203	101,400	143,603
Total Net Position—Ending	\$ 27,835	\$ 71,293	\$ 99,128

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

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS**

For the Year Ended June 30, 2021

	Business-Type Activities- Enterprise Funds		
	<u>Food Service</u>	<u>Child Care</u>	<u>Total Enterprise</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers	\$ 875	\$ 95,997	\$ 96,872
Payments to Employees and Benefits	(32,098)	(122,070)	(154,168)
Payments to Suppliers	(55,477)	(4,034)	(59,511)
Net Cash Provided by (used for) Operating Activities	(86,700)	(30,107)	(116,807)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
State Sources	2,085		2,085
Federal Sources	75,840		75,840
Operating Subsidy Transfers from Other Funds	-		-
Net Cash Provided by (used for) Non-Capital Financing Activities	77,925	-	77,925
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES			
Fixed Asset Capital Additions	(6,660)		(6,660)
Net Cash Provided by (used for) Capital Financing Activities	(6,660)	-	(6,660)
Net Increase (Decrease) in Cash and Cash Equivalents	(15,435)	(30,107)	(45,542)
Balances—Beginning of Year	36,796	134,101	170,897
Balances—End of Year	\$ 21,361	\$ 103,994	\$ 125,355
Reconciliation of Operating Income (Loss) to Net Cash Provided (used) by Operating Activities:			
Operating Income (Loss)	\$ (102,591)	\$ (30,107)	\$ (132,698)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (used for) Operating Activities:			
Federal Commodities	8,642		8,642
Depreciation	1,332		1,332
(Increase) Decrease in Receivables			
(Increase) Decrease in Inventories	5,037		5,037
Increase (Decrease) in Payables	880		880
Total Adjustments	15,891		15,891
Net Cash Provided by (used for) Operating Activities	\$ (86,700)	\$ (30,107)	\$ (116,807)

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

Notes to Financial Statements

GREENWICH TOWNSHIP SCHOOL DISTRICT

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

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (Statement No.34). This Statement provided for the most significant change in financial reporting in over twenty years and was phased-in (based on amount of revenues) starting with fiscal years ending 2002 (for larger governments). The District was not required to implement the new model until the 2003-2004 school year.

In addition, the School District has implemented GASB Statement No.37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus, Statement No.38, Certain Financial Statement Note Disclosures, Statement No.40, Deposit and Investment Risk Disclosures, an amendment of GASB Statement No.3, and Statement 44, Economic Condition Reporting: The Statistical Section (GASB 44), an amendment of NCGA Statement 1, Governmental Accounting and Financial Reporting Principles is found in the Introduction, a revised statistical section in the Outline of the ACFR, GASB Statement No. 45, Other Post-retirement Employee Benefits, GASB No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and GASB No. 63 and 65, Deferred Outflows and Inflows and Net Position, and Items Previously Reported as Assets and Liabilities, GASB No. 68, Accounting for Pensions, an amendment of GASB No. 27, GASB No. 75, Accounting for OPEB, and GASB No. 84, Fiduciary Activities. The implementation of these statements did not effect net position balances as previously reported for the fiscal year ended June 30, 2020.

A. Reporting Entity:

The Greenwich Township School District is a Type II district located in the County of Warren, State of New Jersey. As a Type II district, the School District functions independently through a Board of Education. The board is comprised of five members elected to three-year terms. The purpose of the district is to educate students in grades K-8. The Greenwich Township School District had an approximate enrollment at June 30, 2021, of 662 students.

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

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

Based on the aforementioned criteria, the District has no component units.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting:

The School District's basic financial statements consist of District-wide statements, including a statement of Net Position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Basis of Presentation

District-wide Statements: The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees and charged to external parties. The statement of net position presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

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

Fund Financial Statements: During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category—*governmental, proprietary, and fiduciary*—are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in 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.

GOVERNMENTAL FUNDS

The District reports the following governmental funds:

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

GOVERNMENTAL FUNDS (Continued)

As required by the New Jersey State Department of Education, the District includes budgeted Capital Outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that General Fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues. Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, 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 the proceeds of specific revenue from State and Federal Government, (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - The Capital Projects Fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

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

PROPRIETARY FUNDS

The District reports the following proprietary funds:

Enterprise (Food Service) Fund - The Enterprise Fund accounts for all revenues 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 costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through user charges.

Enterprise (Shared Services) Fund - The Enterprise Fund accounts for all revenues and expenses pertaining to the Board's shared services of the Chief School Administrator with the Borough of Bloomsbury School District.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Enterprise (Child Care) Fund - The Enterprise Fund accounts for all revenues and expenses pertaining to the Board's early childhood operations. The child care fund provides preschool services recovered primarily through user charges (tuition).

B. Basis of Presentation, Basis of Accounting (Continued):

Additionally, the District reports the following fund type:

Fiduciary Funds - The Fiduciary Funds are used to account for assets held by the District on behalf of others and include the Student Activities Fund and the Payroll Agency Fund.

Basis of Accounting

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

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey Statute as the municipality is required to remit to its school district the entire balance of taxes in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Budgets/Budgetary Control:

Annual appropriated budgets are prepared in the spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the county office for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue funds. 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 approved by School Board resolution. In addition, transfers are also covered by changes in N.J.A.C. 6A:23A-2.3 that can require approval through the state department. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

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

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

D. Encumbrance Accounting:

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

Open encumbrances in the special revenue fund, for which the District has received advances, are reflected in the balance sheet as deferred revenues at fiscal year end.

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity:

Cash and Cash Equivalents:

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

Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in 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.

Inventories:

Inventory purchases, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method.

Allowance for Uncollectible Accounts:

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

Capital Assets:

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

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	5-10
Instructional Equipment	10
Grounds Equipment	15

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

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

Compensated Absences:

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

District instructional employees are granted sick leave in amounts under the District's contractual policies. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after initial service and become eligible after fifteen years of service and payment is based upon retirement in the state pension system.

The liability for compensated absences was accrued using the termination payment method, whereby the liability is calculated based on the amount of sick leave that is expected to become eligible for payment upon termination. The District estimates its accrued compensated absences liability based on the accumulated sick and vacation days at the balance sheet date by those employees who are currently eligible to receive termination payments. Salary related payments for the employer's share of social security and medicare taxes, as well as pension contributions, are included.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

Deferred Revenue:

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2021, but which were levied to finance fiscal year 2021 operations, have been recorded as deferred revenue. Grants and entitlement received before the eligible requirements are met are also recorded as deferred revenue.

Accrued Liabilities and Long-Term Obligations:

All payables, accrued liabilities and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Net Position:

Net Position represent the difference between assets and liabilities. Net Position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction or improvement of those assets. Net position are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

Revenues—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.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned. 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 available as an advance, interest and tuition.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Operating Revenues and Expenses:

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

Allocation of Indirect Expenses:

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

Extraordinary and Special Items:

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

Management Estimates:

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

NOTE 2: CASH AND CASH EQUIVALENTS

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.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 2: CASH AND CASH EQUIVALENTS (Continued)

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.

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the district's accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the district would not be able to recover the value of its deposits or investment). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollateralized or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. At June 30, 2021, all of the district's deposits were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk. The district does not have a policy for custodial credit risk.

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

	Cash and Cash Equivalents (A-1)
Checking	\$966,622
	\$966,622
	\$966,622

The carrying amount of the Board's cash and cash equivalents at June 30, 2021, was \$966,622 and the bank balance was \$1,845,320. All bank balances were covered by federal depository insurance and/or covered by a collateral pool maintained by the banks as required by New Jersey statutes. Of these bank balances, \$250,000 was covered by federal depository insurances and \$1,595,320 was covered by collateral pool.

NOTE 3: RECEIVABLES

Receivables at June 30, 2021, consisted of intergovernmental receivables for grants and lunch reimbursements. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	Government-Wide Financial Statements
State Aid	\$280,706	\$280,792
Federal Aid	214,057	215,900
Gross Receivable-Governm.	494,763	496,692
Other Receivables	-	-
Less: Allow. for Uncollectibles	-	-
Total Receivables, Net	\$494,763	\$496,692

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 4: INVENTORY

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

Food	\$	2,882
Supplies		<u>1,312</u>
Total	\$	<u><u>4,194</u></u>

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1996, as revised) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 5: DEFERRED BOND ISSUANCE COSTS

In governmental funds, debt issuance costs are recognized in the current period. For the District-wide financial statements, governmental activity debt issuance costs are amortized straight-line over the life of the specific bonds (18 to 20 years). The costs associated with the issued of the various bonds are immaterial and are not amortized on the District-wide financial statements.

NOTE 6: CAPITAL ASSETS

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental Activities:				
<i>Capital Assets Being Depreciated:</i>				
Land Improvements	\$ 141,428			\$ 141,428
Buildings and Building Improvements	23,569,266			23,569,266
Machinery and Equipment	307,850			307,850
Total at Historical Cost	<u>24,018,544</u>	-		<u>24,018,544</u>
Less Accumulated Depreciation for:				
Land Improvements	(138,948)	\$ (2,480)		(141,428)
Building and Improvements	(10,618,867)	(483,179)		(11,102,046)
Equipment	(292,850)	(5,000)		(297,850)
Total Accumulated Depreciation	<u>(11,050,665)</u>	<u>(490,659)</u>		<u>(11,541,324)</u>
Total Capital Assets Being Depreciated, net of Accumulated Depreciation	<u>12,967,879</u>	<u>(490,659)</u>		<u>12,477,220</u>
Government Activity Capital Assets, Net	<u>\$ 12,967,879</u>	<u>\$ (490,659)</u>		<u>\$ 12,477,220</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 6: CAPITAL ASSETS - (Continued)

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to \$2,000. The previous threshold was \$500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than \$500 but not greater than \$2,000 that were fully depreciated or had exceeded their useful lives.

Depreciation expense was charged to functions as follows:

Regular Instruction	\$	441,593
Unallocated		49,066
Total Depreciation Expense	\$	<u>490,659</u>

NOTE 7: LONG-TERM OBLIGATIONS

Bonds are authorized in accordance with State law by the voters of the district through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds.

A. Long-Term Obligation Activity:

Changes in long-term obligations for the year ended June 30, 2021, are as follows:

	Balance <u>7/1/20</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>6/30/21</u>	Amounts Due Within <u>One Year</u>
Governmental Activities:					
Bonds Payable:					
General Obligation Debt	\$ 1,428,129	-	\$ (563,129)	\$865,000	\$430,000
Other Liabilities:					
Compensated Absences Payable	138,731		(1,818)	136,913	
Total	<u>\$1,566,860</u>		<u>(\$564,947)</u>	<u>\$1,001,913</u>	<u>\$430,000</u>

Compensated absences and capital leases have ben liquidated in the General Fund.

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

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 7: LONG-TERM OBLIGATIONS (Continued)

Rebatable arbitrage liabilities related to District debt are not recorded in governmental funds. There is no recognition in the balance sheet or income statement until rebatable amounts are due and payable to the federal government. Thus, rebatable arbitrage liabilities related to governmental debt will be accrued as incurred at least annually (at fiscal year end) on the District-wide financial statements.

For the year ended June 30, 2021, it is not necessary for the Board to establish a liability for arbitrage rebate.

	Government Activities				
	<u>Issue Dates</u>	<u>Interest Rates</u>	<u>Date of Maturity</u>	<u>Original Issue</u>	<u>Balance June 30, 2021</u>
General School Renovations					
Bonds Payable-Series 2016	4/5/16	2.0%	7/1/22	\$ 2,510,000	\$ 865,000
Total Bonds					\$ 865,000

B. Debt Service Requirements:

Debt Service requirements on serial bonds payable at June 30, 2021, is as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 430,000	\$ 13,000	\$ 443,000
2023	435,000	4,350	439,350
	\$ 865,000	\$ 17,350	\$ 882,350

B. Bonds Authorized But Not Issued

As of June 30, 2021 the Board has \$101,858 of bonds authorized but not issued related to the 2011 window/roof/drainage project

C. Bonds Payable/Advance Refunding:

On April 4, 2016, \$2,510,000 school bonds were issued to advance refund a portion (\$2,425,000) of the 2006 School Bonds and to pay for interest and issuance costs. The interest rate is 2% and the bonds mature on July 1, 2021 through July 1, 2022.

NOTE 8: PENSION PLANS

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey, 08625 or on the internet at <http://www.state.nj.us/treasury/pensions/annrprts.shtml>.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, 100% of employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

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

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

The employer contributions for the district are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, the district (employer) is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the district (employer) does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the district. However, the state's portion of the net pension liability that was associated with the district was \$30,680,940 as measured on June 30, 2020 and \$28,250,701 measured on June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of \$1,907,871 and revenue of \$1,907,871 for support provided by the State. The measurement period for the pension expense and revenue reported in the district's financial statements (A-2) at June 30, 2021 is based upon changes in the collective net pension liability with a measurement period of June 30, 2019 through June 30, 2020. Accordingly, the pension expense and the related revenue associated with the support provided by the State is based upon the changes in the collective net pension liability between July 1, 2019 and June 30, 2020.

Although the district does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the district. The collective amounts are the total of all New Jersey local governments participating in the TPAF plan.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

	<u>6/30/2019</u>	<u>6/30/2020</u>
Collective deferred outflows of resources	\$10,077,460,797	\$9,589,140,982
Collective deferred inflows of resources	\$17,525,379,167	\$14,409,361,877
Collective net pension liability (Nonemployer-State of New Jersey)	\$61,370,943,870	\$65,848,796,740
State's portion of the net pension liability that was associated with the district	\$28,250,701	\$30,680,940
State's portion of the net pension liability that was associated with the district as a percentage of the collective net pension liability	0.046033%	0.046593%

Actuarial assumptions - The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

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

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.

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.0% at June 30, 2020) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and 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:

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	7.71%
Non-US devel.markets equity	13.50%	8.57%
Emerging markets equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yeild	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash equivalents	4.00%	0.50%
US Treasuries	5.00%	1.94%
Risk mitigation	3.00%	3.40%

Discount rate - The discount rate used to measure the total pension liability was 5.40% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 2.21% as of June 30, 2020 based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 78% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2062.

Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2062 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the State's net pension liability to changes in the discount rate - Since the District has no proportionate share of the net pension liability because of the special funding situation, the district would not be sensitive to any changes in the discount rate. The following presents the State's net pension liability measured as of June 30, 2020, calculated using the discount rate shown 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:

<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
<u>(4.40%)</u>	<u>(5.40%)</u>	<u>(6.40%)</u>

State's Collective Net Pension Liability \$ 77,517,093,055 \$ 65,993,498,688 \$ 56,425,087,777

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rprts-home.shtml>. The plan fiduciary net position as of June 30, 2020 was \$21,529,179,998.

Amortization of Deferred Outflows and Inflows of Resources - Amount reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) related to pensions will be recognized in the state's pension expense as follows:

	<u>Year Ended June 30:</u>
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>
Total	<u>(\$4,965,440,613)</u>

Pension Expense - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2020 are as follows:

Service cost	\$1,643,902,335
Interest on total pension liability	4,680,942,056
Benefit Changes	(16,738,469)
Member contributions	(867,037,595)
Administrative expens	13,511,148
Expected investment return net of investment expenses	(1,525,370,804)
Pension expense related to specific liabilities of individual employers	4,749,837
Recognition (amortization) of deferred inflows/outflows:	
Differences between expected and actual experience	177,152,462
Changes in assumptions	(394,786,992)
Difference between projected and actual investment earnings on pension plan investments	<u>387,432,792</u>
Total pension expense	<u>\$4,103,756,770</u>

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

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

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

At June 30, 2021, the District reported a liability of \$1,622,660 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 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 total pension liability for the June 30, 2019 valuation was determined by an experience study for the period July 1, 2014 to June 30, 2018. The District's proportion of the net pension liability is based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2020 and 2019. At June 30, 2020, the District's proportion was 0.01% which was a decrease of 0.00058% from its proportion measured as of June 30, 2019.

For the year ended June 30, 2021, the District recognized pension expense of (\$39,301). At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Differences between expected and actual experience	\$ 29,546	\$ 5,738
Changes of assumptions	52,641	679,423
Net difference between projected and actual earnings on pension plan investments	55,464	-
Changes in proportion and differences between District contributions and proportionate share of contributions	27,699	188,085
District contributions subsequent to the measurement date	108,853	
Total	\$ 274,203	\$ 873,246

\$108,853 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2021, the plan measurement date is June 30, 2020) will be recognized as a reduction of the net pension liability measured as of June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

	<u>Year Ended June 30:</u>	
	2021	(\$263,260)
	2022	(240,013)
	2023	(137,161)
	2024	(55,466)
	2025	(11,996)
	Total	<u>(\$707,896)</u>
	<u>6/30/2019</u>	<u>6/30/2020</u>
Collective deferred outflows of resources	\$3,149,522,616	\$2,347,583,337
Collective deferred inflows of resources	7,645,087,574	7,849,949,467
Collective net pension liability (Non State - Local Group)	\$18,018,482,972	\$16,307,384,832
District's portion of net pension liability	\$1,897,311	\$1,622,660
District's proportion %	0.01052980%	0.00995046%

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

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

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020

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

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments 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. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2020 are summarized in the following table:

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	7.71%
Non-US devel.markets equity	13.50%	8.57%
Emerging markets equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High Yeild	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment Grade Credit	8.00%	2.67%
Cash equivalents	4.00%	0.50%
US Treasuries	5.00%	1.94%
Risk mitigation	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 on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the 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 net pension liability measured as of June 30, 2020, calculated using the discount rate as disclosed above, 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:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
	<u>(6.00%)</u>	<u>(7.00%)</u>	<u>(8.00%)</u>
District's proportionate share of the net pension liability	\$ 2,042,658	\$1,622,660	\$ 1,266,280

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

Pension Expense - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2020 are as follows:

Service cost	(\$77,701)
Interest on total Pension liability	(253,175)
Benefit Changes	1,736
Member contributions	55,230
Administrative expens	(1,321)
Expected investment return net of investment expenses	149,040
Pension expense related to specific liabilities of individual employers	692
Recognition (amortization) of deferred inflows/outflows:	0
Differences between expected and actual experience	(17,850)
Changes in assumptions	131,488
Difference between projected and actual investment earnings on pension plan investments	<u>(27,438)</u>
Total pension expense	<u>(\$39,301)</u>

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at <http://www.nj.gov/treasury/pensions/financial-rprts-home.shtml>.

Defined Contribution Retirement Plan (DCRP) - The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N. J.S.A. 43:15C-1 et seq.

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist.

PERS and TPAF Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. 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.

Significant Legislation - Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

□ New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ of 1% for each month that the member is under age 65. □ The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members. □ The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. □ Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.

□ The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law. □ New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78's effective date with a minimum contribution required to be at least 1.5% of salary. □ In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 (PERS) and N.J.S.A. 18:66 (TPAF) requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 6.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 6.5% and the PERS rate is 6.5% of covered payroll.

Three-Year Trend Information for PERS

<u>Year</u> <u>Funding</u>	<u>Annual</u> <u>Pension</u> <u>Cost (APC)</u>	<u>Percentage</u> <u>of APC</u> <u>Contributed</u>	<u>Net</u> <u>Pension</u> <u>Obligation</u>
6/30/2021	\$108,853	100 %	-0-
6/30/2020	\$103,072	100	-0-
6/30/2019	\$104,275	100	-0-

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8: PENSION PLANS (Continued)

Three-Year Trend Information for TPAF (Paid on-behalf of the District)

Year <u>Funding</u>	Annual Pension <u>Cost (APC)</u>	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
6/30/2021	\$1,376,946	100 %	-0-
6/30/2020	\$1,041,251	100	-0-
6/30/2019	\$925,449	100	-0-

During the fiscal year ended June 30, 2021, the State of New Jersey did contribute \$1,808,218 to the TPAF for post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District \$367,527 during the year ended June 30, 2021, for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. The PERS amounts have been included in the fund-based statements as pension expense and the TPAF on-behalf amounts have been included in fund-based statements as revenues and expenditures. The PERS and TPAF amounts have been modified and included in the District-wide financial statements in accordance with GASB Statement No. 68.

Note 9: POST-RETIREMENT BENEFITS

Plan description and benefits provided

The State provides post-retirement medical (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements.

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

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

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Note 9: POST-RETIREMENT BENEFITS-(Continued)

Total Nonemployer OPEB Liability

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education.

Actuarial assumptions and other imputes The June 30, 2021 GASB 75 reporting is based on a measurement date of June 30, 2020. The total nonemployer OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 - June 30, 2018 and July 1, 2014 - June 30, 2018, for TPAF and PERS, respectively. 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%
Salary Increases Through 2026:	1.55-4.45% TPAF 2.00-6.00% PERS Based on service years
Salary Increases Thereafter:	1.55-4.45% TPAF 3.00-7.00% PERS Based on service years
Discount rate (2020)	2.21%
Discount rate (2019)	3.50%
Healthcare cost trend rates (PPO Plans)	5.6% decreasing to 4.5% after seven years
Healthcare cost trend rates (Self-insured post 65 PPO Plans)	4.50%
Healthcare cost trend rates (HMO Plans)	5.6% decreasing to 4.5% after seven years
Healthcare cost trend rates (Prescription Drug Benefits)	7.0% decreasing to 4.5% after seven years
Healthcare cost trend rates (Medicare Part B reimbursement)	5.00%
Healthcare cost trend rates (Medicare Advantage)	4.50%
Retirees' share of benefit related Costs	Projected health insurance premiums for retirees based on the retiree's annual retirement benefit and level of coverage

The discount rate for June 30, 2020 and 2019 was 2.21% and 3.50%, respectively. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Note 9: POST-RETIREMENT BENEFITS-(Continued)

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

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

	<u>Total OPEB Liability</u>
The State's Total OPEB Liability Balance at 6/30/2019	\$41,729,081,045
<u>Changes for the year:</u>	
Service Cost	1,790,973,822
Interest on the Total OPEB Liability	1,503,341,357
Change in Benefit Terms	-
Differences Between Expected and Actual Experience	11,544,750,637
Changes of Assumptions	12,386,549,981
Gross Benefit Payments	(1,180,515,618)
Contributions from Members	<u>35,781,384</u>
Net changes	<u>26,080,881,563</u>
The State's Total OPEB Liability Balance at 6/30/2020	<u>\$67,809,962,608</u>
The State's total OPEB liability attributable to the District:	\$33,183,200

There were no changes of benefit terms.

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

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage -point lower or 1- percentage-point higher than the current discount rate:

	<u>June 30, 2020</u>		
	At 1% Decrease <u>1.21%</u>	At Discount Rate <u>2.21%</u>	At 1% Increase <u>3.21%</u>
Total OPEB Liability (School Retirees)	\$81,748,410,002	\$67,809,962,608	\$56,911,439,160

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Note 9: POST-RETIREMENT BENEFITS-(Continued)

	June 30, 2019		
	At 1% Decrease <u>2.50%</u>	At Discount Rate <u>3.50%</u>	At 1% Increase <u>4.50%</u>
Total OPEB Liability (School Retirees)	\$49,298,534,898	\$41,729,081,045	\$35,716,321,820

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the State, as well as what the State's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	June 30, 2020		
	<u>At 1% Decrease</u>	Health Care Cost <u>Trend Rate</u>	<u>At 1% Increase</u>
Total OPEB Liability (School Retirees)	\$54,738,488,540	\$67,809,962,608	\$83,375,182,975

	June 30, 2019		
	<u>At 1% Decrease</u>	Health Care Cost <u>Trend Rate</u>	<u>At 1% Increase</u>
Total OPEB Liability (School Retirees)	\$34,382,902,820	\$41,729,081,045	\$51,453,912,586

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

For the year ended June 30, 2020, the board of education recognized OPEB expense and related revenue of \$1,870,497 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

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

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences Between Expected and Actual Experience	\$10,295,318,750	(\$9,170,703,615)
Changes of assumptions or other inputs	<u>11,534,251,250</u>	<u>(7,737,500,827)</u>
Total	<u>\$21,829,570,000</u>	<u>(\$16,908,204,442)</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Note 9: POST-RETIREMENT BENEFITS-(Continued)

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

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

NOTE 10: 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). The plans, which are administered by the entities listed below, permits participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The plan administrators are as follows:

Lincoln National

NOTE 11: COMPENSATED ABSENCES

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

District instructional employees are granted sick leave in amounts under the District's contractual policies. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after initial service and become eligible after fifteen years of service and payment is based upon retirement in the state pension system.

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

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 12: RISK MANAGEMENT

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

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

NOTE 13: CONTINGENT LIABILITIES

GRANT PROGRAMS

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

LITIGATION

There are no material threatened litigations, claims or assessments, including unasserted claims and assessments known to the Board of Education.

NOTE 14: FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1)- Of the \$832,727 General Fund fund balance at June 30, 2021, \$171,567 is reserved for encumbrances; \$327,901 is reserved as excess surplus in accordance with N.J.S.A.18A:7F-7 (\$327,901 of the total reserve for excess surplus has been appropriated and included as anticipated revenue for the year ending June 30, 2022); \$338 is reserved as emergency reserve in accordance with P.L. 2007 c.62; \$677 is reserved for Capital Reserve; \$38,956 is reserved for subsequent year's expenditures has been anticipated as revenue for the year ended June 30, 2022; and \$293,288 is unreserved and undesignated.

NOTE 15: CALCULATION OF EXCESS SURPLUS

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

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at June 30, 2021:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>	
General Fund	\$ 49,311		
Special Revenue Fund		\$ 16,610	
Enterprise Fund Fund		32,701	
	<u>\$ 49,311</u>	<u>\$ 49,311</u>	

The enterprise infund balance represent cash advances to the child care fund. The special revenue interfund represents cash advances to the grants fund in anticipation of federal grant collections.

NOTE 17: CAPITAL RESERVE ACCOUNT

A capital reserve account was established by the Greenwich Township School District Board of Education by inclusion of \$1. on October 11, 2000, for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the 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. 6A:23-2.13(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

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

Beginning Balance, July 1, 2020	\$ 677
Ending Balance, June 30, 2021	<u>\$ 677</u>

NOTE 18: EMERGENCY RESERVE ACCOUNT

An emergency reserve account was established by the School District Board of Education in fiscal year 2008, for the accumulation of funds for use in accordance with PL 2007 c.62 (A1). The emergency reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

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

Beginning balance July 1, 2020	\$ 338
Ending balance June 30, 2021	<u>\$ 338</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 19: TAX ABATEMENTS

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

NOTE 20: PRIOR PERIOD ADJUSTMENT

Restatement of Prior Period:

As the Student Activities Fund does not meet the definition of a fiduciary activity prescribed in GASB No. 84 paragraph 11, the Student Activities Fund is to be reported in the special revenue fund. N.J.A.C. 6A:23A-16.12 governs the establishment and operation of the Student Activity Fund restricting expenditures within the fund and prohibiting the transfer of any unspent balances to any other fund.

Governmental Activities Net Position:

Net Position (per A-2), June 30, 2020	\$ 9,623,039
Restricted fund balance for Student Activities per GASB No. 84	<u>43,450</u>
Net Position (per A-2), June 30, 2020, as Restated	<u>\$ 9,666,489</u>

Governmental Funds:

Fund Balance (per B-2), June 30, 2020	\$ 611,111
Restricted fund balance for Student Activities per GASB No. 84	<u>43,450</u>
Fund Balance (per B-2), June 30, 2020, as Restated	<u>\$ 654,561</u>

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 10,818,606		\$ 10,818,606	\$ 10,818,606	
Tuition from Individuals	50,000		50,000	-	\$ (50,000)
Tuition from Other LEA's Within the State	-		-	-	-
Miscellaneous	115,000		115,000	652	(114,348)
Total - Local Sources	10,983,606		10,983,606	10,819,258	(164,348)
State Sources:					
Equalization Aid	4,403,957		4,403,957	4,403,957	
School Choice Aid	270,222		270,222	270,222	
Transportation Aid	134,082		134,082	134,082	
Special Education Aid	699,575		699,575	699,575	
Security Aid	90,234		90,234	90,234	
Non-Public Transportation Aid	-		-	18,581	18,581
Extraordinary Aid	50,000		50,000	278,721	228,721
TPAF Pension (On-Behalf - Non-Budgeted)				1,376,174	1,376,174
TPAF Post Retirement Medical (On-Behalf - Non-Budgeted)				431,272	431,272
TPAF Pension LTD Insurance (On-Behalf - Non-Budgeted)				772	772
TPAF Social Security (Reimbursed - Non-Budgeted)				367,527	367,527
Total State Sources	5,648,070		5,648,070	8,071,117	2,423,047
TOTAL REVENUES	16,631,676		16,631,676	18,890,375	2,258,699

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Kindergarten - Salaries of Teachers	186,962	(3,810)	183,152	183,152	
Grades 1-5 - Salaries of Teachers	1,402,827	10,087	1,412,914	1,412,914	
Grades 1-5 - Extra Comp	7,500	(3,653)	3,847	3,847	
Grades 6-8 - Salaries of Teachers	1,047,499	(15,045)	1,032,454	1,032,454	
Grades 6-8 - Extra Comp	18,000	(9,750)	8,250	8,250	
Regular Programs - Home Instruction:					
Salaries of Teachers	10,000	2,500	12,500	11,676	824
Regular Programs - Undistributed Instruction					
Purchased Technical Services	5,000		5,000	4,376	624
Other Purchased Services (400-500 series)	157,000		157,000	129,727	27,273
General Supplies	104,853	70,072	174,925	105,994	68,931
Other Objects					
TOTAL REGULAR PROGRAMS - INSTRUCTION	2,939,641	50,401	2,990,042	2,892,390	97,652
SPECIAL EDUCATION - INSTRUCTION					
Resource Room/Resource Center:					
Salaries of Teachers	1,140,827	(46,390)	1,094,437	1,094,437	
Other Salaries for Instruction	141,231	162,811	304,042	304,042	
General Supplies	2,500	(1,000)	1,500	1,500	
Total Resource Room/Resource Center	1,284,558	115,421	1,399,979	1,399,979	
Preschool Disabilities - Part Time:					
Salaries of Teachers	96,294		96,294	95,782	512
Other Salaries for Instruction					
Total Preschool Disabilities - Part Time	96,294		96,294	95,782	512

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
TOTAL SPECIAL EDUCATION - INSTRUCTION	1,380,852	115,421	1,496,273	1,495,761	512
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	331,132	(711)	330,421	327,607	2,814
Supplies and Materials	1,000		1,000		1,000
Total Basic Skills/Remedial - Instruction:	332,132	(711)	331,421	327,607	3,814
Before/After School Programs:					
Salaries of Teachers	85,000	(31,244)	53,756	53,756	
Total Before/After School Programs	85,000	(31,244)	53,756	53,756	
TOTAL INSTRUCTION	4,737,625	133,867	4,871,492	4,769,514	101,978
UNDISTRIBUTED EXPENDITURES					
Instruction:					
Tuition to Other LEAs Within the State-Regular	5,054,257		5,054,257	5,054,257	
Tuition to Other LEAs Within the State-Special	409,500	218,061	627,561	619,496	8,065
Tuition to County Voc. School Dist.-Regular	104,392	908	105,300	96,202	9,098
Tuition to Priv. Sch. For Disabled within State	687,279	(218,969)	468,310	467,706	604
Tuition to Priv. Sch. For State Facilities	18,053		18,053	18,053	
Total Instruction	6,273,481		6,273,481	6,255,714	17,767

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Health Services:					
Salaries	146,087		146,087	141,407	4,680
Purchased Professional and Technical Services	4,900		4,900	4,800	100
Supplies and Materials	2,000	607	2,607	829	1,778
Other Objects	300		300		300
Total Health Services	153,287	607	153,894	147,036	6,858
Other Supp. Services Students-Related Services:					
Salaries	129,349		129,349	125,874	3,475
Purchased Professional-Educational Services	35,000	(13,466)	21,534	10,519	11,015
Supplies and Materials	500		500		500
Total Other Supp. Services Students-Related Services	164,849	(13,466)	151,383	136,393	14,990
Other Supp. Services Students-Extra. Services:					
Purchased Professional-Educational Services	91,400	(70,000)	21,400	15,345	6,055
Total Other Supp. Services Students-Extra. Services	91,400	(70,000)	21,400	15,345	6,055
Guidance:					
Salaries of Other Professional Staff	63,463		63,463	55,612	7,851
Supplies and Materials	1,000		1,000	520	480
Total Guidance	64,463		64,463	56,132	8,331
Child Study Teams:					
Salaries of Other Professional Staff	209,457		209,457	209,457	
Salaries of Secretarial and Clerical Assistants	10,157	93	10,250	10,250	
Purchased Professional-Educational Services	65,000	834	65,834	32,785	33,049
Misc Pur Serv (400-500 series O/Than Resid Costs)					
Supplies and Materials	1,500		1,500	39	1,461
Total Child Study Teams	286,114	927	287,041	252,531	34,510
Improvement of Instructional Services:					
Salaries of Supervisor of Instruction	25,000		25,000	25,000	
Salaries of Other Professional Staff	137,460		137,460	137,335	125
Other Objects	1,500		1,500	1,356	144
Total Improvement of Instructional Services	163,960		163,960	163,691	269

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Educational Media Services/School Library:					
Salaries	102,990		102,990	89,129	13,861
Other Purchased Services (400-500 series)	1,500		1,500		1,500
Supplies and Materials	32,258		32,258	17,576	14,682
Total Educational Media Services/School Library	136,748		136,748	106,705	30,043
Instructional Staff Training Services:					
Purchased Professional-Educational Services	18,000	3,000	21,000	18,716	2,284
Other Purchased Services (400-500 series)	3,000	(3,000)			
Total Instructional Staff Training Services	21,000		21,000	18,716	2,284
Supp. Services - General Administration:					
Salaries	174,733		174,733	174,537	196
Legal Services	12,500	1,344	13,844	13,844	
Audit Fees	15,500	145	15,645	15,645	
Other Purchased Professional Services	27,600	7,000	34,600	29,081	5,519
Communications/Telephone	35,100	(1,344)	33,756	19,813	13,943
BOE Purchased Services	8,050	(7,000)	1,050	900	150
Other Purchased Services (400-500 series)	19,924		19,924	18,252	1,672
General Supplies	1,000		1,000		1,000
Miscellaneous Expenditures	2,675		2,675	2,560	115
BOE Membership Dues & Fees	7,000	(145)	6,855	6,691	164
Total Supp. Services - General Administration	304,082		304,082	281,323	22,759
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	176,896		176,896	175,668	1,228
Salaries of Other Professional Staff	32,368		32,368	32,368	
Salaries of Secretarial and Clerical Assistants	133,627		133,627	132,916	711
Supplies and Materials	4,000		4,000	2,213	1,787
Other Objects	2,000		2,000	1,868	132
Total Support Services - School Administration	348,891		348,891	345,033	3,858

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Central Services:					
Salaries	24,187		24,187	24,066	121
Purchased Professional Services	65,000		65,000	65,000	
Misc. Purchased Services (400-500 series)	4,500		4,500	4,425	75
Supplies and Materials	1,000		1,000	154	846
Total Central Services	94,687		94,687	93,645	1,042
Required Maintenance for School Facilities:					
Salaries	17,098	4,234	21,332	21,332	
Cleaning, Repair and Maintenance Services	62,000	19,245	81,245	73,145	8,100
General Supplies	10,000	4,562	14,562	13,396	1,166
Total Required Maintenance for School Facilities	89,098	28,041	117,139	107,873	9,266
Other Operations and Maintenance of Plant:					
Salaries	243,995	(65,963)	178,032	178,032	
Purchased Professional and Technical Services	2,500	(2,500)			
Cleaning, Repair and Maintenance Services	21,500	93,161	114,661	63,930	50,731
Other Purchased Property Services	47,500	(7,122)	40,378	37,818	2,560
Insurance	52,112	(296)	51,816	51,816	
General Supplies	15,000	33,421	48,421	23,806	24,615
Energy (Natural Gas)	45,000		45,000	40,287	4,713
Energy (Electricity)	262,000	(20,198)	241,802	204,552	37,250
Total Other Operations and Maintenance of Plant	689,607	30,503	720,110	600,241	119,869

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Student Transportation Services					
Sal. for Pubil Trans (Bet Home & Sch) -Reg.	17,557		17,557	17,468	89
Contracted Services - Aid in Lieu of Payments-Nonpublic Sch.	35,000	(10,818)	24,182	24,055	127
Contracted Services (Between Home and School)-Vendors	445,750	17,099	462,849	462,849	
Contracted Services (Other than Between Home and School)-Vendors	5,000	(5,000)			
Contracted Services (Special Education Students)-Vendors	475,000	(12,099)	462,901	460,326	2,575
Contracted Services (Reg. Students)-ESC's & CTSA's	30,000	(458)	29,542		29,542
Total Student Transportation Services	1,008,307	(11,276)	997,031	964,698	32,333
ALLOCATED BENEFITS					
Health Benefits	750,224	(8,822)	741,402	582,898	158,504
Tuition Reimbursement	22,500	8,822	31,322	31,322	
Health Benefits-Special Programs	605,205		605,205	605,205	
Health Benefits-Health services	68,323		68,323	68,323	
Health Benefits-Speech/OT/PT	26,415		26,415	26,415	
Health Benefits-Other Supp Serv - Guidance	40,007		40,007	40,007	
Health Benefits-Other Supp Serv - Child Study Team	120,022		120,022	120,022	
Health Benefits-Other Supp Serv - Improv. Of Instrction Services	40,007		40,007	40,007	
Health Benefits-Other Supp Serv - School Library	28,316		28,316	28,316	
Health Benefits-Operations and Maintenance of Plant	84,214		84,214	84,214	
TOTAL ALLOCATED BENEFITS	1,785,233		1,785,233	1,626,729	158,504
UNALLOCATED BENEFITS					
Regular Programs-Instruction:					
Social Security Contributions	90,000		90,000	83,008	6,992
Other Retirement Contributions - PERS	110,000		110,000	108,853	1,147
Unemployment Compensation	27,500		27,500	21,625	5,875
Workman's Compensation	55,757		55,757	54,547	1,210
Health Benefits	215,915	37,629	253,544	253,544	
Other Employee Benefits	57,700	(37,629)	20,071	9,400	10,671
Total Regular Programs-Instruction	556,872		556,872	530,977	25,895
TOTAL ALLOCATED AND UNALLOCATED BENEFITS	2,342,105		2,342,105	2,157,706	184,399

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
UNALLOCATED BENEFITS					
On-behalf TPAF pension Contrib. (non-budgeted)				1,376,174	(1,376,174)
On-behalf TPAF PRM Contrib. (non-budgeted)				431,272	(431,272)
On-behalf TPAF pension LTD Ins. (non-budgeted)				772	(772)
Reimbursed TPAF Social Security Contrib. (non-budgeted)				367,527	(367,527)
TOTAL ON-BEHALF CONTRIBUTIONS				<u>2,175,745</u>	<u>(2,175,745)</u>
TOTAL PERSONAL SERVICES-EMPLOYEE BENEFITS	<u>2,342,105</u>		<u>2,342,105</u>	<u>4,333,451</u>	<u>(1,991,346)</u>
TOTAL UNDISTRIBUTED EXPENDITURES	<u>12,232,079</u>	<u>(34,664)</u>	<u>12,197,415</u>	<u>13,878,527</u>	<u>(1,681,112)</u>
TOTAL GENERAL CURRENT EXPENSE	<u>16,969,704</u>	<u>99,203</u>	<u>17,068,907</u>	<u>18,648,041</u>	<u>(1,579,134)</u>
CAPITAL OUTLAY					
FACILITIES ACQUISITIONS AND CONSTRUCT. SVCS:					
Assessment for Debt Service on SDA Funding	32,229		32,229	32,229	
TOTAL FACILITIES ACQUISITIONS AND CONST. SVCS	<u>32,229</u>		<u>32,229</u>	<u>32,229</u>	
TOTAL CAPITAL OUTLAY	<u>32,229</u>		<u>32,229</u>	<u>32,229</u>	
TOTAL EXPENDITURES	<u>17,001,933</u>	<u>99,203</u>	<u>17,101,136</u>	<u>18,680,270</u>	<u>(1,579,134)</u>
Excess (Deficiency of Revenues Over(Under) Expenditures	<u>(370,257)</u>	<u>(99,203)</u>	<u>(469,460)</u>	<u>210,105</u>	<u>679,565</u>
Fund Balance, July 1	1,177,401		1,177,401	1,177,401	
Fund Balance, June 30	<u>\$ 807,144</u>	<u>(99,203)</u>	<u>\$ 707,941</u>	<u>\$ 1,387,506</u>	<u>\$ 679,565</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND**

Fiscal Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Budget Transfers</u>	<u>Final Budget</u>	<u>Actual</u>	Variance Final to Actual Favorable/ (Unfavorable)
Recapitulation:					
Restricted for:					
Excess Surplus				-	
Excess Reserve - Designated for Subsequent Year's Expenditures				327,901	
Capital Reserve				677	
Emergency Reserve				338	
Assigned to:					
Reserve for Encumbrances				171,567	
Designated for Subsequent Year's Expenditures				38,956	
Unassigned:					
Unrestricted Fund Balance				<u>848,067</u>	
Fund Balance per Governmental Funds(Budgetary Basis)				1,387,506	
Reconciliation to Governmental Funds Statement(GAAP Basis):					
Last State Aid Payment not recognized on GAAP basis				<u>(554,779)</u>	
Fund Balance per Governmental Funds(GAAP Basis B-2)				<u><u>\$ 832,727</u></u>	

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit C-2

**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 Favorable/ (Unfavorable)
REVENUES:					
Local Sources	\$ 3,901	\$ 11,939	\$ 15,840	\$ 15,844	\$ 4
State Sources	5,495	(1,107)	4,388	-	(4,388)
Federal Sources	291,438	200,197	491,635	342,028	(149,607)
Total Revenues	300,834	211,029	511,863	357,872	(153,991)
EXPENDITURES:					
Instruction					
Other Salaries for Instruction	30,000	-	30,000	30,000	
Other Purchased Services	26,831	193,062	219,893	70,287	149,606
Tuition	138,102	-	138,102	138,101	1
General Supplies	62,872	3,240	66,112	61,728	4,384
Total Instruction	257,805	196,302	454,107	300,116	153,991
Support Services					
Other Purchased Professional Services	31,029	(10,181)	20,848	20,848	
Supplies and Materials	12,000	10,181	22,181	22,181	
Student Activities		14,440	14,440	14,440	
Total Support Services	43,029	14,440	57,469	57,469	
Total Expenditures	300,834	210,742	511,576	357,585	153,991
Total Outflows	\$ 300,834	\$ 210,742	\$ 511,576	\$ 357,585	\$ 153,991
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)		287	287	287	
Fund Balance Beginning				-	
Prior Period Adjustment *				43,450	
Fund Balance Beginning (Restated)				43,450	
Fund Balance Ending				<u>\$ 43,737</u>	
<u>Recapitulation:</u>					
Restricted:					
Student Activities				\$ 43,737	
Total Fund Balance				<u>\$ 43,737</u>	

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

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE**

For the Fiscal Year Ended June 30, 2021

**Explanation of Differences between Budgetary Inflows and Outflows and
GAAP Revenues and Expenditures**

	General Fund	Special Revenue Fund
	<hr/>	<hr/>
Sources/Inflows of Resources		
Actual amounts (budgetary basis) "revenue"		
from the budgetary comparison schedule (Exhibits C-1 and C-2, respectively)	\$ 18,890,375	\$ 357,872
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year Encumbrances	N/A	11,742
Current Year Encumbrances	N/A	(43,456)
Adjustment for: Prior year Final State Aid Payment excluded in State Source Revenues that is considered a revenue for GAAP reporting purposes	568,873	
Adjustment for: Current Year Final State Aid Payment included in State Source Revenues that is not considered a revenue for GAAP reporting purposes	<u>(554,779)</u>	<u>-</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. (Exhibit B-2)	<u>\$ 18,904,469</u>	<u>\$ 326,158</u>
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedules (Exhibits C-1 and C-2, respectively)	\$ 18,680,270	\$ 357,585
Differences - budget to GAAP		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for <i>budgetary</i> purposes, but in the year the supplies are received for <i>financial reporting</i> purposes.		
Prior Year Encumbrances	N/A	11,742
Current Year Encumbrances	N/A	(43,456)
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	N/A	N/A
Net transfers (outflows) to general fund	<hr/>	<hr/>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (Exhibit B-2)	<u>\$ 18,680,270</u>	<u>\$ 325,871</u>

GreenwichTownship School District
Required Supplementary Information - Part III
Schedule of the District's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years *

Exhibit L-3

Teachers' Pension and Annuity Fund (TPAF)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
District's proportion of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
District's proportionate share of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
State's proportionate share of the net pension liability (asset) associated with the District	\$ 30,680,940	\$ 28,250,701	\$ 29,540,794	\$ 29,274,231	\$ 34,318,581	\$ 29,546,288	\$ 25,414,052	\$ 22,701,674		
Total	\$ 30,680,940	\$ 28,250,701	\$ 29,540,794	\$ 29,274,231	\$ 34,318,581	\$ 29,546,288	\$ 25,414,052	\$ 22,701,674		
District's covered employee payroll	\$ 5,114,274	\$ 5,050,412	\$ 5,096,103	\$ 5,017,777	\$ 4,811,413	\$ 5,016,780	\$ 4,499,358	\$ 4,436,910		
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
Plan fiduciary net position as a percentage of the total pension liability	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%		

** Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. Since the district (employer) does not contribute directly to the plan there is no net pension liability to report in the financial statements of the district.

Public Employees' Retirement System (PERS)

Exhibit L-1

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
District's proportion of the net pension liability (asset)	0.0099505%	0.0105298%	0.0104006%	0.0108929%	0.010728786%	0.0122564967%	0.0120401185%	0.0117326339%		
District's proportionate share of the net pension liability (asset)	\$ 1,622,660	\$ 1,897,311	\$ 2,047,819	\$ 2,535,691	\$ 3,177,559	\$ 2,751,338	\$ 2,254,239	\$ 2,242,339		
District's covered employee payroll	\$ 629,409	\$ 696,902	\$ 713,031	\$ 719,673	\$ 713,810	\$ 921,231	\$ 736,653	\$ 753,908		
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	257.81%	272.25%	287.20%	352.34%	445.15%	298.66%	306.01%	297.43%		
Plan fiduciary net position as a percentage of the total pension liability (Local)	58.32%	56.27%	53.60%	58.18%	40.14%	47.92%	52.08%	48.72%		

* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

**Greenwich Township School District
Required Supplementary Information - Part III
Schedule of District Contributions
Last Ten Fiscal Years ***

Exhibit L-2

Teachers' Pension and Annuity Fund (TPAF)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
Contributions in relation to the contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
Contribution deficiency (excess)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
District's covered employee payroll	\$ 5,114,274	\$ 5,050,412	\$5,096,103	\$5,017,777	\$4,811,413	\$5,016,780	\$ 4,499,358	\$ 4,436,910		
Contributions as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		

** Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. The district (employer) does not contribute to the plan.

Public Employees' Retirement System (PERS)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contribution	\$ 108,853	\$ 103,072	\$ 104,275	\$ 103,208	\$ 98,879	\$ 105,373	\$ 99,257	88,403		
Contributions in relation to the contractually required contribution	<u>(108,853)</u>	<u>(103,072)</u>	<u>(104,275)</u>	<u>(103,208)</u>	<u>(98,879)</u>	<u>(105,373)</u>	<u>(99,257)</u>	<u>(88,403)</u>		
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		
District's covered employee payroll	\$ 629,409	\$ 696,902	\$ 713,031	\$ 719,673	\$ 713,810	\$ 921,231	\$ 736,653	\$ 753,908		
Contributions as a percentage of covered-employee payroll	17.29%	14.79%	14.62%	14.34%	13.85%	11.44%	13.47%	11.73%		

* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

Greenwich Township School District
 Required Supplementary Information - Part III
 Schedule of Changes in the State's Total OPEB Liability and Related Ratios
 Last Ten Fiscal Years *

Exhibit M-1

State Health Benefit Local Education Retired Employees Plan (TPAF and PERS)

The State of New Jersey's Total OPEB Liability	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Service Cost	\$ 1,790,973,822	\$ 1,734,404,850	\$ 1,984,642,729	\$ 2,391,878,884	\$ 1,723,999,319					
Interest	1,503,341,357	1,827,787,206	1,970,236,232	1,699,441,736	1,823,643,792					
Change in Benefit Terms										
Differences Between Expected and Actual Experience	11,544,750,637	(7,323,140,818)	(5,002,065,740)							
Benefit Payments	(1,180,515,618)	(1,280,958,373)	(1,232,987,247)	(1,242,412,566)	(1,223,298,019)					
Contributions from Members	35,781,384	37,971,171	42,614,005	45,748,749	46,273,747					
Changes of Assumptions or other inputs	12,386,549,981	622,184,027	(5,291,448,855)	(7,086,599,129)	8,611,513,521					
Net change in total OPEB liability	26,080,881,563	(4,381,751,937)	(7,529,008,876)	(4,191,942,326)	10,982,132,360					
Total OPEB Liability - Beginning	\$ 41,729,081,045	\$46,110,832,982	\$53,639,841,858	\$ 57,831,784,184	\$ 46,849,651,824					
Total OPEB Liability - Ending	\$ 67,809,962,608	\$41,729,081,045	\$46,110,832,982	\$ 53,639,841,858	\$ 57,831,784,184					
The State of New Jersey's total OPEB liability **	\$ 67,809,962,608	\$41,729,081,045	\$46,110,832,982	\$ 53,639,841,858	\$ 57,831,784,184					
The State of New Jersey's OPEB liability attributable to the District **	\$ 33,183,200	\$ 19,387,774	\$ 21,823,916	\$ 24,658,281	\$ 26,581,682					
The District's proportionate share of the total OPEB liability	Zero	Zero	Zero	Zero	Zero					
District's covered employee payroll	\$ 5,743,683	\$ 5,747,314	\$ 5,809,134	\$ 5,737,450	\$ 5,525,223					
Total District's OPEB liability as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%					
District's contribution	None	None	None	None	None					
State's covered employee payroll ***	\$ 14,267,738,657	\$13,929,083,479	\$13,640,275,833	\$ 13,493,400,208	\$ 13,493,400,208					
Total State's OPEB liability as a percentage of its covered-employee payroll	475.27%	299.58%	338.05%	397.53%	428.59%					

** Note: Other Post Employment Benefits (OPEB) for employees of the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS) is considered a special funding situation as defined by GASB Statement No. 75 in which the State of New Jersey is 100% responsible for contributions to the health insurance plan. The district (employer) does not contribute to the plan and the district's OPEB liability is zero.

*** Covered payroll for the Measurement Period ending June 30, 2019 and June 30, 2020 is based on the payroll on the June 30, 2018 and June 30, 2019 census data, respectively

* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

GREENWICH TOWNSHIP SCHOOL DISTRICT

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PART III
Pension and Other Post Employment Benefits (OPEB) Schedules**

For the Fiscal Year Ended June 30, 2021

Teachers' Pension and Annuity Fund (TPAF)

Pension Schedules

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

Changes of assumptions. Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

OPEB Schedules

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

Changes of benefit terms. There were no changes of benefit terms.

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

Public Employees' Retirement System (PERS)

Pension Schedules

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

Changes of assumptions. Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020

OPEB Schedules

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

Changes of benefit terms. There were no changes of benefit terms.

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

OTHER SUPPLEMENTARY INFORMATION

**SPECIAL REVENUE FUND
DETAIL STATEMENTS**

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes.

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit E-1

SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS

For the Fiscal Year Ended June 30, 2021

	Title I Part A	Title II Part A	Title IV	IDEA Basic	IDEA Pre-Sch.	CARES Grant	CORONA Relief Fund	CRRSA Mental Health	Digital Divide	Target Grant	Student Activity	Totals
REVENUES												
Local Sources										\$ 1,117	\$ 14,727	\$ 15,844
Federal Sources	\$ 37,543	\$ 27,158	\$ 10,000	\$ 138,101	\$ 10,280	\$ 31,661	\$ 38,334	\$ 43,456	\$ 5,495			342,028
TOTAL REVENUES	37,543	27,158	10,000	138,101	10,280	31,661	38,334	43,456	5,495	1,117	14,727	357,872
EXPENDITURES:												
Instruction:												
Other Salaries for Instruction	30,000											30,000
Other Purchased Services		22,831				4,000		43,456				70,287
Tuition				138,101								138,101
General Supplies	5,043				10,280	11,640	28,153		5,495	1,117		61,728
Total Instruction	35,043	22,831		138,101	10,280	15,640	28,153	43,456	5,495	1,117		300,116
Support Services:												
Other Purchased Professional Services	2,500	4,327	10,000			4,021						20,848
Supplies and Materials						12,000	10,181					22,181
Student Activities											14,440	14,440
Total Support Services	2,500	4,327	10,000			16,021	10,181				14,440	57,469
TOTAL EXPENDITURES	37,543	27,158	10,000	138,101	10,280	31,661	38,334	43,456	5,495	1,117	14,440	357,585
Total Outflows	37,543	27,158	10,000	138,101	10,280	31,661	38,334	43,456	5,495	1,117	14,440	357,585
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-	287	287
Fund Balance Beginning	-	-	-	-	-	-	-	-	-	-	-	-
Prior Period Adjustment *	-	-	-	-	-	-	-	-	-	-	43,450	43,450
Fund Balance Beginning (Restated)	-	-	-	-	-	-	-	-	-	-	43,450	43,450
Fund Balance Ending	-	-	-	-	-	-	-	-	-	-	\$ 43,737	\$ 43,737

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

**CAPITAL PROJECTS FUND
DETAIL STATEMENTS**

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit F-1

**CAPITAL PROJECTS FUND
SUMMARY STATEMENT OF PROJECT EXPENDITURES**

For the Fiscal Year Ended June 30, 2021

	<u>Approval</u>	<u>Original</u> <u>Date</u>	<u>Original</u> <u>Appropriations</u>	<u>Revised</u> <u>Appropriations</u>	<u>Expenditures to Date</u>		<u>Unexpended</u> <u>Balance</u> <u>June 30, 2021</u>
					<u>Prior</u> <u>Years</u>	<u>Current</u> <u>Year</u>	
Solar Energy Project	Board of Education	2015	\$ 60,000	\$ 102,642	\$ 100,061	-	\$ 2,581
			<u>\$ 60,000</u>	<u>\$ 102,642</u>	<u>\$ 100,061</u>	<u>-</u>	<u>\$ 2,581</u>

Fund Balances, June 30, 2021 \$ 2,581

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit F-2

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	\$ <u>2,581</u>
Fund Balance - Ending	<u><u>\$ 2,581</u></u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit F-2a

**CAPITAL PROJECTS FUND
SCHEDULE OF PROJECT REVENUES, EXPENDITURES, PROJECT BALANCE,
AND PROJECT STATUS-BUDGETARY BASIS
SOLAR ENERGY PROJECT**

From Inception and for the Fiscal Year Ended June 30, 2021

	<u>Prior Periods</u>	<u>Current Year</u>	<u>Totals</u>	<u>Revised Authorized Costs</u>
Revenues and Other Financing Sources				
Private Contribution	\$ 102,642		\$ 102,642	\$ 102,642
Total Revenues	<u>102,642</u>	<u>-</u>	<u>102,642</u>	<u>102,642</u>
Expenditures and Other Financing Sources				
Professional Fees	\$ 60,061		\$ 60,061	62,642
Purchased Professional and Technical Services	40,000		40,000	40,000
Total Expenditures	<u>100,061</u>	<u>-</u>	<u>100,061</u>	<u>102,642</u>
Excess(deficiency) of revenues over(under) expenditures	<u>\$ 2,581</u>		<u>\$ 2,581</u>	
			<u>Project Fund Balance, 6/30/21</u>	<u>\$ 2,581</u>

Additional project information:

Project Number	N/A
Grant Date	N/A
Bond Authorization Date	N/A
Bonds Authorized	N/A
Bonds Issued	N/A
Original Authorized Cost	\$60,000
Additional Authorized Cost	\$42,642
Revised Authorized Cost	\$102,642
Percentage Increase over Original Authorized Cost	N/A
Percentage Completion	100%
Original Target Completion Date	6/30/2014
Revised Target Completion Date	6/30/2015

**PROPRIETARY FUND
DETAIL STATEMENTS**

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the district's board is that the costs of providing goods or services be financed through user charges.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5 AND B-6.

**FIDUCIARY FUND
DETAIL STATEMENTS**

Fiduciary Funds are defined by GASB No. 84 as four funds. (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds.

N/A

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit I-1

**SCHEDULE OF SERIAL BONDS
AS OF ENDED JUNE 30, 2021**

<u>ISSUE</u>	<u>DATE OF ISSUE</u>	<u>AMOUNT OF ISSUE</u>	<u>ANNUAL MATURITIES</u>		<u>INTEREST RATE</u>	<u>BALANCE July 1, 2020</u>	<u>ISSUED</u>	<u>RETIRE</u>	<u>BALANCE June 30, 2021</u>
			<u>DATE</u>	<u>AMOUNT</u>					
2013 Series School Bonds Window Replacement/Site Drainage	3/12/13	\$ 1,000,000	1/15/21	\$ 148,129	2.45%	\$ 148,129		\$ (148,129)	-
2018 Series School Bonds- Refunding 2006 School Bonds	4/5/16	2,510,000	7/1/21	430,000	2.000%	1,280,000		(415,000)	\$ 865,000
			7/1/22	435,000	2.000%				
Total						\$ 1,428,129	\$ -	\$ (563,129)	\$ 865,000

GREENWICH TOWNSHIP SCHOOL DISTRICT

Exhibit I-3

**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 Positive/ (Negative) Final to Actual</u>
REVENUES:					
Local Sources:					
Local Tax Levy	\$ 416,328		\$ 416,328	\$ 416,328	-
State Sources:					
Debt Service Aid Type II	171,879		171,879	171,879	
TOTAL REVENUES	588,207	-	588,207	588,207	-
EXPENDITURES:					
Regular Debt Service:					
Interest	25,079	-	25,079	25,079	-
Redemption of Principal	563,128		563,128	563,128	-
Total Regular Debt Service	588,207		588,207	588,207	-
TOTAL EXPENDITURES	588,207		588,207	588,207	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	2		2	2	-
Fund Balance, June 30	\$ 2	-	\$ 2	\$ 2	-
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Budgeted Fund Balance	-	-	-	-	-

Greenwich Township School District
Statistical Section

<u>Contents</u>	<u>Page</u>
Financial Trends (J-1 thru J-5) These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.	91-96
Revenue Capacity (J-6 thru J-9) These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.	97-100
Debt Capacity (J-10 thru J-13) 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.	101-104
Demographic and Economic Information (J-14 and J-15) These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.	105-106
Operating Information (J-16 thru J-20) These schedules contain service and infrastructure data to help the reader understand how the information in the district's financial report relates to the services the district provides and the activities it performs.	107-111

Sources:

Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports (ACFR) for the relevant year.

**Greenwich Township School District
Net Position by Component,
Last Ten Fiscal Years**

Exhibit J-1

(accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Invested in capital assets, net of related debt	\$ 7,235,106	\$ 7,252,593	\$ 8,165,585	\$ 8,808,908	\$ 7,140,067	\$ 10,474,985	\$ 10,474,985	\$ 10,474,985	\$ 11,539,750	\$ 11,612,220
Restricted	655,115	531,600	488,937	598,097	512,180	424,629	235,995	461,428	730,699	414,192
Unrestricted	(1,229,511)	(490,869)	(2,773,992)	(2,674,682)	(68,986)	(2,764,910)	(1,809,749)	(1,625,178)	(2,603,960)	(1,901,724)
Total governmental activities Net Position	\$ 6,660,710	\$ 7,293,324	\$ 5,880,530	\$ 6,732,323	\$ 7,583,261	\$ 8,134,704	\$ 8,901,231	\$ 9,311,235	\$ 9,666,489	\$ 10,124,688
Business-type activities										
Invested in capital assets, net of related debt	\$ 57,812	\$ 40,339	\$ 29,166	\$ 17,993	\$ 6,820	\$ -	\$ -	\$ -	\$ -	\$ 5,328
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	110,147	92,250	161,445	287,971	343,939	260,467	249,136	238,394	143,603	93,800
Total business-type activities Net Position	\$ 167,959	\$ 132,589	\$ 190,611	\$ 305,964	\$ 350,759	\$ 260,467	\$ 249,136	\$ 238,394	\$ 143,603	\$ 99,128
District-wide										
Invested in capital assets, net of related debt	\$ 7,292,918	\$ 7,292,932	\$ 8,194,751	\$ 8,826,901	\$ 7,146,887	\$ 10,474,985	\$ 10,474,985	\$ 10,474,985	\$ 11,539,750	\$ 11,617,548
Restricted	655,115	531,600	488,937	598,097	512,180	424,629	235,995	461,428	730,699	414,192
Unrestricted	(1,119,364)	(398,619)	(2,612,547)	(2,386,711)	274,953	(2,504,443)	(1,560,613)	(1,386,784)	(2,460,357)	(1,807,924)
Total District-wide Net Position	\$ 6,828,669	\$ 7,425,913	\$ 6,071,141	\$ 7,038,287	\$ 7,934,020	\$ 8,395,171	\$ 9,150,367	\$ 9,549,629	\$ 9,810,092	\$ 10,223,816

Source: ACFR Schedule A-1

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

Exhibit J-2

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities										
Instruction										
Regular	\$ 4,794,881	\$ 4,770,961	\$ 4,547,184	\$ 5,054,540	\$ 6,647,145	\$ 6,316,785	\$ 6,801,105	\$ 6,075,293	\$ 5,578,064	\$ 6,499,770
Special education	1,509,108	1,855,193	1,930,427	2,237,095	1,653,607	2,519,922	2,613,850	2,591,225	2,468,305	2,774,613
Other special instruction	302,293	463,309	514,232	615,294	358,256	318,207	331,020	341,450	398,718	381,363
Support Services:										
Tuition	3,073,629	4,423,854	5,576,032	6,192,453	6,094,356	6,379,571	5,982,457	5,813,382	6,136,598	6,255,714
Student & instruction related services	1,327,221	1,156,456	1,337,037	1,485,340	1,358,716	1,591,344	2,020,251	2,008,199	1,812,694	1,950,755
School administrative service	441,338	456,518	462,909	514,634	554,649	686,669	749,682	678,239	601,556	733,849
General and business admin. services	584,406	507,416	517,752	407,055	515,740	591,232	670,286	604,339	602,129	632,672
Plant operations and maintenance	952,956	720,048	747,741	829,021	823,458	939,580	1,089,159	1,083,350	1,054,282	1,036,468
Pupil transportation	653,682	681,102	738,955	733,554	795,714	796,786	818,567	816,514	1,049,194	964,698
Capital Outlay			84,736	88,490						
Interest on long-term debt	542,629	473,999	423,158	254,828	253,632	253,825	145,612	124,895	113,239	100,883
Total governmental activities expenses	14,182,143	15,508,856	16,880,163	18,412,304	19,055,273	20,393,921	21,220,989	20,136,886	19,814,779	21,330,785
Business-type activities:										
Food service	208,907	194,613	188,881	185,001	188,665	206,587	179,456	220,471	160,047	103,473
Shared Services					56,000	56,000	7,000	-	-	-
Child Care	189,258	182,768	155,437	166,676	228,865	347,381	319,656	256,172	321,852	126,104
Total business-type activities expense	398,165	377,381	344,318	351,677	473,530	609,968	506,112	476,643	481,899	229,577
Total district expenses	\$ 14,580,308	\$ 15,886,237	\$ 17,224,481	\$ 18,763,981	\$ 19,528,803	\$ 21,003,889	\$ 21,727,101	\$ 20,613,529	\$ 20,296,678	\$ 21,560,362
Program Revenues										
Governmental activities:										
Charges for services:										
Business and other support services					74,714	91,528	\$ 91,476	\$ 78,450	\$ 4,634	\$ 14,727
Operating grants and contributions	7,556,109	2,247,628	\$ 2,168,851	\$ 3,341,636	\$ 9,439,208	\$ 10,169,896	10,893,961	9,688,093	9,083,016	10,537,554
Capital grants and contributions	-	-	690,837	42,642	-	-	-	-	-	-
Total governmental activities program revenues	7,556,109	2,247,628	2,859,688	3,384,278	9,513,922	10,261,424	10,985,437	9,766,543	9,087,650	10,552,281
Business-type activities:										
Charges for services										
Business and other support services	308,221	297,733	355,902	417,293	466,928	476,258	451,600	418,786	343,740	96,872
Operating grants and contributions	45,423	50,066	45,886	48,891	41,614	43,211	42,746	46,467	42,943	88,223
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business type activities program revenues	353,644	347,799	401,788	466,184	508,542	519,469	494,346	465,253	386,683	185,095
Total district program revenues	\$ 7,909,753	\$ 2,595,427	\$ 3,261,476	\$ 3,850,462	\$ 10,022,464	\$ 10,780,893	\$ 11,479,783	\$ 10,231,796	\$ 9,474,333	\$ 10,737,376
Net (Expense)/Revenue										
Governmental activities	\$ (6,626,034)	\$ (13,261,228)	\$ (14,020,475)	\$ (15,028,026)	\$ (9,541,351)	\$ (10,132,497)	\$ (10,235,552)	\$ (10,370,343)	\$ (10,727,129)	\$ (10,778,504)
Business-type activities	(44,521)	(29,582)	57,470	114,507	35,012	(90,499)	(11,766)	(11,390)	(95,216)	(44,482)
Total district-wide net expense	\$ (6,670,555)	\$ (13,290,810)	\$ (13,963,005)	\$ (14,913,519)	\$ (9,506,339)	\$ (10,222,996)	\$ (10,247,318)	\$ (10,381,733)	\$ (10,822,345)	\$ (10,822,986)

Continued

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

Exhibit J-2

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 6,981,458	\$ 7,121,087	\$ 7,933,509	\$ 9,192,179	\$ 9,376,022	\$ 9,692,044	\$ 9,988,187	\$ 10,398,506	\$ 10,606,476	\$ 10,818,606
Taxes levied for debt service	1,117,623	1,126,717	1,133,532	991,034	958,465	976,156	994,162	360,409	417,030	416,328
Investment earnings	11,971	507	507	382	6,276	13,077	16,231	17,501	13,962	652
Miscellaneous income	159,511	95,921	57,331	75,484	43,578	2,663	3,499	3,931	1,465	1,117
Federal and State Aid for Capital Assets Projects	-	5,549,610	5,725,141	5,620,740						
Transfers	-									
Total governmental activities	8,270,563	13,893,842	14,850,020	15,879,819	10,384,341	10,683,940	11,002,079	10,780,347	11,038,933	11,236,703
Business-type activities:										
Investment earnings		512	552	846	9,783	207	435	648	425	7
Transfers	6,712	(6,300)	-	-	-	-	-	-	-	-
Total business-type activities	6,712	(5,788)	552	846	9,783	207	435	648	425	7
Total district-wide	\$ 8,277,275	\$ 13,888,054	\$ 14,850,572	\$ 15,880,665	\$ 10,394,124	\$ 10,684,147	\$ 11,002,514	\$ 10,780,995	\$ 11,039,358	\$ 11,236,710
Change in Net Position										
Governmental activities	\$ 1,644,529	\$ 632,614	\$ 829,545	\$ 851,793	\$ 842,990	\$ 551,443	\$ 766,527	\$ 410,004	\$ 311,804	\$ 458,199
Business-type activities	(37,809)	(35,370)	58,022	115,353	44,795	(90,292)	(11,331)	(10,742)	(94,791)	(44,475)
Total district	\$ 1,606,720	\$ 597,244	\$ 887,567	\$ 967,146	\$ 887,785	\$ 461,151	\$ 755,196	\$ 399,262	\$ 217,013	\$ 413,724

Source: ACFR Schedule A-2

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

Exhibit J-3

	Fiscal Year Ending June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Reserved	\$ 1,151,694	\$ 875,466	\$ 376,220	\$ 477,363	\$ 540,369	\$ 482,749	\$ 291,793	\$ 686,979	\$ 798,406	\$ 539,439
Unreserved			(234,358)	(222,216)	(271,081)	(258,597)	(186,643)	(234,103)	(189,878)	293,288
Total general fund	<u>\$ 1,151,694</u>	<u>\$ 875,466</u>	<u>\$ 141,862</u>	<u>\$ 255,147</u>	<u>\$ 269,288</u>	<u>\$ 224,152</u>	<u>\$ 105,150</u>	<u>\$ 452,876</u>	<u>\$ 608,528</u>	<u>\$ 832,727</u>
All Other Governmental Funds										
Reserved	\$ 12,734	\$ 26,122	\$ 112,717	\$ 120,734	\$ 2,510,000	-	-	-	\$ 43,450	\$ 43,737
Unreserved, reported in:										
Debt service fund					34,139	\$ 57,180	\$ 57,180	-	2	2
Capital projects fund	(1,474,509)	(567,689)		17,581	74,761	2,581	2,581	\$ 2,581	2,581	2,581
Special Revenue Fund					-	-	-	-	-	-
Total all other governmental funds	<u>\$ (1,461,775)</u>	<u>\$ (541,567)</u>	<u>\$ 112,717</u>	<u>\$ 138,315</u>	<u>\$ 2,618,900</u>	<u>\$ 59,761</u>	<u>\$ 59,761</u>	<u>\$ 2,581</u>	<u>\$ 46,033</u>	<u>\$ 46,320</u>

Greenwich Township School District
Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

Exhibit J-4

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Tax levy	\$ 8,099,081	\$ 8,247,804	\$ 9,067,041	\$ 10,183,213	\$ 10,334,487	\$ 10,668,200	\$ 10,982,349	\$ 10,758,915	\$ 11,023,506	\$ 11,234,934
Tuition	4,920	19,289	15,585	43,484	74,714	91,528	91,476	78,450	4,634	-
Miscellaneous	166,562	77,138	102,253	75,024	49,854	15,740	19,730	21,432	15,427	16,496
State sources	7,113,457	7,553,303	8,286,176	7,636,888	7,776,416	7,888,435	8,145,219	7,930,918	8,076,063	8,257,090
Federal sources	442,652	243,936	238,653	210,706	208,007	192,166	209,479	205,587	174,204	310,314
Total revenue	15,826,672	16,141,470	17,709,708	18,149,315	18,443,478	18,856,069	19,448,253	18,995,302	19,293,834	19,818,834
Expenditures										
Instruction										
Regular Instruction	3,044,046	2,911,420	2,776,111	2,695,108	4,878,392	3,798,792	3,973,859	3,712,670	3,582,682	3,775,012
Special education instruction	1,106,324	1,284,941	1,315,262	1,315,597	1,274,547	1,922,463	1,916,015	2,025,645	2,011,080	2,100,966
Other special instruction	221,610	294,946	332,254	341,710	358,256	318,207	331,020	341,450	398,718	381,363
Support Services:										
Tuition	3,073,629	4,423,854	5,576,032	6,192,453	6,094,356	6,379,571	5,982,457	5,813,382	6,136,598	6,255,714
Student & instruction related services	972,983	894,425	1,032,447	1,004,569	979,656	993,885	1,321,416	1,442,619	1,353,974	1,277,108
School administrative services	323,544	321,521	323,614	328,411	335,863	341,827	346,905	351,797	337,654	345,033
Other administrative services	428,427	417,321	454,039	331,489	370,730	362,674	403,329	387,976	427,217	374,968
Plant operations and maintenance	698,610	645,944	672,496	673,900	686,080	723,051	836,252	878,375	888,576	792,328
Pupil transportation	653,682	681,102	726,223	725,383	795,714	796,786	818,567	816,514	1,049,194	964,698
Unallocated employee benefits	2,799,639	2,666,250	2,676,282	2,774,880	1,106,574	1,737,837	2,078,811	2,272,620	2,330,565	2,706,722
Summer School					-	-	-	-	-	-
Charter School					-	-	-	16,508	-	-
Capital Outlay	1,383,592	130,865	94,818	88,490	38,197	47,229	32,229	57,229	33,724	32,229
Debt service:										
Principal	1,360,000	1,385,000	1,410,000	1,272,692	1,364,379	3,866,086	1,452,815	539,565	551,335	563,128
Interest and other charges	497,458	439,901	399,450	265,750	176,008	171,936	73,580	48,406	36,863	25,079
Total expenditures	16,563,544	16,497,490	17,789,028	18,010,432	18,458,752	21,460,344	19,567,255	18,704,756	19,138,180	19,594,348
Excess (Deficiency) of revenues over (under) expenditures	(736,872)	(356,020)	(79,320)	138,883	(15,274)	(2,604,275)	(119,002)	290,546	155,654	224,486
Other Financing Sources (uses)										
Bond Proceeds		1,000,000		-	2,510,000	-	-	-	-	-
Transfers in										
Transfers out										
Total other financing sources (uses)	-	1,000,000	-	-	2,510,000	-	-	-	-	-
Net change in fund balances	\$ (736,872)	\$ 643,980	\$ (79,320)	\$ 138,883	\$ 2,494,726	\$ (2,604,275)	\$ (119,002)	\$ 290,546	\$ 155,654	\$ 224,486
Debt service as a percentage of noncapital expenditures	12.2%	11.2%	10.2%	8.6%	8.4%	18.9%	7.8%	3.2%	3.1%	3.0%

Source: ACFR Schedule B-2

GREENWICH TOWNSHIP SCHOOL DISTRICT

GENERAL FUND OTHER LOCAL REVENUE BY SOURCE

LAST TEN FISCAL YEARS

UNAUDITED

Exhibit J-5

<u>Fiscal Year</u> <u>Ended June 30,</u>	<u>Interest on</u> <u>Investments</u>	<u>Refund</u> <u>Prior Year</u> <u>Expenditures</u>	<u>Tuition</u>	<u>Miscellaneous</u>	<u>Total</u>
2012	\$ 11,971	\$ 2,469	\$ 4,920	\$ 141,057	\$ 160,417
2013	6,322	10,665	19,289	49,596	85,872
2014	507		15,585	40,422	56,514
2015	382		43,484	29,544	73,410
2016	6,276	14,842	74,714	26,646	122,478
2017	13,077		91,528	1	104,606
2018	16,231		91,476	-	107,707
2019	17,501		78,450	1,396	97,347
2020	13,962		4,634	-	18,596
2021	652		-	-	652

SOURCE: District Records

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

Exhibit J-6

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Total Assessed Value	Less: Tax-Exempt Property	Public Utilities a	Net Valuation Taxable	Total Direct School Tax Rate b	Estimated Actual (County Equalized Value)
2012	\$2,265,100	\$476,841,900	\$11,692,900	\$1,825,400	\$91,303,500	\$14,947,300	\$613,741,836	\$13,260,050	\$1,605,686	\$600,481,786	\$1.378	\$763,817,299
2013	1,552,300	475,689,290	12,020,700	2,116,900	91,446,700	14,947,300	612,556,317	13,171,760	1,612,367	599,384,557	1.403	718,538,826
2014	1,552,300	475,715,790	11,490,900	2,106,900	90,038,300	14,947,300	610,871,950	13,545,860	1,474,600	597,326,090	1.824	698,679,281
2015	1,584,900	476,451,890	11,255,500	2,107,500	88,842,100	13,379,500	608,767,965	13,844,360	1,302,215	594,923,605	1.737	662,008,327
2016	1,763,700	477,120,490	10,995,300	2,105,300	88,853,100	13,379,500	608,870,100	13,844,360	808,350	595,025,740	1.794	692,237,632
2017	1,584,900	477,897,690	11,109,300	2,080,000	89,248,300	12,949,100	609,567,221	13,955,160	742,771	595,612,061	1.834	683,881,544
2018	1,437,300	478,179,390	12,433,600	1,857,100	91,272,300	12,949,100	613,411,807	14,540,660	742,357	598,871,147	1.797	681,350,527
2019	1,437,300	478,381,490	11,400,500	1,863,600	92,023,700	12,949,100	614,500,914	15,786,460	658,764	598,714,454	1.797	726,446,930
2020	1,519,500	479,806,090	11,110,300	1,747,600	92,242,400	11,060,800	614,928,073	16,766,660	674,723	598,161,413	1.888	708,869,683
2021	1,466,300	477,239,790	11,304,200	1,912,380	91,550,700	11,060,800	612,860,617	17,646,860	679,587	595,213,757	1.888	704,516,106

Source: District records Tax list summary & Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each county board of taxation.

Reassessment occurs when ordered by the County Board of Taxation

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

b Tax rates are per \$100

**Greenwich Township School District
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years**

Exhibit J-7

(rate per \$100 of assessed value)

Fiscal Year Ended June 30,	Greenwich Township Board of Education						Total Direct and Overlapping Tax Rate
	Basic Rate ^a	General Obligation Debt Service ^b	Total Direct	Greenwich Township	Library	Warren County	
2012	\$1.162	\$0.186	\$1.348	\$0.478	\$0.062	\$0.749	\$2.637
2013	\$1.190	\$0.188	\$1.378	\$0.480	\$0.040	\$0.775	\$2.673
2014	\$1.228	\$0.175	\$1.403	\$0.480	\$0.040	\$0.792	\$2.715
2015	\$1.646	\$0.178	\$1.824	\$0.482	\$0.040	\$0.859	\$3.205
2016	\$1.576	\$0.161	\$1.737	\$0.484	\$0.040	\$0.856	\$3.117
2017	\$1.630	\$0.164	\$1.794	\$0.504	\$0.040	\$0.838	\$3.176
2018	\$1.668	\$0.166	\$1.834	\$0.514		\$0.868	\$3.216
2019	\$1.737	\$0.060	\$1.797	\$0.554		\$0.887	\$3.238
2020	\$1.773	\$0.070	\$1.843	\$0.583		\$0.832	\$3.258
2021	\$1.818	\$0.070	\$1.888	\$0.611		\$0.832	\$3.331

Source: District Records and Municipal Tax Collector

Note:

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

a The district's basic tax rate is calculated from the A4F form which is submitted with the budget and the Net valuation taxable.

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

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

Exhibit J-8

Taxpayer	2021			2011		
	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Phillipsburg Greenwich LLC	\$ 19,715,623	1	3.31%			
Greenwich Station	19,365,884	2	3.25%	19,485,500	1	
Lowe's Home Centers, Inc.	13,166,277	3	2.21%	14,295,500	2	
QUVA Pharma, Inc.	9,878,177	4	1.66%			
Target Corp.	9,441,682	5	1.59%	10,000,000	5	
Greenwich Commons, II, LLC	4,374,977	6	0.74%	3,250,000	6	
Taxpayer #1	3,781,443	7	0.64%			
OM Dutt, LLC	2,374,235	8	0.40%			
Bloomsbury Squire	2,259,842	9	0.38%			
KAWA Solar Landco LLC	2,119,210	10	0.36%			0.59%
Inland Western Pburg Greenwich, LLC				14,000,000	3	4.25%
Medarex, Inc.				11,467,800	4	1.35%
Starwood, Ceruzzi Phillipsburg, LLC				7,202,600	6	0.82%
OM SAI, Inc.				2,388,900	8	0.77%
Polaris Warren, LLC				2,130,400	9	0.64%
Rellum Realty				1,987,800	10	0.45%
Total	<u>\$ 86,477,350</u>		<u>14.53%</u>	<u>86,208,500</u>		<u>8.87%</u>

Source: District ACFR & Municipal Tax Assessor

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

Exhibit J-9

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2012	\$8,099,081	\$8,099,081	100.00%	-
2013	\$8,247,804	\$8,247,804	100.00%	-
2014	\$9,067,041	\$9,067,041	100.00%	-
2015	\$10,183,213	\$10,183,213	100.00%	-
2016	\$10,334,487	\$10,334,487	100.00%	-
2017	\$10,668,200	\$10,668,200	100.00%	-
2018	\$10,982,349	\$10,982,349	100.00%	-
2019	\$10,758,915	\$10,758,915	100.00%	-
2020	\$11,023,506	\$11,023,506	100.00%	-
2021	\$11,234,934	\$11,234,934	100.00%	-

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

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

**Greenwich Township School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Exhibit J-10

Fiscal Year Ended June 30,	Governmental Activities				Business-Type Activities	Total District	Percentage of Personal Income ^a	Per Capita ^a
	General Obligation Bonds ^b	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2012	\$9,645,000	-0-	-0-	\$1,864,800	-0-	\$11,509,800	4.40%	\$2,032
2013	\$9,260,000	-0-	-0-	\$864,800	-0-	\$10,124,800	3.88%	\$1,803
2014	\$7,850,000	-0-	-0-	\$864,800	-0-	\$8,714,800	3.22%	\$1,568
2015	\$6,692,308	-0-	-0-	-0-	-0-	\$6,692,308	2.37%	\$1,205
2016	\$7,837,929	-0-	-0-	-0-	-0-	\$7,837,929	2.77%	\$1,411
2017	\$3,971,843	-0-	-0-	-0-	-0-	\$3,971,843	1.41%	\$718
2018	\$2,519,028	-0-	-0-	-0-	-0-	\$2,519,028	0.88%	\$455
2019	\$1,979,464	-0-	-0-	-0-	-0-	\$1,979,464	0.68%	\$362
2020	\$1,428,129	-0-	-0-	-0-	-0-	\$1,428,129	0.47%	\$262
2021	\$865,000	-0-	-0-	-0-	-0-	\$865,000	0.27%	\$159

Source: District ACFR Schedules I-1, I-2

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

- a** See Exhibit NJ J-14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- b** Includes Early Retirement Incentive Plan (ERIP) refunding

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

Exhibit J-11

<u>General Bonded Debt Outstanding</u>					
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
2012	\$9,645,000	-0-	\$9,645,000	1.61%	\$2,032
2013	\$9,260,000	-0-	\$9,260,000	1.54%	\$1,803
2014	\$7,850,000	-0-	\$7,850,000	1.31%	\$1,568
2015	\$6,692,308	-0-	\$6,692,308	1.12%	\$1,205
2016	\$7,837,929	-0-	\$7,837,929	1.32%	\$1,411
2017	\$3,971,843	-0-	\$3,971,843	0.67%	\$718
2018	\$2,519,028	-0-	\$2,519,028	0.42%	\$455
2019	\$1,979,464	-0-	\$1,979,464	0.33%	\$362
2020	\$1,428,129	-0-	\$1,428,129	0.24%	\$262
2021	\$865,000	-0-	\$865,000	0.15%	\$159

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

a See Exhibit NJ J-6 for property tax data.

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

**Greenwich Township School District
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2021**

Exhibit J-12

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Township of Greenwich	\$ 3,106,875	100.000%	\$ 3,106,875
Other debt			
Warren County	1,765,000	6.302%	<u>111,226</u>
Subtotal, overlapping debt			3,218,101
Greenwich Township School District Direct Debt			<u>865,000</u>
Total direct and overlapping debt			<u><u>\$ 4,083,101</u></u>

Sources: Township Finance Officer, Warren County Finance Office and Utility Authorities

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

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

**Greenwich Township School District
Legal Debt Margin Information,
Last Ten Fiscal Years**

Exhibit J-13

Legal Debt Margin Calculation for Fiscal Year 2021

Equalized valuation basis

2018	707,758,213
2019	706,923,766
2020	718,716,024
[A]	\$ 2,133,398,003

Average equalized valuation of taxable property **[A/3]** \$ 711,132,668

Debt limit (3 % of average equalization value) **[B]** 21,333,980

Net school debt **[C]** 865,000

Legal debt margin **[B-C]** \$ 20,468,980

Fiscal Year

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Debt limit	\$22,718,021	\$21,705,236	\$20,768,196	\$20,486,109	\$20,340,027	\$20,468,160	\$20,819,488	\$21,084,213	\$21,395,109	\$ 21,333,980
Total net debt applicable to limit	<u>11,611,658</u>	<u>10,226,658</u>	<u>8,816,658</u>	<u>6,794,166</u>	<u>7,837,929</u>	<u>3,971,843</u>	<u>2,519,028</u>	<u>1,979,464</u>	<u>1,428,129</u>	<u>865,000</u>
Legal debt margin	<u>\$11,106,363</u>	<u>\$11,478,578</u>	<u>\$11,951,538</u>	<u>\$13,691,943</u>	<u>\$12,502,098</u>	<u>\$16,496,317</u>	<u>\$18,300,460</u>	<u>\$19,104,749</u>	<u>\$19,966,980</u>	<u>\$20,468,980</u>
Total net debt applicable to the limit as a percentage of debt limit	51.11%	47.12%	42.45%	33.16%	38.53%	19.40%	12.10%	9.39%	6.68%	4.05%

Source: Abstract of Ratables and District Records ACFR Schedule J-7

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

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

Exhibit J-14

<u>Year</u>	<u>Population^a</u>	<u>Personal Income (thousands of dollars) ^b</u>	<u>Per Capita Personal Income^c</u>	<u>Unemployment Rate^d</u>
2012	5,660	\$ 266,108,816	\$47,099 R	8.9%
2013	5,614	\$ 266,502,656	\$47,606 R	9.3%
2014	5,564	\$ 272,827,224	\$49,212 R	5.5%
2015	5,559	\$ 282,562,336	\$51,146 R	4.5%
2016	5,549	\$ 285,216,624	\$52,006 R	4.3%
2017	5,505	\$ 294,581,093	\$53,669 R	3.9%
2018	5,479	\$ 293,564,004	\$55,448 R	3.4%
2019	5,471	\$ 293,028,694	\$57,854 R	3.1%
2020	5,452	\$ 305,067,636	\$57,854 *	7.7%
2021	5,451	\$ 315,362,154	\$57,854 *	*

Source:

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

^b Personal Income provided by US Dept of Commerce

^c Per Capita provided by US Dept of Commerce

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

R =Revised

P =Projected

* Current data unavailable

**Greenwich Township School District
Principal Employers,
Current Year and Nine Years Ago**

**Exhibit J-15
N/A**

Employer	2021			2012		
	Employees	Rank (Optional)	Percentage of Total Employment	Employees	Rank (Optional)	Percentage of Total Employment
		1	0.00%			0.00%
		2	0.00%			0.00%
		3	0.00%			0.00%
		4	0.00%			0.00%
		5	0.00%			0.00%
		6	0.00%			0.00%
		7	0.00%			0.00%
		8	0.00%			0.00%
		9	0.00%			0.00%
		10	0.00%			0.00%
	<hr/>		<hr/>	<hr/>		<hr/>
	-		0.00%	-		0.00%

Source:
No reliable information is available at the local or county level.

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

Exhibit J-16

<u>Function/Program</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Instruction										
Regular	47	46	46	49	49	49	49	49	41	41
Special education	33	29	29	25	27	27	27	27	27	27
Other special education										
Support Services:										
Student & instruction related services	14	15	14	15	15	15	15	15	15	15
School administrative services	5	5	6	7	7	7	7	7	7	7
Business administrative services	2	2	2	2	2	2	2	2	2	2
Central Services and admin IT	2	2	1	1	1	1	1	1	1	1
Plant operations and maintenance	7	7	7	7	7	6.5	6.5	6.5	6.5	6.5
Food Service										
Total	110	106	105	106	108	108	108	107.5	99.5	99.5

Source: District Personnel Records

**Greenwich Township School District
Operating Statistics
Last Ten Fiscal Years**

Exhibit J-17

Fiscal Year	Enrollment ^d	Operating Expenditures ^a	Cost Per Pupil	Percentage Change	Teaching Staff ^b	Pupil/Teacher Ratio		Average Daily Enrollment (ADE) ^c	Average Daily Attendance (ADA) ^c	% Change in Average Daily Enrollment	Student Attendance Percentage
						Elementary & Middle					
2012	870	\$13,322,494	15,313	5.16%	80	10.9		870.7	838.3	-3.88%	96.3%
2013	854	14,541,724	17,028	11.20%	77	11.1		854.2	821.6	-1.90%	96.2%
2014	816	15,884,760	19,467	14.32%	75	10.9		811.9	786.2	-4.95%	96.8%
2015	817	16,383,500	20,053	3.01%	74	11.0		811.5	779.3	-0.05%	96.0%
2016	760	16,918,365	22,261	11.01%	74	10.3		760.9	731.8	-6.24%	96.2%
2017	738	17,422,322	23,607	6.05%	72	10.3		728.3	698.9	-4.28%	96.0%
2018	719	18,040,860	25,092	6.29%	77	9.3		716.9	690.0	-1.57%	96.2%
2019	709	18,116,785	25,553	1.84%	73	9.7		701.3	672.5	-2.18%	95.9%
2020	706	18,549,982	26,275	2.83%	75	9.4		708.7	677.1	1.06%	95.5%
2021	662	19,006,141	28,710	9.27%	75	8.8		646.2	621.5	-8.81%	96.2%

Sources: District records, ASSA and Schedule J-4

Note: Enrollment based on annual October district count.

- a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-2
- b Teaching staff includes only full-time equivalents of certificated staff.
- c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).
- d Enrollment for FY2009 forward includes student counts for tuition students.

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

Exhibit J-18

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<u>District Building</u>										
<u>Elementary</u>										
GREENWICH (2001)										
Square Feet	91,146	91,146	91,146	91,146	91,146	91,146	91,146	91,146	91,146	91,146
Capacity (students)	720	720	720	720	720	720	720	720	720	720
Enrollment	557	546	505	520	488	475	452	446	458	413
<u>Middle School</u>										
STEWARTSVILLE (1969)										
Square Feet	54,815	54,815	54,815	54,815	54,815	54,815	54,815	54,815	54,815	54,815
Capacity (students)	400	400	400	400	400	400	400	400	400	400
Enrollment	313	308	311	297	272	263	267	263	248	249

Number of Schools at June 30, 2021

Source: District records, ASSA

Elementary = 1

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

GREENWICH TOWNSHIP SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
Last Ten Fiscal Years Ending June 30, 2021

Exhibit J-19

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

<u>School Facilities</u>	<u>Project #</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>Total</u>
Stewartsville School	070	\$ 48,729	\$ 20,076	\$ 55,804	\$ 52,738	\$ 77,401	\$ 77,401	\$ 77,401				\$ 409,550
Greenwich School	999	<u>44,297</u>	<u>29,401</u>	<u>40,227</u>	<u>12,412</u>	<u>39,027</u>	<u>7,862</u>	<u>(7,230)</u>	<u>117,425</u>	<u>128,102</u>	<u>107,873</u>	<u>519,396</u>
Total School Facilities		93,026	49,477	96,031	65,150	116,428	85,263	70,171	117,425	128,102	107,873	519,396
Other Facilities		<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>
Grand Total		<u>\$ 93,026</u>	<u>\$ 49,477</u>	<u>\$ 96,031</u>	<u>\$ 65,150</u>	<u>\$ 116,428</u>	<u>\$ 85,263</u>	<u>\$ 70,171</u>	<u>\$ 117,425</u>	<u>\$ 128,102</u>	<u>\$ 107,873</u>	<u>\$ 519,396</u>

GREENWICH TOWNSHIP SCHOOL DISTRICT

INSURANCE SCHEDULE

JUNE 30, 2021

UNAUDITED

Exhibit J-20

<u>POLICY TYPE</u>	<u>COVERAGE</u>	<u>DEDUCTIBLE</u>
COMPREHENSIVE PACKAGE POLICY - School Alliance Insurance Fund		
Property-Blanket Building and Contents	\$ 250,000,000	\$ 2,500
Employee Dishonesty (Per Loss)	400,000	1,000
Money and Securities (in and out)	2,500,000	1,000
Comprehensive General Liability:		
Occurrence Limit	5,000,000	1,000
Comprehensive Automobile Liability	5,000,000	1,000
Workers' Compensation	5,000,000	1,000
Forgery	50,000	1,000
Computer Fraud	50,000	1,000
PUBLIC EMPLOYEES' FAITHFUL PERFORMANCE		
BLANKET POSITION BOND - Selective Insurance Company		
School Board Secretary/School Business Administrator	195,000	
Treasurer of School Monies	200,000	

SOURCE: District Records

Single Audit Section



ARDITO & COMPANY LLC

1110 Harrison Street, Suite C
 Frenchtown, New Jersey 08825-1192
 908-996-4711 Fax: 908-996-4688
 e-mail: anthony@arditoandcompany.com

Anthony Ardito, CPA, RMA, CMFO, PSA

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditor's Report

Honorable President and
 Members of the Board of Education
 Greenwich Township School District
 County of Warren
 Stewartsville, New Jersey 08886

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Greenwich Township School District Board of Education in the County of Warren, State of New Jersey, as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Greenwich Township School District Board of Education's basic financial statements, and have issued our report thereon dated January 26, 2022.

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) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

-Continued-

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

Compliance and Other Matters

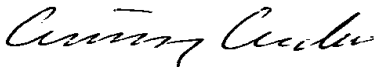
As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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** or audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and for New Jersey Department of Education use, and not to provide an opinion on the effectiveness of the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



ARDITO & COMPANY LLC
January 26, 2022



Licensed Public School Accountant No.2369



ARDITO & COMPANY LLC

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Anthony Ardito, CPA, RMA, CMFO, PSA

Report on Compliance For Each Major Program and Report on Internal Control Over Compliance Required by New Jersey OMB Circular 15-08

Independent Auditor's Report

Honorable President and
 Members of the Board of Education
 Greenwich Township School District
 County of Warren
 Stewartsville, New Jersey 08886

Report on Compliance for Each Major State Program

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

Management's Responsibility

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

Auditor's 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 as prescribed by the Division of Finance, Department of Education, State of New Jersey; and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*. Those standards and New Jersey OMB Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major 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.

-Continued-

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.

Opinion on Each Major State Program

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

Report on Internal Control Over Compliance

Management of the Greenwich Township School District Board of Education is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the 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 New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Greenwich Township School District Board of Education's internal control over compliance.

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

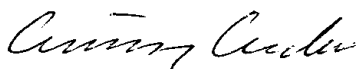
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any 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 New Jersey OMB Circular 15-08, and for New Jersey Department of Education use. Accordingly, this report is not suitable for any other purpose.



ARDITO & COMPANY LLC

January 26, 2022



Licensed Public School Accountant No.2369

GREENWICH TOWNSHIP SCHOOL DISTRICT

K-3

Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2021

Schedule A

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA No.	FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period		Balance At June 30, 2020	Carryover/ Walkover Amount	Cash Received	Budget Expend.	Adjust.	Repayment of Prior Years' Balances	Balance at June 30, 2021			Cumulative Total Expenditures	
					From	To							Accounts Receivable	Deferred Revenue	Due to Grantor		
U.S. Department of Treasury																	
Passed-through State																	
Department of Education:																	
Special Revenue Fund:																	
Coronavirus Relief Fund Grant	21.019	TBD	N/A	38,334	7/1/20	6/30/21			\$ 38,334	\$ (38,334)							\$ 38,334
Total Coronavirus Relief Fund							-	-	38,334	(38,334)	-	-	-	-	-	-	38,334
U.S. Department of Education Passed-																	
Through State Dept. of Education:																	
Special Revenue Fund:																	
Title I	84.010	S010A200030	N/A	37,543	7/1/20	6/30/21	\$ (224)		35,951	(37,543)		\$ (1,816)	-				37,543
Title II	84.367	S367B200027	N/A	14,327	7/1/20	6/30/21	1,500		25,331	(27,158)		(327)					27,158
Title IV	84.424A	S424B200027	N/A	10,000	7/1/20	6/30/21	(129)		10,000	(10,000)		(129)	-				10,000
Total ESEA							1,147	-	71,282	(74,701)	-	-	(2,272)	-	-	-	74,701
CARES Emergency Relief Grant	84.425D	S425D200027	CARES	31,661	3/13/20	9/30/22	-		31,661	(31,661)		-	-				31,661
Digital Divide	84.425D	S425D200027	Digital Divide	5,495	3/13/20	9/30/22	-		5,495	(5,495)		-	-				5,495
CRRSA ESSER II	84.425D	S425D200027	CRRSA	123,062	3/13/20	9/30/23			-	-		(123,062)	\$ 123,062				
CRRSA II Learning	84.425D	S425D200027	CRRSA	25,000	3/13/20	9/30/23			-	-		(25,000)	25,000				
CRRSA II Mental Health	84.425D	S425D200027	CRRSA	45,000	3/13/20	9/30/23			-	(43,456)		(45,000)	1,544				43,456
Total Coronavirus Aid Relief, and Economic Security Act – Elementary and Secondary School Emergency Relief Funds							-	-	37,156	(80,612)	-	-	(193,062)	149,606			80,612
I.D.E.A. Part B, Basic Regular	84.027	H027A200100	FT-1785-21	138,102	7/1/20	6/30/21			128,433	(138,101)		(9,669)	1				138,101
I.D.E.A. Part B, Preschool	84.173	H173A200114	FT-1785-21	10,280	7/1/20	6/30/21	(1,371)		2,597	(10,280)		(9,054)	-				10,280
Subtotal-Special Education Cluster							(1,371)	-	131,030	(148,381)	-	-	(18,723)	1			148,381
Total Special Revenue Fund							\$ (224)	-	\$ 277,802	\$ (342,028)	-	-	\$ (214,057)	\$ 149,607	-	-	\$ 342,028
U.S. Dept. of Agriculture Passed-																	
Through State Dept. of Education:																	
Enterprise Fund:																	
Child Nutrition Cluster:																	
National School Lunch Program (Food Distribution)	10.555	20NJ304N1099	N/A		7/1/19	6/30/20	\$ 2,783			(2,783)							2,783
National School Lunch Program (Food Distribution)	10.555	21NJ304N1099	N/A	7,515	7/1/20	6/30/21			7,515	(5,859)			\$ 1,656				5,859
National Breakfast Program	10.555	21NJ304N1099	N/A	21,389	7/1/20	6/30/21			20,752	(21,389)		(637)					21,389
National School Lunch Program	10.555	20NJ304N1099	N/A		7/1/19	6/30/20	(268)		268								
National School Lunch Program	10.555	21NJ304N1099	N/A	56,025	7/1/20	6/30/21			54,819	(56,025)		(1,206)					56,025
Total Enterprise Fund							2,515	83,354	(86,056)	(1,843)	1,656	86,056					
TOTAL FEDERAL ASSISTANCE							\$ 2,291	-	\$ 361,156	\$ (428,084)	-	-	\$ (215,900)	\$ 151,263	-	-	\$ 428,084

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

Note: This Schedule was not subject to an audit in accordance with OMB Uniform Guidance.

GREENWICH TOWNSHIP SCHOOL DISTRICT

K-4

Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 30, 2021

Schedule B

STATE GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	BALANCE 6/30/2020	CARRY- OVER AMOUNT	CASH RECEIVED	BUDGET. EXPEND.	ADJUST.	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE AT JUNE 30, 2021			MEMO		
										(ACCTS. RECEIV.)	INTERFUND PAYABLE/ DEFER. REVENUE	DUE TO GRANTOR	BUDGETARY RECEIVABLE	CUMULATIVE TOTAL EXPEND.	
State Department of Education															
General Fund:															
Equalization Aid	21-495-034-5121-078	7/1/20-6/30/21	\$ 4,403,957			\$ 4,403,957	\$ (4,403,957)							*	\$ 436,440 \$ 4,403,957
School Choice Aid	21-495-034-5121-068	7/1/20-6/30/21	270,222			270,222	(270,222)							*	26,780 270,222
Transportation Aid	21-495-034-5121-014	7/1/20-6/30/21	134,082			134,082	(134,082)							*	13,288 134,082
Special Education Aid	21-495-034-5121-089	7/1/20-6/30/21	699,575			699,575	(699,575)							*	69,329 699,575
Security Aid	21-495-034-5121-084	7/1/20-6/30/21	90,234			90,234	(90,234)							*	8,942 90,234
Non-Public Transportation Aid	20-100-034-5121-068	7/1/19-6/30/20	6,851			6,851	(6,851)							*	6,851
Non-Public Transportation Aid	21-100-034-5121-068	7/1/20-6/30/21	11,730				(11,730)			\$ (11,730)				*	11,730
Extraordinary Aid	20-495-034-5121-044	7/1/19-6/30/20	107,048	\$ (97,303)		107,048	(9,745)							*	9,745
Extraordinary Aid	21-495-034-5121-044	7/1/20-6/30/21	268,976				(268,976)			(268,976)				*	268,976
On Behalf TPAF Pension	21-495-034-5094-002	7/1/20-6/30/21	1,376,174			1,376,174	(1,376,174)							*	1,376,174
On Behalf TPAF Pension PRM	21-495-034-5094-001	7/1/20-6/30/21	431,272			431,272	(431,272)							*	431,272
On Behalf TPAF Pension LTD Ins	21-495-034-5094-004	7/1/20-6/30/21	772			772	(772)							*	772
Reimbursed TPAF Soc.Secur.Contrib.	21-495-034-5094-003	7/1/20-6/30/21	367,527	(1,093)		368,620	(367,527)							*	367,527
Total General Fund				<u>(98,396)</u>		<u>7,888,807</u>	<u>(8,071,117)</u>			<u>(280,706)</u>				*	<u>554,779 8,071,117</u>
Debt Service Fund:															
Debt Service Aid Type 2	21-100-034-5121-124	7/1/20-6/30/21	171,879			171,879	(171,879)							*	171,879
				-	-	171,879	(171,879)	-	-	-	-	-	-	*	- 171,879
State Department of Agriculture:															
Enterprise Fund:															
Nat.School Lunch Prog.(State Share)	20-100-010-3350-023	7/1/19-6/30/20		(4)		4								*	
Nat.School Lunch Prog.(State Share)	21-100-010-3350-023	7/1/20-6/30/21	2,167			2,081	(2,167)			(86)				*	2,167
Total Enterprise Fund				<u>(4)</u>		<u>2,085</u>	<u>(2,167)</u>			<u>(86)</u>				*	<u>2,167</u>
Total State Financial Assistance				<u>\$ (98,400)</u>		<u>\$ 8,062,771</u>	<u>\$ (8,245,163)</u>			<u>\$ (280,792)</u>				*	<u>\$ 554,779 \$ 8,245,163</u>

Less On-behalf TPAF Pension Amounts:
 On Behalf TPAF Pension 1,376,174
 On Behalf TPAF Pension PRM 431,272
 On Behalf TPAF Pension LTD Ins 772
 Total State Expenditures Subject to Major Program Determination \$ (6,436,945)

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

NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2021

NOTE 1. GENERAL

The accompanying schedule of expenditures of state financial assistance includes state award activity of the Board of Education, Greenwich Township School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All state awards received directly from state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of expenditure of state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedule of expenditures of state financial assistance includes state award activity of the Board of Education, Greenwich Township School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All state awards received directly from state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of expenditure of state financial assistance.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

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

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

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$14,094 for the general fund and (\$31,714) for the special revenue fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

NOTES TO THE SCHEDULES OF EXPENDITURES OF AWARDS
AND FINANCIAL ASSISTANCE
JUNE 30, 2021

NOTE 3. (Continued)

	<u>Federal</u>	<u>State</u>	<u>Total</u>
General Fund		\$ 8,085,211	\$ 8,085,211
Special Revenue Fund	\$ 310,314	-	310,314
Debt Service Fund		171,879	171,879
Food Service Fund	<u>86,056</u>	<u>2,167</u>	<u>88,223</u>
Total Financial Assistance	<u>\$ 396,370</u>	<u>\$ 8,259,257</u>	<u>\$ 8,655,627</u>

NOTE 4. RELATIONSHIP TO STATE FINANCIAL REPORTS

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

NOTE 5. OTHER

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

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Section I - Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

1) Material weakness(es) identified? ___ Yes **x** No

2) Were significant deficiencies identified that were not considered to be material weaknesses? ___ Yes **x** None Reported

Noncompliance material to financial statements noted? ___ Yes **x** No

Federal Awards

Not Applicable

Internal control over major programs:

1) Material weakness(es) identified? ___ Yes ___ No

2) Were significant deficiencies identified that were not considered to be material weaknesses? ___ Yes ___ None

Type of auditor's report issued on compliance for major programs: N/A

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of? ___ Yes ___ No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>FEIN Number(s)</u>	<u>Name of Federal Program or Cluster</u>
N/A		

Dollar threshold used to distinguish between Type A and Type B programs: N/A

Auditee qualified as low-risk auditee? ___ yes ___ no

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Section II-Financial Statement Findings

N/A

There were no matters of noncompliance or reportable conditions noted, that are required to be reported in accordance with *Government Auditing Standards*.

Section III - State Financial Assistance Findings and Questioned Costs

N/A

This section identifies audit findings required to be reported by NJOMB Circular Letter 15-08, as applicable. There were no state financial assistance findings or questioned costs that are required to be reported in accordance with NJOMB Circular 15-08.

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

STATUS OF PRIOR YEAR FINDINGS

N/A

In accordance with *government auditing standards*, our procedures included a review of all prior year recommendations. There were no prior year findings.